



# SAZGAR ENGINEERING WORKS LIMITED

## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2018

	Half Year Ended	
	July - Dec 2018	July - Dec 2017
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	45,630,594	113,184,763
<b>Adjustment for non cash charges and other items:</b>		
Depreciation	9,345,246	9,872,500
Amortization	32,815	30,119
Provision for staff retirement gratuity	14,329,184	11,792,644
Finance cost	7,906,909	3,129,202
Other Income	(2,358,162)	(1,088,850)
	<b>29,255,992</b>	<b>23,735,615</b>
	<b>74,886,586</b>	<b>136,920,378</b>
<b>Working capital changes</b>		
<b>(Increase)/Decrease in current assets</b>		
Store, spares and loose tools	987,758	(1,836,425)
Stock-in-trade	(428,931,573)	(201,367,986)
Trade debts	22,079,415	(18,276,756)
Loans & Advances	(4,260,516)	(571,737)
Trade Deposits and short term prepayments	107,596,604	(11,236,869)
Other receivables	-	80,000
<b>Increase in current liabilities</b>		
Trade and other payables	275,234,872	197,956,871
<b>Increase in Long term loans and advances</b>	<b>(3,486,865)</b>	<b>(863,822)</b>
	<b>(30,780,305)</b>	<b>(36,116,724)</b>
<b>Cash generated from operations</b>	<b>44,106,281</b>	<b>100,803,654</b>
Finance cost paid	(5,812,124)	(1,874,323)
Income tax paid/deducted at source	(43,686,070)	(48,538,806)
Employees retirement benefit - gratuity paid	(1,302,132)	(1,812,818)
Workers' Profit Participation Fund Paid	(17,894,338)	-
<b>Net cash (used in) / generated from operating activities</b>	<b>(24,588,383)</b>	<b>48,577,707</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(176,437,997)	(34,504,730)
Increase in long term deposits	(90,000)	-
Proceeds from sale of property, plant and equipment	1,450,000	-
<b>Net cash (used in) investing activities</b>	<b>(175,077,997)</b>	<b>(34,504,730)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds of long term borrowings	138,419,118	-
Proceeds of short term borrowings	847,205,263	-
Repayment of short term borrowings	(818,633,836)	-
Repayment of finance lease	-	(56,310)
Dividend paid	(80,297)	(299,425)
<b>Net cash generated from / (used in) financing activities</b>	<b>166,910,248</b>	<b>(355,735)</b>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(32,756,132)</b>	<b>13,717,242</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>35,324,803</b>	<b>67,302,890</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>2,568,671</b>	<b>81,020,132</b>

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.



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CHIEF EXECUTIVE



**SAEED IQBAL KHAN**  
DIRECTOR



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CHIEF FINANCIAL OFFICER