

RAYSUT CEMENT COMPANY SAOG AND ITS SUBSIDIARIES

Parent company and consolidated statement of cash flows
for the half year ended 30 June 2021

	Note	Parent		Consolidated	
		30-Jun-21	30-Jun-20	30-Jun-21	30-Jun-20
Cash flows from operating activities					
(Loss) / profit before taxation		(3,589,064)	(10,916,935)	(3,171,058)	(11,192,392)
Adjustments for:					
Depreciation on property, plant and equipment	9	1,971,750	1,996,614	3,339,599	3,549,626
Related party balance provision / write off	13	-	-	-	-
Depreciation of right-of-use assets	10	112,201	852,065	173,606	1,155,908
Derecognition of right-of-use assets and lease liabilities (net)	10	(1,076,445)	(1,415,490)	-	(2,556,567)
Allowance for expected credit losses	16 & 18	-	169,972	(114,014)	406,635
Allowance for slow-moving inventories	15	60,000	60,000	75,780	75,780
End of service benefits charge for the year	28	29,337	55,362	67,574	96,407
Interest expense	37	824,044	963,040	1,170,064	1,259,896
Interest expense on lease liabilities	37	95,615	391,660	176,575	759,699
Interest income	37	-	(80)	-	(80)
Investment income	38	(75,478)	(51,608)	(75,478)	(51,608)
Amortization of Deferred expenses		97,086	-	-	479,532
Impairment / share of loss from an associate	11	-	-	-	-
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	(527,415)	314,315	(527,415)	314,315
Profit on disposal of property, plant and equipment		-	-	(471,159)	-
Changes in:					
Trade receivables		(8,193,603)	2,572,291	(4,892,548)	2,661,452
Prepayments and other receivables		(599,193)	355,855	(2,418,407)	(3,781,380)
Inventories		6,359,797	3,781,416	6,019,562	2,391,938
Trade and other payables		7,912,692	5,074,021	13,392,606	9,256,435
Cash generated from operations		3,401,324	4,202,498	12,736,899	4,825,596
Payment of end of service benefits	28	(16,747)	(61,688)	(90,861)	(88,699)
Income tax paid		-	(228,061)	-	(228,061)
Net cash generated from operating activities		3,384,576	3,912,749	12,646,037	4,508,836
Cash flows from investing activities					
Investment in subsidiaries (net of transfer)	12	-	3,850	-	3,850
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	75,478	51,608	75,478	51,608
Dividends received from a subsidiary		-	-	-	-
Interest received	37	-	80	-	80
Purchase of property, plant and equipment	9	(147,586)	(5,014,643)	(8,177,284)	(5,340,628)
Net cash used in investing activities		(72,108)	(4,959,105)	(7,617,938)	(5,285,090)
Cash flows from financing activities					
Term loans (net of repayment)		-	(1,202,999)	(126,004)	(1,202,999)
Repayment of principal portion of lease		(64,424)	(201,010)	(74,575)	440,976
Repayment of interest on lease		(95,616)	-	(116,011)	-
Movement in ROU Assets/liabilities on derecognition		(194,771)	-	-	-
Dividends paid		-	-	-	-
Movement in short term loans - net		(814,094)	1,925,927	(1,968,848)	2,201,082
Interest and finance costs paid		(566,319)	(719,655)	(908,941)	(934,250)
Net cash used in from financing activities		(1,735,222)	(197,737)	(3,194,380)	504,809
Net changes in cash and cash equivalents during the period		1,577,246	(1,244,093)	1,833,721	(271,445)
Cash and cash equivalents at the beginning of the year		(5,087,132)	(3,695,379)	(4,257,958)	(3,417,674)
Cash and cash equivalents at the end of the period	43	(3,509,886)	(4,939,472)	(2,424,237)	(3,689,119)

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