

Cash Flow Statement For the Year Ended June 30, 2008

| | Note | 2008 (Rupees in thousand) | 2007 |
|---|------|------------------------------|-----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash generated from operations | 47 | (164,615) | (268,911) |
| Disbursements of long-term loans - net | | 38,794 | (60,098) |
| Net investment in finance lease | | (317,745) | (237,868) |
| Long-term deposits and prepayments | | (3,909) | 2,557 |
| Repayments of long-term certificates of deposit - net | | (95,689) | 558,845 |
| Receipts from deposits on lease contracts - net | | 59,276 | 94,461 |
| Interest, mark-up and profit received | | 589,916 | 460,463 |
| Share issue cost | | (15,675) | - |
| Dividend received | | 69,792 | 17,679 |
| Financial cost paid | | (507,699) | (439,593) |
| Income tax paid | | (20,671) | (13,910) |
| Gratuity paid | | - | (2,377) |
| Net cash (used in) / generated from operating activities | | <u>(368,225)</u> | <u>111,248</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Fixed capital expenditure incurred | | (49,307) | (76,734) |
| Long-term investments | | (159,940) | (500,000) |
| Proceeds from disposal of fixed assets | | 35,425 | 12,351 |
| Proceeds from disposal of brokerage assets | | - | 45,658 |
| Net cash outflow on investing activities | | <u>(173,822)</u> | <u>(518,725)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Term finance certificates | | (62,636) | 124,961 |
| Proceeds from issue of right shares | | 1,198,841 | 461,092 |
| Long-term finance - net | | (313,335) | (104,998) |
| Payment of dividend | | (31) | (430) |
| Net cash inflow from financing activities | | <u>822,839</u> | <u>480,625</u> |
| Net increase in cash and cash equivalents | | <u>280,792</u> | <u>73,148</u> |
| Cash and cash equivalents at the beginning of the year | | 269,889 | 196,741 |
| Cash and cash equivalents at the end of the year | 48 | <u><u>550,681</u></u> | <u><u>269,889</u></u> |

The annexed notes 1 to 57 form an integral part of these financial statements.

Syed Babar Ali
Chairman

Samir Ahmed
Managing Director & Chief Executive