

SAZGAR ENGINEERING WORKS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTH ENDED MARCH 31, 2014

	Nine Month Ended	
	March 31, 2014 Rupees	March 31, 2013 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	75,999,495	58,398,858
Adjustment for non cash charges and other items:		
Depreciation	15,378,252	13,647,688
Amortization	165,551	140,248
Provision for gratuity	10,434,339	10,233,048
Financial and other charges	4,915,660	12,393,383
Other Income	(3,086,562)	(3,090,176)
	<u>27,807,239</u>	<u>33,324,191</u>
Working capital changes	103,806,734	91,723,049
(Increase)/Decrease in current assets		
Store, spares and loose tools	(1,538,255)	1,424,705
Stock-in-trade	(126,319,420)	184,937,638
Trade debts	17,692,471	(3,831,017)
Loans & Advances	(6,052,940)	(2,386,704)
Trade Deposits and short term prepayments	(7,902,931)	(13,418,262)
Increase/(Decrease) in current liabilities		
Trade and other payables	15,373,047	(127,307,997)
Increase in Long term loans and advances	(1,416,027)	(881,287)
	<u>(110,164,055)</u>	<u>38,537,076</u>
Cash (used in) / generated from operations	(6,357,321)	130,260,124
Finance cost paid	(5,389,314)	(8,722,509)
Income tax paid/deducted at source	(25,535,914)	(29,143,820)
Employees retirement benefit - Gratuity paid	(3,739,670)	(7,325,361)
Workers' Profit Participation Fund Paid	(5,180,758)	(10,527,810)
	<u>(46,202,978)</u>	<u>74,540,624</u>
Net cash (used in) / generated from operating activities		
CASH FLOW FROM INVESTING ACTIVITIES		
Property, Plant and Equipment Purchased	(26,307,759)	(14,933,793)
Increase in long term deposits	-	(520,000)
Proceeds from sale of Property, Plant and Equipment	2,439,000	3,280,000
Security deposits with leasing companies	(370,275)	(1,020,150)
	<u>(24,239,034)</u>	<u>(13,193,943)</u>
Net cash used in investing activities		
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from short term borrowings	92,621,240	94,046,152
Repayment of short term borrowings	(100,624,695)	(116,594,850)
Repayment of finance lease	(2,279,450)	(4,154,004)
Dividend paid	(35,944,736)	(17,829,457)
	<u>(46,227,641)</u>	<u>(44,532,160)</u>
Net cash used in financing activities		
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(116,669,652)	16,814,521
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	127,543,489	8,983,613
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>10,873,837</u>	<u>25,798,134</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements

STATEMENT UNDER SECTION 241 (2) OF THE COMPANIES ORDINANCE, 1984

These Financial Statements have been signed by two Directors instead of Chief Executive and one Director as the Chief Executive is not for the time being in Pakistan.



SAEED IQBAL KHAN
DIRECTOR



MIAN MUHAMMAD ALI HAMEED
DIRECTOR