



QUARTERLY ACCOUNTS  
(UN-AUDITED)  
MARCH 31, 2015

Dynamic,  
Quality Conscious &  
Ever Progressive

Sazgar Engineering Works Limited



# SAZGAR ENGINEERING WORKS LIMITED



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## **Vision**

*Dynamic, quality conscious and ever progressive.*

## **Mission**

- *To be market leader in providing safe, economical, durable, comfortable and environment friendly means of transportation of international quality at competitive prices*
- *To achieve market leadership in automotive wheel-rims of all types and sizes*
- *Grow through innovation of new products and*
- *Give higher return to the stakeholders.*

## **Corporate Strategy**

*Achieve optimal performance in production and sale; continuously add value added products at competitive prices by maintaining “quality” as core element; focus on customers’ satisfaction regarding sale, spares and services; explore new markets and enhance customers’ base; ensure right usage of company’s resources; create employment opportunities; protect the interest of stakeholders; and be a part of the country’s development.*

# SAZGAR ENGINEERING WORKS LIMITED

## COMPANY INFORMATION

### BOARD OF DIRECTORS

Mrs. Saira Asad Hameed  
Chairperson/Non-Executive Director

Mr. Mian Asad Hameed  
Chief Executive

Mr. Saeed Iqbal Khan  
Executive Director

Mr. Mian Muhammad Ali Hameed  
Non-Executive Director

Mr. Mian Zafar Hameed  
Non-Executive Director

Mrs. Amina Humza Wazir  
Non-Executive Director

Mr. Ahsan Ejaz  
Independent Director

### COMPANY SECRETARY

Mr. Arshad Mahmood - FCA

### REGISTERED OFFICE

88 - Ali Town, Thokar Niaz Baig,  
Raiwind Road, Lahore.

### SHARE REGISTRAR

Corp Tec Associates (Pvt.) Limited  
503-E, Johar Town, Lahore.  
Ph# 042-35170336-37  
Fax# 042-35170338

### FACTORY

18-KM, Raiwind Road, Lahore.

### AUDIT COMMITTEE

Mr. Mian Muhammad Ali Hameed  
Chairman

Mr. Mian Zafar Hameed  
Member

Mr. Ahsan Ejaz  
Member

Mr. Arshad Mahmood  
Secretary

### HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ahsan Ejaz  
Chairman

Mr. Saeed Iqbal Khan  
Member

Mrs. Amina Humza Wazir  
Member

Mr. Arshad Mahmood  
Secretary

### AUDITORS

Kabani & Company  
Chartered Accountants

### BANKERS

Allied Bank Limited  
National Bank of Pakistan  
Bank Alfalah Limited  
Faysal Bank Limited  
Habib Bank Limited  
The Bank of Punjab  
Summit Bank Limited  
NIB Bank  
Meezan Bank Limited



# SAZGAR ENGINEERING WORKS LIMITED

## DIRECTORS' REVIEW

*The directors of your Company are pleased to present their review on the affairs of the Company for the 3<sup>rd</sup> quarter ended March 31, 2015*

### **Financial Results:**

*By the Grace of Almighty Allah, the growing trend of sales and profitability of the company has been intact during the period under review. The sales of 3<sup>rd</sup> quarter has increased by 16.61% from Rs. 634.168 M to Rs. 739.526 M, gross profit by 9.59% from Rs. 64.949M to Rs. 71.180M and pre-tax profit by 0.49% from Rs. 37.494 M to Rs. 37.678 M compared with the corresponding period of last year.*

*The nine months sales has increased by 16.62% from Rs. 1.598 **Billion** to Rs. 1.864 **Billion**, gross profit by 11.13% from Rs.161.206 M to Rs.179.148 M, and pre-tax profit by 11.94% from Rs. 75.999M to Rs. 85.071M compared with the corresponding period of last year.*

*The increase in sales and profitability of the company is due to the rise in sales volume of auto rickshaw and tractor wheel rim during the period under review.*

*During the 3<sup>rd</sup> quarter and cumulatively nine months, the Company produced 4,157 & 10,591 units of Auto Rickshaws whereas during the corresponding periods of last year, the production was 4,096 and 10,574 units respectively.*

*The production of wheel rims was 18,568 & 60,909 in 3<sup>rd</sup> quarter and cumulatively nine months whereas the production of wheel rims during the same corresponding periods was 7,046 & 33,101 respectively.*

### **Change in Legal Advisor of the Company:**

*Mr. Khawaja Asif Mahmood resigned from the office of legal advisor the company w.e.f. 23.04.2015. The casual vacancy was filled in through the appointment of Mr. Abdul Hamid Awan as legal advisor of the company.*

### **Future Outlook:**

*Your company is looking for a better future for the auto rickshaws and tractor wheel rims business in the period to come. The company will continue its policy of innovation of new products and enhancement in dealers as well as after sales service network.*

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## SAZGAR ENGINEERING WORKS LIMITED

*It is hoped that the efforts of Government will remain in force for maintaining the law and order situation and business friendly conditions in the country.*

*The directors would like to place on record their appreciation for the untiring efforts, teamwork and dedication shown by the company's employees during the period under review. They would also like to express their gratitude to the valued shareholders, customers, suppliers and financial institutions for their co-operation, constant support and trust on the Company.*

For and on behalf of the Board

Lahore  
Dated: 23-04-2015

  
Mian Asad Hameed  
(Chief Executive)



**SAZGAR ENGINEERING WORKS LIMITED**  
**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT MARCH 31, 2015**

		Unaudited March 31, 2015 Rupees	Audited June 30, 2014 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Authorized share capital 50,000,000 (June 2014: 50,000,000) ordinary shares of Rupees 10 each		<b>500,000,000</b>	500,000,000
Issued, subscribed and paid-up share capital	4	<b>179,723,680</b>	179,723,680
Revenue reserve - Un-appropriated Profit		<b>432,212,608</b>	402,542,633
		<b>611,936,288</b>	582,266,313
<b>LIABILITIES</b>			
<b>NON CURRENT LIABILITIES</b>			
Liabilities against assets subject to finance lease		<b>1,248,650</b>	2,406,940
Deferred Liabilities		<b>98,966,139</b>	92,081,937
<b>CURRENT LIABILITIES</b>			
Trade and other payables		<b>358,284,154</b>	258,100,792
Mark-up & Profit accrued on loans and other payables		<b>132,329</b>	467,791
Short term borrowings		<b>34,772,581</b>	3,857,920
Current portion of long term liabilities		<b>3,317,171</b>	5,434,739
Provision for Taxation		<b>26,507,680</b>	27,761,891
		<b>423,013,915</b>	295,623,133
<b>CONTINGENCIES AND COMMITMENTS</b>	5	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,135,164,992</b>	972,378,323

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**

**SAZGAR ENGINEERING WORKS LIMITED**  
**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT MARCH 31, 2015**

	Note	Unaudited	Audited
		March 31, 2015 RUPEES	June 30, 2014 RUPEES
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, Plant and Equipment	6	250,536,094	258,822,407
Intangible Assets	7	290,644	448,976
<b>LONG TERM LOANS AND ADVANCES</b>		<b>8,103,204</b>	6,833,385
<b>LONG TERM DEPOSITS</b>		<b>1,637,137</b>	1,657,137
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		4,978,118	3,946,503
Stock-in-trade		577,411,472	473,780,687
Trade debts		152,239,559	104,171,225
Loans & Advances		13,941,817	15,619,196
Trade Deposits and short term prepayments		32,398,744	22,638,031
Other Receivables		73,965,912	52,669,093
Cash and bank balances		19,662,291	31,791,683
		874,597,913	704,616,418
<b>TOTAL ASSETS</b>		<b>1,135,164,992</b>	972,378,323

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**



**SAZGAR ENGINEERING WORKS LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER AND NINE MONTH ENDED MARCH 31, 2015**

	Note	Third Quarter Ended		Nine Month Ended	
		March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
		Rupees	Rupees	Rupees	Rupees
SALES - Net	8	739,525,997	634,168,342	1,863,981,766	1,598,282,419
COST OF SALES	9	668,346,253	569,219,530	1,684,834,012	1,437,076,740
<b>GROSS PROFIT</b>		<b>71,179,744</b>	<b>64,948,812</b>	<b>179,147,754</b>	<b>161,205,679</b>
DISTRIBUTION COST		16,452,103	11,569,901	45,934,544	39,351,746
ADMINISTRATIVE EXPENSES		13,415,316	13,203,081	37,518,501	37,943,909
OTHER OPERATING EXPENSES		2,798,054	2,861,913	6,381,172	6,081,432
		32,665,473	27,634,895	89,834,217	83,377,087
		38,514,271	37,313,917	89,313,537	77,828,593
OTHER INCOME		649,978	1,808,996	1,928,550	3,086,562
<b>OPERATING PROFIT BEFORE FINANCE COST</b>		<b>39,164,249</b>	<b>39,122,913</b>	<b>91,242,087</b>	<b>80,915,155</b>
FINANCE COST		1,486,574	1,628,981	6,171,391	4,915,660
<b>PROFIT BEFORE TAXATION</b>		<b>37,677,675</b>	<b>37,493,932</b>	<b>85,070,696</b>	<b>75,999,495</b>
TAXATION	10	12,491,938	13,213,612	19,455,985	24,762,870
<b>PROFIT AFTER TAXATION</b>		<b>25,185,737</b>	<b>24,280,320</b>	<b>65,614,711</b>	<b>51,236,626</b>
<b>EARNINGS PER SHARE - BASIC AND DILUTED</b>	11	<b>1.40</b>	<b>1.35</b>	<b>3.65</b>	<b>2.85</b>

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**MIAN ASAD HAMEED**  
**CHIEF EXECUTIVE**

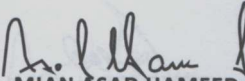
  
**SAEED IQBAL KHAN**  
**DIRECTOR**

# SAZGAR ENGINEERING WORKS LIMITED

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER AND NINE MONTH ENDED MARCH 31, 2015

	Third Quarter Ended		Nine Month Ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	Rupees	Rupees	Rupees	Rupees
PROFIT AFTER TAXATION FOR THE PERIOD	25,185,737	24,280,320	65,614,711	51,236,626
OTHER COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	-	-	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>25,185,737</b>	<b>24,280,320</b>	<b>65,614,711</b>	<b>51,236,626</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



**SAZGAR ENGINEERING WORKS LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

	Nine Month Ended	
	March 31, 2015 Rupees	March 31, 2014 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	85,070,696	75,999,495
<b>Adjustment for non cash charges and other items:</b>		
Depreciation	15,074,070	15,378,252
Amortization	171,832	165,551
Provision for gratuity	12,814,860	10,434,339
Finance Cost	6,171,391	4,915,660
Other Income	(1,928,550)	(3,086,562)
	<b>32,303,603</b>	<b>27,807,239</b>
	<b>117,374,299</b>	<b>103,806,734</b>
<b>Working capital changes</b>		
<b>(Increase)/Decrease in current assets</b>		
Store, spares and loose tools	(1,031,615)	(1,538,255)
Stock-in-trade	(103,630,785)	(126,319,420)
Trade debts	(48,068,334)	17,692,471
Loans & Advances	1,677,379	(6,052,940)
Trade Deposits and short term prepayments	(9,760,713)	(7,902,931)
<b>Increase/(Decrease) in current liabilities</b>		
Trade and other payables	83,493,421	15,373,047
<b>Increase in Long term loans and advances</b>	(1,269,819)	(1,416,027)
	<b>(78,590,466)</b>	<b>(110,164,055)</b>
<b>Cash generated from / (used in) operations</b>	<b>38,783,834</b>	<b>(6,357,321)</b>
Finance costs paid	(6,506,853)	(5,389,314)
Income tax paid/deducted at source	(37,777,872)	(25,535,914)
Employees retirement benefit - Gratuity paid	(5,409,185)	(3,739,670)
Workers' Profit Participation Fund Paid	(4,731,493)	(5,180,758)
<b>Net cash generated from / (used in) operating activities</b>	<b>(15,641,569)</b>	<b>(46,202,978)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Property, Plant and Equipment Purchased	(5,875,541)	(26,307,759)
Decrease in long term deposits	20,000	-
Proceeds from sale of Property, Plant and Equipment	720,000	2,439,000
Security deposits with leasing companies	(185,850)	(370,275)
<b>Net cash used in investing activities</b>	<b>(5,321,391)</b>	<b>(24,239,034)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds of short term borrowings	119,151,183	92,621,240
Repayment of short term borrowings	(88,236,521)	(100,624,695)
Repayment of finance lease	(4,149,008)	(2,279,450)
Dividend paid	(17,932,085)	(35,944,736)
<b>Net cash used in financing activities</b>	<b>8,833,569</b>	<b>(46,227,641)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(12,129,392)</b>	<b>(116,669,652)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>31,791,683</b>	<b>127,543,489</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>19,662,291</b>	<b>10,873,837</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**

**SAZGAR ENGINEERING WORKS LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

	Share Capital Rupees	Un-appropriated Profit Rupees	Total Rupees
<b>Balance as at June 30, 2013-Audited</b>	179,723,680	377,922,599	557,646,279
Final Dividend for the year ended June 30, 2013 @ Re.1.00 per share	-	(17,972,368)	(17,972,368)
Interim Dividend for the year ended June 30, 2014 @ Re.1.00 per share		(17,972,368)	(17,972,368)
Total Comprehensive Income for the Nine month ended March 31, 2014	-	51,236,626	51,236,626
<b>Balance as at March 31, 2014-Unaudited</b>	<b>179,723,680</b>	<b>393,214,489</b>	<b>572,938,169</b>
<b>Balance as at June 30, 2014-Audited</b>	179,723,680	402,542,633	582,266,313
Final Dividend for the year ended June 30, 2014 @ Re.1.00 per share	-	(17,972,368)	(17,972,368)
Interim Dividend for the year ended June 30, 2015 @ Re.1.00 per share	-	(17,972,368)	(17,972,368)
Total Comprehensive Income for the Nine month ended March 31, 2015	-	65,614,711	65,614,711
<b>Balance as at March 31, 2015-Unaudited</b>	<b>179,723,680</b>	<b>432,212,608</b>	<b>611,936,288</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**

**SAZGAR ENGINEERING WORKS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

**1 LEGAL STATUS AND OPERATIONS**

The Company was incorporated in Pakistan on September 21, 1991 as a Private Limited Company under the Companies Ordinance, 1984 and converted into a Public Limited Company on November 21, 1994. The Company is listed on all the Stock Exchanges of Pakistan. The Company is engaged in the manufacture and sale of automobiles, automotive parts and household electric appliances. The registered office of the company is situated at 88- Ali Town, Thokar Niaz Baig, Raiwind Road, Lahore.

**2 BASIS OF PREPARATION**

These condensed interim financial statements (un-audited) of the Company for the nine month ended March 31, 2015 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed and are being submitted to the shareholders as required by section 245 of the Companies Ordinance 1984.

These condensed interim financial statements do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2014.

**3 STATEMENT OF CONSISTENCY IN ACCOUNTING POLICIES**

The accounting policies adopted are consistent with those of the previous financial year ended June 30, 2014.

**4 ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL**

Mar 31, 2015 Number	June 30, 2014 Number		Unaudited		Audited	
			Mar 31, 2015 Rupees	June 30, 2014 Rupees	Mar 31, 2015 Rupees	June 30, 2014 Rupees
7,163,000	7,163,000	ordinary shares of Rupees 10/- each fully paid up in cash	71,630,000	71,630,000		
10,809,368	10,809,368	ordinary shares of Rupees 10/- each allotted as bonus shares	108,093,680	108,093,680		
<u>17,972,368</u>	<u>17,972,368</u>		<u>179,723,680</u>	<u>179,723,680</u>		

**5 CONTINGENCIES AND COMMITMENTS**

**5.1 Contingencies**

There is no significant change in contingencies from the preceding annual published financial statement of the company for the year ended June 30, 2014.

