

RAYSUT CEMENT COMPANY SAOG AND ITS SUBSIDIARIES

Consolidated and parent company statement of cash flows for the nine months period ended 30 September 2019

	Parent		Consolidated	
	30 September 2019 RO	30 September 2018 RO	30 September 2019 RO	30 September 2018 RO
Operating activities				
Profit before taxation	679,783	3,224,455	1,014,396	2,895,671
Adjustments for:				
Depreciation	3,717,931	3,608,726	5,636,066	5,052,225
Allowance for doubtful debts	33,687	(70,138)	33,687	(271,870)
Allowance for slow-moving inventories	20,000	90,000	43,659	112,547
Impairment of limestone mines	-	-	-	(414,929)
End of service benefits	78,021	89,888	104,461	167,210
Interest expense	1,252,534	640,619	1,492,010	640,619
Interest income	(22,495)	(33,240)	(22,495)	(50,729)
Dividend income	(199,273)	(3,827,748)	(199,273)	(159,825)
Amortisation of deferred costs	6,075	6,075	361,189	222,325
Increase in fair value of financial assets at fair value through profit or loss	329,264	839,436	329,264	839,436
(Profit)/Loss on Sale of assets	-	(3,800)	-	(2,892,800)
Changes in:				
Trade receivables	(2,994,588)	(2,111,213)	(5,892,097)	(6,266,513)
Prepayments and other receivables	(1,437,390)	(3,963,317)	(1,012,372)	(2,433,661)
Inventories	(3,241,113)	(4,782,891)	(4,767,322)	(3,728,762)
Trade and other payables	2,003,760	5,063,826	2,836,004	4,633,442
Cash (used in) / generated from operations	226,196	(1,229,322)	(42,823)	(1,655,613)
Payment of end of service benefits	(174,482)	(28,988)	(260,676)	(77,185)
Income tax paid	(847,527)	(1,263,769)	(1,184,531)	(1,263,769)
Net cash (used in) / from operating activities	(795,813)	(2,522,079)	(1,488,030)	(2,996,568)
Investing activities				
Investment in subsidiaries	(12,742,335)	-	(12,742,335)	-
Proceed from sales of assets	-	3,800	-	3,800
Dividend Income	-	3,667,923	-	-
Dividends received from subsidiary	199,273	159,825	199,273	159,825
Deferred costs	-	-	-	(1,833,378)
Advances repaid by subsidiary	(500,093)	400,000	-	-
Proceeds from term deposits – net	-	5,000,000	-	8,156,000
Interest received	24,173	99,240	24,173	146,952
Proceeds from disposal of property, plant and equipment	-	-	-	2,889,000
Purchase of property, plant and equipment	(4,161,630)	(1,531,026)	(5,221,906)	(2,193,161)
Net cash generated from investing activities	(17,180,612)	7,799,762	(17,740,795)	7,329,038
Financing activities				
Repayment of term loans	(3,309,989)	(2,937,500)	(4,080,439)	(2,937,500)
Dividends paid	(2,500,000)	(5,800,000)	(2,500,000)	(5,800,000)
Long term loan received	12,017,700	-	12,017,700	-
Short term loan received	7,393,196	2,161,224	9,237,496	2,161,224
Interest and finance costs paid	(1,327,452)	(640,619)	(1,509,009)	(640,619)
Net cash used in financing activities	12,273,455	(7,216,895)	13,165,748	(7,216,895)
Net decrease in cash and cash equivalents	(5,702,970)	(1,939,212)	(6,063,077)	(2,884,425)
Cash and cash equivalents at beginning of the period	5,792,841	3,248,601	6,451,131	5,130,896
Cash and cash equivalents at the end of the period (Note 20)	89,871	1,309,389	388,054	2,246,471

The accompanying notes form an integral part of these financial statements