

## Sazgar Engineering Works Limited

## CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2014

Cash FROM OPERATING ACTIVITIES           Cash generated from operations         35         34,732,324         252,369,032           Financial costs paid         (6,562,836)         (10,923,850)           Income tax paid/deducted at source         (35,141,172)         (41,247,547)           Employees retirement benefit - Gratuity Paid         (4,110,350)         (8,457,090)           Workers Profit Participation Fund Paid         (5,180,758)         (10,527,810)           Net cash (used in) / generated from operating activities         (16,262,792)         181,212,735           CASH FLOW FROM INVESTING ACTIVITIES           Property, Plant and Equipment Purchased         (29,005,732)         (23,301,040)           Increase in long term security deposits         -         (520,000)           Proceeds from sale of Property, Plant and Equipment         2,439,000         6,558,500           Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES           Proceeds of short term borrowings         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)		Note	June 30, 2014 Rupees	June 30, 2013 Rupees
Financial costs paid	CASH FLOW FROM OPERATING ACTIVITIES			
Income tax paid/deducted at source   (35,141,172)   (41,247,547)	Cash generated from operations	35	34,732,324	252,369,032
Employees retirement benefit - Gratuity Paid         (4,110,350)         (8,457,090)           Workers Profit Participation Fund Paid         (5,180,758)         (10,527,810)           Net cash (used in) / generated from operating activities         (16,262,792)         181,212,735           CASH FLOW FROM INVESTING ACTIVITIES           Property, Plant and Equipment Purchased         (29,005,732)         (23,301,040)           Increase in long term security deposits         -         (520,000)           Proceeds from sale of Property, Plant and Equipment         2,439,000         6,558,500           Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES         118,723,244         224,933,563           Repayment of short term borrowings         118,723,244         224,933,563           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543	Financial costs paid		(6,562,836)	(10,923,850)
Workers Profit Participation Fund Paid         (5,180,758)         (10,527,810)           Net cash (used in) / generated from operating activities         (16,262,792)         181,212,735           CASH FLOW FROM INVESTING ACTIVITIES           Property, Plant and Equipment Purchased         (29,005,732)         (23,301,040)           Increase in long term security deposits         -         (520,000)           Proceeds from sale of Property, Plant and Equipment         2,439,000         6,558,500           Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES           Proceeds of short term borrowings         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613	Income tax paid/deducted at source		(35,141,172)	(41,247,547)
Net cash (used in) / generated from operating activities         (16,262,792)         181,212,735           CASH FLOW FROM INVESTING ACTIVITIES           Property, Plant and Equipment Purchased         (29,005,732)         (23,301,040)           Increase in long term security deposits         -         (520,000)           Proceeds from sale of Property, Plant and Equipment         2,439,000         6,558,500           Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES           Proceeds of short term borrowings         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (95,751,805)         118,559,875           CASH AND CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         (27,543,489)         8,983,613	Employees retirement benefit - Gratuity Paid		(4,110,350)	(8,457,090)
CASH FLOW FROM INVESTING ACTIVITIES           Property, Plant and Equipment Purchased         (29,005,732)         (23,301,040)           Increase in long term security deposits         - (520,000)         6,558,500           Proceeds from sale of Property, Plant and Equipment         2,439,000         6,558,500           Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           Proceeds of short term borrowings         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613	Workers Profit Participation Fund Paid		(5,180,758)	(10,527,810)
Property, Plant and Equipment Purchased         (29,005,732)         (23,301,040)           Increase in long term security deposits         -         (520,000)           Proceeds from sale of Property, Plant and Equipment         2,439,000         6,558,500           Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613	Net cash (used in) / generated from operating activities		(16,262,792)	181,212,735
Increase in long term security deposits         - (520,000)           Proceeds from sale of Property, Plant and Equipment         2,439,000 6,558,500           Security deposits with leasing companies         (370,275) (3,959,105)           Net cash used in investing activities         (26,937,007) (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES           Proceeds of short term borrowings         118,723,244 224,933,563           Repayment of short term borrowings         (131,642,090) (244,154,439)           Repayment of finance lease         (3,688,425) (4,370,773)           Dividend Paid         (35,944,736) (17,839,566)           Net cash used in financing activities         (52,552,007) (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS           CASH AND CASH EQUIVALENTS         (95,751,805) 118,559,875           CASH AND CASH EQUIVALENTS         127,543,489 8,983,613           CASH AND CASH EQUIVALENTS         127,543,489 8,983,613	CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of Property, Plant and Equipment         2,439,000         6,558,500           Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES           Proceeds of short term borrowings         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613           CASH AND CASH EQUIVALENTS           AT THE BEGINNING OF THE YEAR         127,543,489         8,983,613	Property, Plant and Equipment Purchased		(29,005,732)	(23,301,040)