**SAZGAR ENGINEERING WORKS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

**5.2 Commitments**

Commitments in respect of:

LIMIT Nos.	PARTICULARS	LIMITS AVAILABLE		LIMITS UTILIZED	
		Unaudited MAR 2015 Rupees	Audited JUNE 2014 Rupees	Unaudited MAR 2015 Rupees	Audited JUNE 2014 Rupees
	Not Later Than one Year				
1	Foreign LC Sight / Inland LC- Gross	390,000,000	370,000,000	112,528,693	95,155,552
2	FATR - Sublimit of Limit No.1	88,000,000	88,000,000	19,534,832	3,857,920
3	Murabaha Sublimit of Limit no.2	40,000,000	40,000,000	-	13,383,884
4	Murabaha Sublimit of Limit no.1	40,000,000	40,000,000	2,372,499	-
5	Murabaha-FIM Spot Sublimit of Limit no.1	40,000,000	-	-	-
6	Guarantee	8,040,000	8,040,000	-	-

**6 PROPERTY, PLANT AND EQUIPMENT**

Operating fixed assets  
 Capital work in progress

Note

	Mar 31, 2015 Rupees	June 30, 2014 Rupees
Operating fixed assets	241,917,408	250,089,438
Capital work in progress	8,618,686	8,732,969
	<b>250,536,094</b>	<b>258,822,407</b>

**6.1 OPERATING FIXED ASSETS - Tangible**

Opening book value

250,089,438

235,207,254

**Add:**

**Additions during the period (at cost)**

- Building and Civil Works on Freehold Land
- Plant and machinery
- Furniture and fittings
- Office equipments
- Electric installations
- Vehicles

	-	2,035,956
	3,280,805	19,931,660
	-	26,600
	47,619	168,683
	59,900	203,948
	<b>3,647,000</b>	<b>14,502,554</b>
	<b>7,035,324</b>	<b>36,869,401</b>

