

# SAZGAR ENGINEERING WORKS LIMITED

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2016

	Half Year Ended	
	July - Dec	July - Dec
	2016	2015
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	80,360,895	36,274,305
<b>Adjustment for non cash charges and other items:</b>		
Depreciation	10,030,997	9,619,847
Amortization	47,753	49,408
Provision for gratuity	9,175,690	9,084,036
Finance cost	652,033	1,983,359
Other Income	(1,573,697)	(2,376,178)
	<b>18,332,776</b>	<b>18,360,472</b>
	<b>98,693,671</b>	<b>54,634,777</b>
<b>Working capital changes</b>		
<b>(Increase)/Decrease in current assets</b>		
Store, spares and loose tools	(1,237,474)	(2,879,602)
Stock-in-trade	(269,257,562)	(114,290,738)
Trade debts	(15,673,191)	36,815,494
Loans & Advances	2,336,243	(445,828)
Trade Deposits and short term prepayments	(61,289,247)	(40,331,452)
Other receivables	2,060,000	(22,824,643)
<b>Increase/(Decrease) in current liabilities</b>		
Trade and other payables	536,225,363	142,129,214
<b>Increase in Long term loans and advances</b>	<b>(1,061,856)</b>	<b>(409,450)</b>
	<b>192,102,276</b>	<b>(2,237,005)</b>
<b>Cash generated from operations</b>	<b>290,795,947</b>	<b>52,397,772</b>
Finance cost paid	(657,569)	(1,941,567)
Income tax paid/deducted at source	(27,035,018)	(24,879,544)
Employees retirement benefit - gratuity paid	(2,038,763)	(1,672,505)
Workers' Profit Participation Fund Paid	(8,287,790)	-
<b>Net cash generated from operating activities</b>	<b>252,776,807</b>	<b>23,904,156</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(125,903,855)	(14,732,871)
Increase in long term deposits	(935,000)	-
Proceeds from sale of property, plant and equipment	675,689	3,670,000
<b>Net cash used in investing activities</b>	<b>(126,163,166)</b>	<b>(11,062,871)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds of short term borrowings	-	64,151,250
Repayment of short term borrowings	-	(41,384,606)
Repayment of finance lease	(487,242)	(1,439,285)
Dividend paid	(26,646,778)	(17,847,054)
<b>Net cash (used in) / generated from financing activities</b>	<b>(27,134,020)</b>	<b>3,480,305</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>99,479,621</b>	<b>16,321,590</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>166,898,133</b>	<b>18,282,048</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>266,377,754</b>	<b>34,603,638</b>

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

