

PAKISTAN STATE OIL COMPANY LIMITED
CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2007

	Jul-Sep 2007	Jul-Sep 2006
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	3,208,516	827,211
Adjustments for non cash charges and other items:		
Depreciation and amortization	284,221	276,956
Provision for doubtful trade debts	108,682	-
Reversal of provisions	-	(95,895)
Exchange loss	-	9,739
Retirement benefits accrued	129,900	91,782
Profit on sale of fixed assets	(6,926)	(10,528)
Share of profit of associates	(96,768)	(108,150)
Dividend income	(42,924)	-
Financial cost	208,332	236,157
	<u>3,793,033</u>	<u>1,227,272</u>
Working capital changes		
(Increase) in stores and spares and loose tools	(3,609)	(10,140)
Decrease in stock-in-trade	3,611,637	2,988,142
(Increase) in trade debts	(3,378,565)	(1,770,141)
(Increase) in loans and advances	(42,667)	(158,154)
Decrease in trade deposits and short-term prepayments	1,258,491	1,020,636
(Increase) in other receivables	(2,684,341)	(4,397,000)
(Decrease) in trade and other payables	(4,091,304)	(2,050,455)
	<u>(5,330,358)</u>	<u>(4,377,112)</u>
Cash (outflow) from operating activities	(1,537,325)	(3,149,840)
Decrease in long-term loans and receivables	39,086	29,209
(Increase) in long-term deposits and prepayments	(4,876)	(5,882)
Taxes paid	(486,279)	(781,113)
Financial cost paid	(230,824)	(190,101)
Retirement benefits paid	(54,713)	(32,448)
	<u>(2,274,931)</u>	<u>(4,130,175)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(144,709)	(121,537)
Proceeds from disposal of operating assets	7,959	12,078
Dividends received	44,983	115,146
	<u>(91,767)</u>	<u>5,687</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from long term deposits	59,142	4,690
Repayments of short term borrowings	(3,403,332)	(858,873)
Dividends paid	(195,072)	(761,466)
	<u>(3,539,262)</u>	<u>(1,615,649)</u>
Net (decrease) in cash and cash equivalents	(5,905,960)	(5,740,136)
Cash and cash equivalents at the beginning of the quarter	(1,418,031)	(2,836,025)
Cash and cash equivalents at the end of the quarter	<u><u>(7,323,991)</u></u>	<u><u>(8,576,162)</u></u>

Jalees Ahmed Siddiqi
Managing Director & CEO

Pervaiz Kausar
Chairman