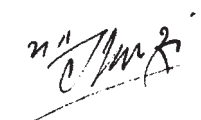



Cash Flow Statement

for the year ended March 31, 2007

	Note	2007 (Rupees in thousand)	2006
Cash flows from operating activities			
Cash generated from operations	31	1,999,952	(5,356,970)
Interest and markup paid		(281,544)	(30,614)
Employees' retirement benefits and other obligations		(16,064)	(5,397)
Net (increase)/decrease in long term deposits		(2,002)	140
Net decrease/(increase) in loans to employees		5,621	(896)
Income tax paid		(137,991)	(184,977)
Royalty paid		(458,478)	(369,762)
Net cash from/(used) in operating activities		1,109,494	(5,948,476)
Cash flows from investing activities			
Purchase of property, plant and equipment		(2,450,118)	(1,802,496)
Purchase of intangible assets		(100,922)	(30,565)
Proceeds from sale of property, plant and equipment		5,457	13,522
Proceeds from sale of Investments		1,140,214	(300,000)
Dividend received		12,507	-
Interest received		55,900	193,964
Net cash used in investing activities		(1,336,962)	(1,925,575)
Cash flows from financing activities			
Long term finances		1,541,667	1,000,000
Short term borrowings		(1,150,000)	1,150,000
Dividend paid		(86)	(94,190)
Net cash from financing activities		391,581	2,055,810
Net increase/(decrease) in cash and cash equivalents		164,113	(5,818,241)
Cash and cash equivalents at the beginning of the year		55,746	5,873,987
Cash and cash equivalents at the end of the year	32	219,859	55,746

The annexed notes from 1 to 40 form an integral part of these financial statements.


Yusuf H. Shirazi
Chairman


Atsushi Yamazaki
Chief Executive