

# Trust Securities & Brokerage Limited

## CASH FLOW STATEMENT FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2006 (UN-AUDITED)

	<b>Jul - Sep 2006 (3 Months) Rupees</b>	<b>Jul - Sep 2005 (3 Months) Rupees</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,379,954	275,268
Adjustment for non-cash charges and other items		
Depreciation	106,527	69,617
Profit on saving account	(403,278)	(33,225)
(Gain) on sale of investments	(11,521)	(65,797)
	(308,272)	(29,404)
Operating profit before working capital changes	1,071,682	245,864
<b>Changes in Working Capital</b>		
(Increase) / decrease in current assets		
Receivable from customers	(1,497,942)	(5,837,766)
Placement of funds in CFS	(9,316,775)	-
Advances, deposits, prepayments and other receivables	(530,315)	(74,530)
	(11,345,032)	(5,912,296)
Increase / (decrease) in trade and other payables	(2,497,320)	2,704,670
Cash (used in) / generated from operations	(12,770,670)	(2,961,762)
Income tax paid	(309,895)	(106,185)
Long term deposits - net	-	(500,000)
Interest received	403,278	33,225
	93,383	(572,960)
<b>Net cash from/(used in) operating activities</b>	<b>(12,677,287)</b>	<b>(3,534,722)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of fixed assets	(37,305)	(36,100)
Investments - available for sale - net	11,521	65,797
<b>Net cash from / (used in) investing activities</b>	<b>(25,784)</b>	<b>29,696</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(12,703,071)</b>	<b>(3,505,026)</b>
Cash and cash equivalents at the beginning of the period	42,248,670	11,313,986
<b>Cash and cash equivalents at the end of the period</b>	<b>29,545,599</b>	<b>7,808,960</b>

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

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Chief Executive

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Director