



# SAZGAR ENGINEERING WORKS LIMITED

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2017

	First Quarter Ended	
	September 30, 2017	September 30, 2016
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	52,859,442	44,613,314
<b>Adjustment for non cash charges and other items:</b>		
Depreciation	4,864,412	4,918,710
Amortization	17,527	23,876
Provision for gratuity	6,798,939	4,587,845
Finance cost	1,697,878	335,496
Other Income	(503,911)	(473,434)
	<b>12,874,845</b>	<b>9,392,493</b>
<b>Working capital changes</b>	<b>65,734,287</b>	<b>54,005,807</b>
<b>(Increase)/Decrease in current assets</b>		
Store, spares and loose tools	(2,484,750)	(320,695)
Stock-in-trade	(61,923,644)	(48,642,775)
Trade debts	(29,155,404)	(9,303,554)
Loans & Advances	(1,562,022)	3,701,154
Trade Deposits and short term prepayments	(76,029,076)	(30,326,637)
Other receivables	20,000	-
<b>Increase in current liabilities</b>		
Trade and other payables	119,066,044	170,119,999
<b>Decrease / (Increase) in Long term loans and advances</b>	<b>4,272,414</b>	<b>(805,292)</b>
	<b>(47,796,438)</b>	<b>84,422,200</b>
<b>Cash generated from operations</b>	<b>17,937,849</b>	<b>138,428,007</b>
Finance cost paid	(1,126,188)	(110,200)
Income tax paid/deducted at source	(23,241,097)	(16,263,900)
Employees retirement benefit - gratuity paid	(902,620)	(849,995)
<b>Net cash (Used in) / generated from operating activities</b>	<b>(7,332,056)</b>	<b>121,203,912</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(13,470,504)	(44,374,834)
Increase in long term deposits	-	(1,005,000)
<b>Net cash used in investing activities</b>	<b>(13,470,504)</b>	<b>(45,379,834)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of finance lease	(56,310)	(274,774)
Dividend paid	(291,774)	(6,133)
<b>Net cash used in financing activities</b>	<b>348,084</b>	<b>(280,907)</b>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(21,150,644)</b>	<b>75,543,170</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>67,302,890</b>	<b>166,898,133</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>46,152,246</b>	<b>242,441,303</b>

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

**MIAN ASAD HAMEED**  
CHIEF EXECUTIVE

**SAEED IQBAL KHAN**  
DIRECTOR

**MUHAMMAD ATIF RAO**  
CHIEF FINANCIAL OFFICER