

SAZGAR ENGINEERING WORKS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2014

	Half Year Ended	
	December 31, 2014 Rupees	December 31, 2013 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	47,393,021	38,505,563
Adjustment for non cash charges and other items:		
Depreciation	9,982,662	10,032,826
Amortization	114,405	110,374
Provision for gratuity	8,543,240	6,956,226
Financial and other charges	4,684,817	3,286,679
Other Income	(1,278,572)	(1,277,567)
	<u>22,046,552</u>	<u>19,108,538</u>
Working capital changes	69,439,573	57,614,102
(Increase)/Decrease in current assets		
Store, spares and loose tools	(72,951)	(638,432)
Stock-in-trade	(103,415,657)	(94,580,675)
Trade debts	(66,155,850)	(13,465,872)
Loans & Advances	6,804,128	(7,702,402)
Trade Deposits and short term prepayments	(4,359,098)	(43,168,794)
Increase/(Decrease) in current liabilities		
Trade and other payables	99,468,874	63,133,652
Increase in Long term loans and advances	(2,824,944)	(699,777)
	<u>(70,555,499)</u>	<u>(97,122,301)</u>
Cash used in operations	(1,115,926)	(39,508,199)
Finance costs paid	(3,711,087)	(2,551,995)
Income tax paid/deducted at source	(28,634,792)	(19,779,896)
Employees retirement benefit - Gratuity paid	(2,057,510)	(2,418,900)
Net cash used in operating activities	(35,519,315)	(64,258,990)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, Plant and Equipment Purchased	(4,599,363)	(19,760,596)
Proceeds from sale of Property, Plant and Equipment	720,000	4,000
Security deposits with leasing companies	(185,850)	-
Net cash used in investing activities	(4,065,213)	(19,756,596)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds of short term borrowings	59,151,181	76,780,138
Repayment of short term borrowings	(23,582,765)	(55,442,044)
Repayment of finance lease	(2,705,327)	(2,980,746)
Dividend paid	(17,972,368)	(17,972,368)
Net cash generated from financing activities	14,890,721	384,980
NET DECREASE IN CASH AND CASH EQUIVALENTS	(24,693,807)	(83,630,606)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	31,791,683	127,543,489
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>7,097,877</u>	<u>43,912,884</u>

The annexed notes 1 to 16 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR