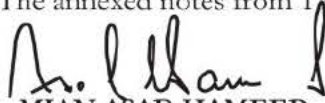
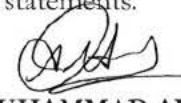


SAZGAR ENGINEERING WORKS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2012

	Nine months to March 2012	Nine months to March 2011
	Rupees	Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	151,348,734	120,793,079
Adjustment for non cash charges and other items:		
Depreciation	12,705,734	11,887,327
Amortization	116,819	558,351
Provision for gratuity	9,296,790	7,404,840
Financial and other charges	22,619,397	20,101,588
Other Income	(3,938,962)	(1,527,767)
	40,799,778	38,424,339
Effect on cash flow due to working capital changes	192,148,513	159,217,418
(Increase)/decrease in current assets		
Stores, spares and loose tools	(4,961,537)	(6,311,328)
Stock-in-trade	(228,211,950)	(101,103,656)
Trade debts	(37,010,811)	(3,337,351)
Loans and Advances	(2,639,934)	(193,533)
Trade deposits and short term prepayments	33,211,725	(7,377,329)
Other receivables	(24,257,530)	(3,334,354)
Increase in current liabilities		
Trade and other payables	251,935,328	70,079,856
Increase in long-term loans and advances	(1,656,300)	(1,021,533)
	(13,591,009)	(52,599,229)
Cash generated from operations	178,557,503	106,618,189
Financial charges paid	(11,938,812)	(11,722,114)
Income tax paid/deducted at source	(53,537,119)	(35,947,302)
Employees retirement benefit - Gratuity Paid	(738,920)	(1,212,440)
Workers' Profit Participation Fund Paid	(7,965,343)	(4,293,968)
Net cash inflow from operating activities	104,377,310	53,442,365
CASH FLOW FROM INVESTING ACTIVITIES		
Property, Plant and Equipment	(3,289,325)	(11,271,412)
(Increase)/Decrease in long term security deposits	(305,000)	300,000
Proceeds from sale of fixed assets	3,278,531	300,000
Security deposits with leasing companies	(369,380)	(910,500)
Net cash used in investing activities	(685,174)	(11,581,912)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term financing	-	(1,800,000)
Proceeds of short term borrowings	224,036,820	187,772,561
Repayment of short term borrowings	(254,421,091)	(219,278,142)
Repayment of finance lease	(2,188,546)	(4,674,041)
Dividend paid	(31,980,584)	(12,294,970)
Net cash outflow from financing activities	(64,553,400)	(50,274,592)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	39,138,735	(8,414,138)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	(34,336,235)	(5,511,539)
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	4,802,500	(13,925,677)

The annexed notes from 1 to 14 form an integral part of these financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


MIAN MUHAMMAD ALI HAMEED
DIRECTOR