



SAZGAR ENGINEERING WORKS LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2020

	Nine Months Ended	
	July - Mar 2020	July - Mar 2019
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	53,421,985	96,188,675
Adjustment for non cash charges and other items:		
Depreciation	14,388,869	14,550,304
Amortization	24,162	39,584
Provision for staff retirement gratuity	30,244,734	21,493,776
Finance cost	49,949,790	15,003,893
Other Income	(9,158,687)	(3,679,451)
	85,448,868	47,408,106
	138,870,853	143,596,781
Working capital changes		
(Increase)/Decrease in current assets		
Store, spares and loose tools	(1,075,635)	481,221
Stock-in-trade	(210,728,912)	(189,365,506)
Trade debts	9,855,526	(34,121,593)
Loans & Advances	(2,564,257)	(887,996)
Trade Deposits and short term prepayments	686,517	58,658,926
Other receivables	(701,109)	-
(Decrease) / Increase in current liabilities		
Trade and other payables	150,477,571	91,491,908
Increase in Long term loans and advances	(3,939,940)	(7,044,997)
	(57,990,239)	(80,788,037)
Cash generated from operations	80,880,614	62,808,744
Finance cost paid	(27,564,981)	(9,596,706)
Income tax paid/deducted at source	(48,878,483)	(46,757,290)
Employees retirement benefit - gratuity paid	(2,336,216)	(2,449,532)
Workers' Profit Participation Fund Paid	(6,080,459)	(24,793,863)
Net cash used in operating activities	(3,979,525)	(20,788,647)
CASH FLOW FROM INVESTING ACTIVITIES		
Property, plant and equipment purchased	(157,944,723)	(266,950,269)
Increase in long term deposits	(193,000)	(321,150)
Proceeds from sale of property, plant and equipment	4,480,000	2,450,000
Net cash used in investing activities	(153,657,723)	(264,821,419)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds of long term borrowings	51,867,439	215,651,618
Proceeds of short term borrowings	2,101,256,224	1,184,066,351
Repayment of short term borrowings	(1,904,635,899)	(1,147,275,191)
Share deposit money	472,640,900	-
Profit received on saving account	4,082,560	-
Dividend paid	(52,441)	(105,118)
Net cash generated from financing activities	725,158,783	252,337,660
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	567,521,535	(33,272,406)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	5,967,361	35,324,803
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	573,488,896	2,052,397

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