

# Oman Telecommunications Company SAOG

## STATEMENT OF CASH FLOWS

For the year ended 31 December 2017

	<i>Parent Company</i>		<i>Consolidated</i>	
	<i>2017</i>	<i>2016</i>	<i>2017</i>	<i>2016</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<b>Operating activities</b>				
Profit before tax from continuing operations	82,395	133,683	116,111	133,686
Loss before tax from discontinuing operations	-	-	(3,023)	(2,083)
Adjustments for:				
Depreciation and amortisation	115,163	101,828	151,729	102,768
Profit on sale of property, plant and equipment	(39)	(478)	(246)	-
Investment income	(419)	(82)	(853)	(82)
Dividend income	(2,327)	(2,210)	(1,395)	(1,433)
Share of results of associates and joint controlled entity	-	-	(4,581)	(1,172)
Gain on deconsolidation of a subsidiary	-	-	(2,676)	-
Interest income	(1,806)	(2,991)	(11,250)	(2,991)
Interest expense	11,439	-	20,050	1,295
Impairment losses on investment in a subsidiary	4,430	-	-	-
(Gain) / loss on exchange translation	-	-	14,957	(478)
Impairment loss on property, plant and equipment	-	-	20,655	-
Net monetary gain	-	-	(25,337)	-
	<u>208,836</u>	<u>229,750</u>	<u>274,141</u>	<u>229,510</u>
<b>Working capital adjustments:</b>				
Inventories	194	(1,696)	(11,593)	(1,689)
Trade and other receivables	(26,270)	530	32,737	547
Trade and other payables	14,776	(4,788)	(28,590)	(1,271)
Receivable from subsidiaries	(1,340)	(1,368)	-	-
	<u>196,196</u>	<u>222,428</u>	<u>266,695</u>	<u>227,097</u>
<b>Cash generated from operations</b>				
Interest received	1,806	2,859	10,860	2,687
Tax paid	(14,703)	(17,604)	(17,073)	(17,604)
	<u>183,299</u>	<u>207,683</u>	<u>260,482</u>	<u>212,180</u>
<b>Investing activities</b>				
Net purchase of property, plant and equipment	(129,684)	(149,396)	(188,526)	(152,653)
Proceeds from sale of property, plant and equipment	46	379	49	379
Purchase of intangibles	(179)	(1)	(461)	(1)
Net (acquisition) / disposal of investments	16,623	(3,181)	16,627	(3,181)
Movement in fixed deposits	59,500	(10,046)	59,620	(10,046)
Investment in subsidiaries	(853,092)	(550)	-	-
Acquisition of a subsidiary (note 4)	-	-	(557,894)	-
Dividend received (including associates)	2,327	2,210	3,263	2,210
	<u>(904,459)</u>	<u>(160,585)</u>	<u>(667,322)</u>	<u>(163,292)</u>
<b>Financing activities</b>				
Share capital raised from non-controlling interests	-	-	967	200
Dividend paid	(67,500)	(75,000)	(67,500)	(75,000)
Dividend paid to non-controlling interests	-	-	(666)	-
Proceeds from borrowings, net of transaction costs	852,541	-	891,093	-
Repayment of borrowings	(1,341)	-	(84,029)	(238)
Finance lease liability paid	-	-	-	(78)
Payment of put option	-	(6,634)	-	(6,634)
Interest paid	(812)	-	(6,754)	(350)
	<u>782,888</u>	<u>(81,634)</u>	<u>733,111</u>	<u>(82,100)</u>
<b>Net cash from/(used) in financing activities</b>				
<b>Net change in cash and cash equivalents</b>	<u>61,728</u>	<u>(34,536)</u>	<u>326,271</u>	<u>(33,212)</u>
Cash and cash equivalents at beginning of the year	8,456	42,992	11,768	44,980
Currency translation adjustments	-	-	(7,345)	-
	<u>70,184</u>	<u>8,456</u>	<u>330,694</u>	<u>11,768</u>
<b>Derecognition of a subsidiary</b>	-	-	(315)	-
<b>Cash and cash equivalent of discontinued operation</b>	-	-	-	(1,746)
	<u>70,184</u>	<u>8,456</u>	<u>330,379</u>	<u>10,022</u>
<b>Cash and cash equivalent of continued operation (note 5)</b>				

The attached notes 1 to 36 form part of these financial statements.