



# SAZGAR ENGINEERING WORKS LIMITED

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

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2018

	September 30, 2018	September 30, 2017
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	40,398,720	52,859,442
<b>Adjustment for non cash charges and other items:</b>		
Depreciation	4,477,505	4,864,412
Amortization	2,700	17,527
Provision for staff retirement gratuity	7,164,592	6,798,939
Finance cost	2,109,486	1,697,878
Other Income	(1,199,470)	(503,911)
	<u>12,554,813</u>	<u>12,874,845</u>
	52,953,533	65,734,287
<b>Working capital changes</b>		
<b>(Increase)/Decrease in current assets</b>		
Store, spares and loose tools	(103,599)	(2,484,750)
Stock-in-trade	(113,621,193)	(61,923,644)
Trade debts	(14,400,246)	(29,155,404)
Loans & Advances	(384,817)	(1,562,022)
Trade Deposits and short term prepayments	(28,781,996)	(76,029,076)
Other receivables	-	20,000
<b>Increase in current liabilities</b>		
Trade and other payables	46,961,262	119,066,044
<b>(Increase) / decrease in Long term loans and advances</b>	<u>(3,369,901)</u>	<u>4,272,414</u>
	(113,700,490)	(47,796,438)
<b>Cash (Used in) / generated from operations</b>	(60,746,957)	17,937,849
<b>Finance cost paid</b>	(3,580,142)	(1,126,188)
Income tax paid/deducted at source	(23,349,249)	(23,241,097)
Employees retirement benefit - gratuity paid	(167,467)	(902,620)
Workers' Profit Participation Fund Paid	(10,994,813)	-
<b>Net cash Used in operating activities</b>	<u>(98,838,628)</u>	<u>(7,332,056)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, plant and equipment purchased	(15,928,640)	(13,470,504)
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>	<u>(14,568,640)</u>	<u>(13,470,504)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds of short term borrowings	302,807,213	-
Repayment of short term borrowings	(194,754,399)	-
Repayment of finance lease	-	(56,310)
Dividend paid	(6,045)	(291,774)
<b>Net cash generated from / (used in) financing activities</b>	<u>108,046,769</u>	<u>(348,084)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(5,360,499)</u>	<u>(21,150,644)</u>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	35,324,803	67,302,890
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>29,964,304</u>	<u>46,152,246</u>

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