

Pakistan Papersack Corporation Limited
CASH FLOW STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2005
(UN-AUDITED)

	July - Sept (2005)	July - Sept (2004)
-----Rs.000's-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	14,021	12,939
Adjustment for non-cash charges and other items:		
Depreciation	2,491	2,628
Profit on bank account	(40)	(428)
Financial charges	750	648
Gain on disposal of property, plant and equipment	(744)	-
	2,457	2,848
Operating profit before working capital changes	16,478	15,787
(Increase)/decrease in current assets		
Stores and spares	(308)	322
Stock-in-trade	(115)	(12,632)
Trade debts	(30,269)	(18,697)
Loan and Advances	(4,852)	918
Trade Deposits and short-term prepayments	(81)	(1,591)
Other receivables	2,227	3,236
	(33,398)	(28,444)
Increase/(decrease) in current liabilities		
Trade and other payables	(32,425)	(8,554)
	(65,823)	(36,998)
Cash (used in)/generated from operations	(49,345)	(21,211)
Interest paid	(1,189)	(753)
Income tax paid	(1,434)	(3,510)
Long-term loans	83	-
Long-term deposits	(74)	-
	(2,614)	(4,263)
Net cash used in operating activities (A)	(51,959)	(25,474)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure	(3,951)	(4,599)
Sale proceeds from disposal of property, plant and equipment	1,098	211
Interest income received	8	456
Net cash used in investing activities (B)	(2,845)	(3,932)
CASH FLOWS FROM FINANCING ACTIVITIES		
Liabilities against assets subject to finance lease	1,309	-
Repayment of Liability against asset subject to finance lease	(94)	-
Dividends paid	(11)	(26)
Net cash (used in)/generated from financing activities (C)	1,204	(26)
Net decrease in cash and cash equivalents (A+B+C)	(53,600)	(29,432)
Cash and cash equivalents at beginning of the period	10,925	61,276
Cash and cash equivalents at end of the period	(42,675)	31,844
Cash and cash equivalents comprise:		
Cash and bank balances	2,566	84,946
Short-term running finance	(45,241)	(53,102)
	(42,675)	31,844

The annexed notes from 1 to 9 form an integral part of these financial statements.

S. Z. Kazmi
Chief Executive

Kersi D. Kapadia
Director