Security deposits with leasing companies         (370,275)         (3,959,105)           Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES           Proceeds of short term borrowings         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613           CASH AND CASH EQUIVALENTS	Increase in long term security deposits		-	(520,000)
Net cash used in investing activities         (26,937,007)         (21,221,645)           CASH FLOW FROM FINANCING ACTIVITIES           Proceeds of short term borrowings         118,723,244         224,933,563           Repayment of short term borrowings         (131,642,090)         (244,154,439)           Repayment of finance lease         (3,688,425)         (4,370,773)           Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613           CASH AND CASH EQUIVALENTS           AT THE BEGINNING OF THE YEAR         127,543,489         8,983,613	Proceeds from sale of Property, Plant and Equipment		2,439,000	6,558,500
CASH FLOW FROM FINANCING ACTIVITIES         Proceeds of short term borrowings       118,723,244       224,933,563         Repayment of short term borrowings       (131,642,090)       (244,154,439)         Repayment of finance lease       (3,688,425)       (4,370,773)         Dividend Paid       (35,944,736)       (17,839,566)         Net cash used in financing activities       (52,552,007)       (41,431,216)         NET INCREASE IN CASH AND CASH EQUIVALENTS       (95,751,805)       118,559,875         CASH AND CASH EQUIVALENTS         AT THE BEGINNING OF THE YEAR       127,543,489       8,983,613         CASH AND CASH EQUIVALENTS	Security deposits with leasing companies		(370,275)	(3,959,105)
Proceeds of short term borrowings       118,723,244       224,933,563         Repayment of short term borrowings       (131,642,090)       (244,154,439)         Repayment of finance lease       (3,688,425)       (4,370,773)         Dividend Paid       (35,944,736)       (17,839,566)         Net cash used in financing activities       (52,552,007)       (41,431,216)         NET INCREASE IN CASH AND CASH EQUIVALENTS       (95,751,805)       118,559,875         CASH AND CASH EQUIVALENTS       127,543,489       8,983,613         CASH AND CASH EQUIVALENTS       127,543,489       8,983,613	Net cash used in investing activities		(26,937,007)	(21,221,645)
Repayment of short term borrowings       (131,642,090)       (244,154,439)         Repayment of finance lease       (3,688,425)       (4,370,773)         Dividend Paid       (35,944,736)       (17,839,566)         Net cash used in financing activities       (52,552,007)       (41,431,216)         NET INCREASE IN CASH AND CASH EQUIVALENTS       (95,751,805)       118,559,875         CASH AND CASH EQUIVALENTS         AT THE BEGINNING OF THE YEAR       127,543,489       8,983,613         CASH AND CASH EQUIVALENTS	CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of finance lease       (3,688,425)       (4,370,773)         Dividend Paid       (35,944,736)       (17,839,566)         Net cash used in financing activities       (52,552,007)       (41,431,216)         NET INCREASE IN CASH AND CASH EQUIVALENTS       (95,751,805)       118,559,875         CASH AND CASH EQUIVALENTS       127,543,489       8,983,613         CASH AND CASH EQUIVALENTS       127,543,489       8,983,613	Proceeds of short term borrowings		118,723,244	224,933,563
Dividend Paid         (35,944,736)         (17,839,566)           Net cash used in financing activities         (52,552,007)         (41,431,216)           NET INCREASE IN CASH AND CASH EQUIVALENTS         (95,751,805)         118,559,875           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613           CASH AND CASH EQUIVALENTS         127,543,489         8,983,613	Repayment of short term borrowings		(131,642,090)	(244,154,439)
Net cash used in financing activities (52,552,007) (41,431,216)  NET INCREASE IN CASH AND CASH EQUIVALENTS (95,751,805) 118,559,875  CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 127,543,489 8,983,613  CASH AND CASH EQUIVALENTS	Repayment of finance lease		(3,688,425)	(4,370,773)
NET INCREASE IN CASH AND CASH EQUIVALENTS  CASH AND CASH EQUIVALENTS  AT THE BEGINNING OF THE YEAR  CASH AND CASH EQUIVALENTS  CASH AND CASH EQUIVALENTS	Dividend Paid		(35,944,736)	(17,839,566)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR  CASH AND CASH EQUIVALENTS  127,543,489  8,983,613	Net cash used in financing activities		(52,552,007)	(41,431,216)
AT THE BEGINNING OF THE YEAR 127,543,489 8,983,613  CASH AND CASH EQUIVALENTS	NET INCREASE IN CASH AND CASH EQUIVALENTS		(95,751,805)	118,559,875
CASH AND CASH EQUIVALENTS	CASH AND CASH EQUIVALENTS			
	AT THE BEGINNING OF THE YEAR		127,543,489	8,983,613
AT THE END OF THE YEAR 36 31,791,683 127,543,489	CASH AND CASH EQUIVALENTS			
	AT THE END OF THE YEAR	36	31,791,683	127,543,489

The annexed notes 1 to 46 form an integral part of these financial statements.

MIAN ASAD HAMEED
CHIEF EXECUTIVE

SAEED IQBAL KHAN
DIRECTOR