

# Oman Telecommunications Company SAOG

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 June 2016

	<i>Unaudited 6 months ended 30 June 2016 RO'000</i>	<i>Unaudited 6 months ended 30 June 2015 RO'000</i>
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	74,982	69,008
Adjustments for:		
Depreciation of property, plant and equipment	45,226	40,115
Profit on sale of property, plant and equipment	(194)	(543)
Provision for impairment of receivables – net	766	1,109
(Write back)/Provision for inventory obsolescence	(200)	529
Amortisation cost of receivables	-	(28)
Amortisation of intangible assets	4,055	3,238
Fair value gain on investments	(827)	(1,512)
Realised gain on investments held for trading –net	713	(182)
Exchange loss	-	209
Interest income	(1,286)	(1,320)
Dividend income	(699)	(997)
Interest expense	871	2,822
Share of results of associates-net	(701)	(252)
Net movement in retirement benefits	207	340
	<u>122,913</u>	<u>112,536</u>
<b>Working capital adjustments:</b>		
Inventories	(1,760)	(330)
Trade and other receivables	(7,497)	(2,293)
Prepayments	4,264	2,178
Long term receivable	-	(75)
Royalty payable	(16,658)	(15,110)
Trade and other payables	(18,234)	968
Long term deposit payable	-	(1,148)
	<u>83,028</u>	<u>96,726</u>
<b>Cash generated from operations</b>		
Interest received	1,260	1,608
Tax paid	(16,992)	(18,919)
<b>Net cash from operating activities</b>	<u>67,296</u>	<u>79,415</u>
<b>INVESTING ACTIVITIES</b>		
Net purchase of property, plant and equipment	(63,143)	(56,121)
Net acquisition of investments	(134)	(9,214)
Purchase of intangibles	-	(1)
Proceeds from sales of property, plant and equipment	195	731
Dividend received	1,386	1,825
Movement in short term deposits	35,456	33,548
<b>Net cash used in investing activities</b>	<u>(26,240)</u>	<u>(29,232)</u>
<b>FINANCING ACTIVITIES</b>		
Share capital raised from non-controlling interests	200	-
Borrowings – net	(7,237)	206
Interest paid	(487)	(852)
Finance lease liability paid	(39)	(41)
Dividend paid	(45,000)	(56,250)
<b>Net cash used in financing activities</b>	<u>(52,563)</u>	<u>(56,937)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		
Cash and cash equivalents at beginning of the period	44,981	48,828
Currency translation adjustment	(3)	(35)
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<u>33,471</u>	<u>42,039</u>

The attached notes 1 to 46 form part of these interim consolidated financial statements.