**Less:**

**Disposal during the period (at net book value)**

- Electric installations
- Vehicles

	-	27,439
	133,284	1,136,988

**Depreciation charged during the period**

	15,074,070	20,822,789
	15,207,354	21,987,216

**Closing book value**

**241,917,408**

**250,089,438**



**SAZGAR ENGINEERING WORKS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

				Unaudited	Audited
				Mar 31, 2015 Rupees	June 30, 2014 Rupees
<b>7</b>	<b>INTANGIBLE ASSETS</b>				
	Opening book value			448,976	606,229
	Add: additions during the period			13,500	65,500
				<b>462,476</b>	671,729
	Less: amortization charged during the period			171,832	222,753
	Closing book value			<b>290,644</b>	448,976
<b>8</b>	<b>SALES - NET</b>				
	Note	Jan-Mar 2015 Rupees	Jan-Mar 2014 Rupees	July-Mar 2015 Rupees	July-Mar 2014 Rupees
	Gross sales	889,355,538	759,453,343	2,232,668,565	1,923,270,988
	Less: Sales tax	134,450,369	114,627,506	336,455,139	288,159,983
	Sales returns	2,227,804	1,293,095	5,100,939	7,716,595
	Commission	13,151,368	9,364,400	27,130,721	29,112,001
		<b>149,829,541</b>	125,285,001	<b>368,686,799</b>	324,988,579
		<b>739,525,997</b>	634,168,342	<b>1,863,981,766</b>	1,598,282,419
<b>9</b>	<b>COST OF SALES</b>				
	Raw materials and components consumed	549,295,637	486,350,610	1,427,251,158	1,298,770,258
	Salaries, wages and other benefits	42,765,346	33,342,406	134,974,818	103,545,579
	Stores, spares and loose tools consumed	8,042,128	6,606,849	19,863,497	20,910,086
	Power and fuel charges	15,054,753	12,542,743	38,023,644	38,632,944
	Repair and maintenance	14,301,780	6,909,008	36,619,401	21,116,220
	Other expenses	1,485,824	923,599	4,625,600	3,913,879
	Depreciation & Amortization	3,509,507	3,535,382	10,384,250	10,461,561
		<b>634,454,975</b>	550,210,597	<b>1,671,742,368</b>	1,497,350,526
	Opening work-in-process	12,839,280	15,203,700	16,685,065	7,897,939
	Closing work-in-process	<b>(16,972,358)</b>	<b>(15,472,165)</b>	<b>(16,972,358)</b>	<b>(15,472,165)</b>
	Cost of goods manufactured	630,321,897	549,942,133	1,671,455,075	1,489,776,301
	Opening finished goods	167,264,021	163,904,644	134,163,421	91,927,686
	Cost of finished goods purchased during the period	-	-	8,455,181	-
	Closing finished goods	<b>(129,239,665)</b>	<b>(144,627,247)</b>	<b>(129,239,665)</b>	<b>(144,627,247)</b>
		<b>668,346,253</b>	569,219,530	<b>1,684,834,012</b>	1,437,076,740
<b>10</b>	<b>TAXATION</b>				
	<b>Current</b>				
	For the period	10.1 12,549,696	14,081,144	26,507,680	27,023,685
	Prior Year	-	-	(6,530,221)	(136,730)
	<b>Deferred</b>				
	For the period	<b>(57,758)</b>	(867,532)	<b>(521,474)</b>	(2,124,085)
		<b>12,491,938</b>	13,213,612	<b>19,455,985</b>	24,762,870

10.1 The rate of tax has decreased from 34% to 33% during the period.

**SAZGAR ENGINEERING WORKS LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

	Jan-Mar 2015 Rupees	Jan-Mar 2014 Rupees	July-Mar 2015 Rupees	July-Mar 2014 Rupees
<b>11 EARNINGS PER SHARE - BASIC AND DILUTED</b>				
Basic Earnings Per Share				
Profit after taxation for the period - Rupees	25,185,737	24,280,320	65,614,711	51,236,626
Weighted average number of ordinary shares outstanding during the period - Note 4	17,972,368	17,972,368	17,972,368	17,972,368
Basic & diluted earnings per share - Rupees	1.40	1.35	3.65	2.85

**12 TRANSACTIONS WITH RELATED PARTIES**

Remuneration, Allowances and benefits paid to Chief Executive and Executive Director(s)

10,735,000	10,652,581
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**13 SEGMENT RESULTS**

	Jan-Mar 2015 Rupees	Jan-Mar 2014 Rupees	July-Mar 2015 Rupees	July-Mar 2014 Rupees
<b>Segment Revenue</b>				
Home appliances	888,891	3,871,193	9,494,650	4,116,217
Auto parts	95,827,091	28,104,680	325,638,129	168,255,536
Auto rickshaw	642,810,015	602,192,469	1,528,848,987	1,425,910,666
<b>Total</b>	<b>739,525,997</b>	<b>634,168,342</b>	<b>1,863,981,766</b>	<b>1,598,282,419</b>
<b>Segment operating results</b>				
Home appliances	(147,248)	(57,889)	29,987	(362,756)
Auto parts	991,270	(5,765,186)	3,575,514	(5,369,429)
Auto rickshaw	40,468,303	45,998,905	91,789,209	89,227,208
<b>Total</b>	<b>41,312,324</b>	<b>40,175,832</b>	<b>95,394,709</b>	<b>83,495,025</b>

**14 DATE OF AUTHORIZATION FOR ISSUE**

The Board of Directors of the Company has authorized these condensed interim financial statements for issue on April 23, 2015.

**15 GENERAL**

The figures have been rounded off to the nearest Rupee.

  
**MIAN ASAD HAMEED**  
**CHIEF EXECUTIVE**

  
**SAEED IQBAL KHAN**  
**DIRECTOR**



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