

MUSCAT FINANCE SAOG

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Statement of cash flows for the year ended 31 December 2017

	2017 US \$'000	2016 US \$'000	2017 RO'000	2016 RO'000
Operating activities				
Profit before tax	12,038	14,451	4,635	5,564
Adjustments for:				
Depreciation	83	130	32	50
Interest expense	10,130	10,577	3,900	4,072
End of service benefits	114	96	44	37
Unrealised loss on forward exchange contracts	8	171	3	66
Impairment of finance debtors	4,182	3,599	1,610	1,386
Operating profit before working capital changes	26,555	29,024	10,224	11,175
<i>Changes in working capital</i>				
Investments in finance leases	16,460	7,198	6,337	2,771
Other receivables and prepayments	(62)	584	(24)	225
Other liabilities	2,843	(9,909)	1,094	(3,815)
Cash from / (used in) operations	45,796	26,897	17,631	10,356
Interest paid	(10,557)	(9,886)	(4,064)	(3,787)
Income tax paid	(2,148)	(1,878)	(827)	(723)
End of service benefits paid	(106)	(75)	(41)	(29)
Net cash from / (used in) operating activities	32,985	15,108	12,699	5,817
Investing activities				
Deposit with Central Bank of Oman	-	(104)	-	(40)
Purchase of vehicles and equipment	(29)	(88)	(11)	(34)
Net cash used in investing activities	(29)	(192)	(11)	(74)
Financing activities				
Long-term loans received	52,444	49,784	20,191	19,167
Long-term loans repaid	(77,610)	(59,343)	(29,880)	(22,847)
Corporate deposits received	23,195	43,184	8,930	16,626
Corporate deposits repaid	(39,229)	(27,719)	(15,103)	(10,672)
Net change in short-term loans	14,805	(6,499)	5,700	(2,502)
Net change in bonds issue	-	(5,195)	-	(2,000)
Dividends paid	(6,927)	(6,534)	(2,667)	(2,516)
Net cash (used in) / from financing Activities	(33,322)	(12,322)	(12,829)	(4,744)
Net change in cash and cash equivalents	(366)	2,594	(141)	999
Cash and bank balances	6,709	6,738	2,583	2,594
Bank overdraft	(2,652)	(5,275)	(1,021)	(2,031)
Cash and cash equivalents at beginning of the year	4,057	1,463	1,562	563
Cash and bank balances	4,977	6,709	1,916	2,583
Bank overdraft	(1,286)	(2,652)	(495)	(1,021)
Cash and cash equivalents at end of the year (note 5)	3,691	4,057	1,421	1,562

The accompanying notes form an integral part of these financial statements