

FRONTIER CEREMICS LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2011

	2011	Restated
	Rupees	2010
		Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	18,539,380	17,775,967
Adjustment for:		
Depreciation	32,357,629	13,938,222
Finance cost	1,422,654	(1,422,948)
Allowance for write down of inventor;	27,083,637	-
Credit balances written off	-	9,246,141
	<u>60,863,920</u>	<u>21,761,415</u>
Profit before working capital change:	79,403,300	39,537,382
Changes in working capital		
Decrease /(increase) in current assets		
Stores, spares and loose tools	2,702,607	(5,952,744)
Stock in trade	(381,215)	(5,713,354)
Trade debts	6,022,256	6,974,719
Advances	3,265,640	2,792,804
Short term prepayments	(72,500)	12,500
Due from associated undertaking	1,944,708	(1,944,708)
Increase in current liabilities:		
Trade and other payables	15,624,663	53,821,939
	<u>29,106,159</u>	<u>49,991,156</u>
Cash generated from operations:	108,509,458	89,528,538
Finance cost paid	(857,473)	1,722,442
Taxes paid	(2,752,805)	(1,804,097)
	<u>(3,610,278)</u>	<u>(81,655)</u>
Net cash generated from operating activities:	104,899,180	89,446,883
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of operating fixed asset:	(106,800)	(6,548,345)
Addition to capital work in progress:	(49,400,645)	(51,871,997)
Long term deposits:	-	70,000
Net cash used in investing activities:	<u>(49,507,445)</u>	<u>(58,350,342)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term financing:	(53,208,088)	(34,604,091)
Short term borrowings:	-	1,322,420
Net cash used in financing activities:	<u>(53,208,088)</u>	<u>(33,281,671)</u>
Net increase / (decrease) in cash and cash equivalent:	2,183,647	(2,185,129)
Cash and cash equivalents at the beginning of the year:	1,423,741	3,608,870
Cash and cash equivalents at the end of the year:	<u>3,607,388</u>	<u>1,423,741</u>

The annexed notes from 1 to 42 form an integral part of these financial statements:

CHIEF EXECUTIVE

DIRECTOR