

Oman Telecommunications Company SAOG

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 30 September 2017

	<i>Unaudited 9 month ended 30 September 2017 RO'000</i>	<i>Unaudited 9 month ended 30 September 2016 RO'000</i>
OPERATING ACTIVITIES		
Profit before taxation from continuing operations	73,543	109,310
Loss before taxation from discontinued operations	(346)	(1,999)
	<u>73,197</u>	<u>107,311</u>
Adjustments for:		
Depreciation of property, plant and equipment	80,618	68,649
Profit on sale of property, plant and equipment	(35)	(391)
Provision for impairment of receivables – net	4,403	1,365
Release/provision for inventory obsolescence	209	(292)
Amortisation of intangible assets	6,417	6,132
Fair value loss (gain) on investments	62	(426)
Realised loss on investments held for trading –net	148	736
Interest income	(1,261)	(1,901)
Dividend income	(1,217)	(829)
Interest expense	2,511	1,485
Amortisation of transaction cost	543	-
Share of results of associates	(2,258)	(924)
Gain on de-recognition of a subsidiary	(2,676)	-
Net movement in retirement benefits	101	258
	<u>160,762</u>	<u>181,173</u>
Working capital adjustments:		
Inventories	(926)	(717)
Trade and other receivables	(35,463)	(4,421)
Prepayments	1,088	5,969
Royalty payable	9,486	(8,174)
Trade and other payables	4,871	(3,434)
	<u>139,818</u>	<u>170,396</u>
Cash generated from operations		
Voluntary end of service	(3,905)	(4,340)
Interest received	1,749	1,571
Tax paid	(14,703)	(17,604)
Net cash from operating activities	<u>122,959</u>	<u>150,023</u>
INVESTING ACTIVITIES		
Net purchase of property, plant and equipment	(95,202)	(97,869)
Net acquisition of investments	8,000	(605)
Proceeds from sales of property, plant and equipment	42	488
Investment in an associate	(327,986)	-
Dividend received (including associates)	2,103	1,606
Proceeds from held to maturity investments	3,420	-
Proceeds from fixed deposits	59,500	14,956
Net cash used in investing activities	<u>(350,123)</u>	<u>(81,424)</u>
FINANCING ACTIVITIES		
Share capital raised from non-controlling interests	-	200
Proceeds from borrowings	333,944	-
Repayment of borrowings	(764)	(7,623)
Interest paid	(877)	(592)
Transaction costs on borrowings	(3,998)	-
Finance lease liability paid	(58)	(58)
Dividend paid	(67,500)	(75,000)
Net cash from (used in) financing activities	<u>260,747</u>	<u>(83,073)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	33,583	(14,474)
Cash and cash equivalents at beginning of the period	11,769	44,980
De recognition of cash balance of a subsidiary (note 5)	(315)	-
Currency translation adjustment	-	(1)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u><u>45,037</u></u>	<u><u>30,505</u></u>

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