

PARAMOUNT SPINNING MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2007

	NOTE	31 DECEMBER 2007 Rupees	31 DECEMBER 2006 Rupees
CASH USED IN OPERATING ACTIVITIES	11	(224,585,955)	(356,888,655)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment		200,000	560,000
Fixed capital expenditure		(6,116,576)	(7,814,666)
Proceeds from held to maturity investment		-	868,956
Dividend received		138	50,214
Proceeds from sale of short term investment		47,436,083	1,285,714
Long term deposits		750,282	(1,060,909)
NET CASH GENERATED FROM/(USED IN) INVESTING ACTIVITIES		42,269,927	(6,110,691)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of redeemable capital		(80,928,787)	(56,958,318)
Term Finance from associates		17,700,000	100,000,000
Repayment of liabilities against asset subject to finance lease		(8,189,237)	(9,132,359)
Proceeds from short term borrowings		254,939,564	335,915,510
NET CASH GENERATED FROM FINANCING ACTIVITIES		183,521,540	369,824,833
Net increase in cash and cash equivalents		1,205,513	6,825,487
Cash and cash equivalents at the beginning of the period		48,892,193	38,445,022
Cash and cash equivalents at the end of the period		50,097,706	45,270,509

The annexed notes form an integral part of these condensed interim financial statements .

CHIEF EXECUTIVE

DIRECTOR