

## RAYSUT CEMENT COMPANY SAOG AND ITS SUBSIDIARIES

PARENT COMPANY AND CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FIRST QUARTER ENDED 31 March 2021

	Note	Parent		Consolidated	
		31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
<b>Cash flows from operating activities</b>					
(Loss) / profit before taxation		5,378	(4,325,511)	106,314	(4,237,262)
<b>Adjustments for:</b>					
Depreciation on property, plant and equipment	9	985,493	938,223	1,697,185	1,706,051
Related party balance provision / write off	13	-	-	-	-
Depreciation of right-of-use assets	10	56,101	426,032	89,206	576,471
Derecognition of right-of-use assets and lease liabilities (net)	10	(717,616)	(389,593)	-	(710,539)
Allowance for expected credit losses	16 & 18	-	132,676	(37,271)	132,676
Allowance for slow-moving inventories	15	30,000	-	37,890	7,890
End of service benefits charge for the year	28	29,337	27,681	50,269	47,586
Interest expense	37	406,444	441,074	605,996	593,876
Interest expense on lease liabilities	37	56,366	198,121	86,223	294,333
Interest income	37	-	(80)	-	(80)
Investment income	38	-	-	-	-
Amortization of Deferred expenses		7,086	-	-	479,532
Impairment / share of loss from an associate	11	-	-	6,587	-
Unrealised income on derecognition of right-of use assets and lease liabilities		-	-	-	-
Decrease in fair value of financial assets at fair value through profit or loss	17	(172,028)	580,356	(172,028)	580,356
Profit on disposal of property, plant and equipment		-	-	(483,869)	-
<b>Changes in:</b>					
Trade receivables		(3,452,200)	(2,000,369)	(2,671,683)	(1,120,198)
Prepayments and other receivables		(720,786)	(1,831,904)	(2,313,165)	(4,421,676)
Inventories		2,466,162	4,338,845	3,113,487	4,906,693
Trade and other payables		3,447,957	2,461,033	3,006,984	2,719,988
<b>Cash generated from operations</b>		<b>2,427,693</b>	<b>996,584</b>	<b>3,122,125</b>	<b>1,555,697</b>
Payment of end of service benefits	28	(16,747)	(29,855)	(41,743)	(53,191)
Income tax paid		-	(228,061)	-	(228,061)
<b>Net cash generated from operating activities</b>		<b>2,410,946</b>	<b>738,668</b>	<b>3,080,382</b>	<b>1,274,445</b>
<b>Cash flows from investing activities</b>					
Investment in subsidiaries (net of transfer)	12	-	-	-	-
Proceeds from disposal of property, plant and equipment		-	-	483,869	-
Dividend income received on financial assets at fair value of through profit or loss	38	-	-	-	-
Dividends received from a subsidiary		-	-	-	-
Interest received	37	-	80	-	80
Purchase of property, plant and equipment	9	(104,275)	(447,041)	(687,133)	(502,609)
<b>Net cash used in investing activities</b>		<b>(104,275)</b>	<b>(446,961)</b>	<b>(203,264)</b>	<b>(502,529)</b>
<b>Cash flows from financing activities</b>					
Term loans (net of repayment)		-	(1,202,999)	(465,207)	(771,965)
Repayment of principal portion of lease		(32,212)	(324,794)	(42,363)	(749,715)
Repayment of interest on lease		(47,808)	(148,424)	(68,204)	(266,828)
Movement in ROU Assets/liabilities on derecognition		(717,616)	-	-	-
Dividends paid		-	-	-	-
Movement in short term loans - net		(814,094)	1,732,099	(1,631,399)	2,007,254
Interest and finance costs paid		(159,109)	(147,624)	(200,258)	(349,544)
<b>Net cash used in from financing activities</b>		<b>(1,770,837)</b>	<b>(91,742)</b>	<b>(2,407,430)</b>	<b>(130,798)</b>
<b>Net changes in cash and cash equivalents during the period</b>		<b>535,834</b>	<b>199,965</b>	<b>469,688</b>	<b>641,118</b>
Cash and cash equivalents at the beginning of the year		(5,087,132)	(3,695,379)	(4,257,958)	(3,417,674)
<b>Cash and cash equivalents at the end of the period</b>	43	<b>(4,551,298)</b>	<b>(3,495,414)</b>	<b>(3,788,270)</b>	<b>(2,776,556)</b>

The notes on pages 6 to 52 form an integral part of these financial statements.