

MUSCAT FINANCE SAOG

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Statement of cash flows for the year ended 31 December 2019

	2019 US \$'000	2018 US \$'000	2019 RO'000	2018 RO'000
Operating activities				
Profit before tax	1,332	12,101	513	4,659
Adjustments for:				
Depreciation	190	60	73	23
Interest expense	12,592	11,145	4,848	4,292
End of service benefits	94	106	36	41
Unrealised loss on forward exchange contracts	-	(179)	-	(69)
Impairment of finance debtors	13,779	6,330	5,305	2,437
Operating profit before working capital changes	27,987	29,563	10,775	11,383
<i>Changes in working capital</i>				
Investments in finance leases	52,842	(56,036)	20,344	(21,574)
Other receivables and prepayments	174	44	67	17
Other liabilities	(10,109)	6,516	(3,892)	2,510
Cash generated from / (used in) operations	70,894	(19,913)	27,294	(7,664)
Interest paid	(13,356)	(10,745)	(5,142)	(4,139)
Income tax paid	(743)	(708)	(286)	(273)
End of service benefits paid	(47)	(18)	(18)	(7)
Net cash from / (used in) operating activities	56,748	(31,384)	21,848	(12,083)
Investing activities				
Purchase of vehicles and equipment	(57)	(57)	(22)	(22)
Additions to capital work in progress	(151)	(125)	(58)	(48)
Net cash used in investing activities	(208)	(182)	(80)	(70)
Financing activities				
Long-term loans received	91,429	63,626	35,200	24,496
Long-term loans repaid	(63,865)	(85,512)	(24,588)	(32,922)
Corporate deposits received	21,790	41,722	8,389	16,063
Corporate deposits repaid	(35,987)	(31,179)	(13,855)	(12,004)
Net change in short-term loans	(54,156)	52,338	(20,850)	20,150
Repayment of bonds on maturity	(12,987)	-	(5,000)	-
Lease liabilities paid	(78)	-	(30)	-
Dividends paid	(4,865)	(5,930)	(1,873)	(2,283)
Net cash (used in) / from financing activities	(58,719)	35,065	(22,607)	13,500
Net change in cash and cash equivalents	(2,179)	3,499	(839)	1,347
Cash and bank balances	10,476	4,977	4,033	1,916
Bank overdraft	(3,286)	(1,286)	(1,265)	(495)
Cash and cash equivalents at beginning of the year	7,190	3,691	2,768	1,421
Cash and bank balances	6,176	10,476	2,378	4,033
Bank overdraft	(1,165)	(3,286)	(449)	(1,265)
Cash and cash equivalents at end of the year (note 5)	5,011	7,190	1,929	2,768

The accompanying notes form an integral part of these financial statements