

**MUSCAT GASES COMPANY SAOG**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2020**

	<u>Note</u>	<u>2020</u> <u>RO</u>	<u>2019</u> <u>RO</u>
<b>Cash flows from operating activities</b>			
Profit for the year before taxation		479,944	429,811
Adjustments for:			
Interest income		(110,161)	(77,625)
Gain on disposal of property, plant and equipment		(45,155)	-
Depreciation on property, plant and equipment	4	299,350	213,730
Depreciation on right-of-use assets	5	28,737	28,659
Share of loss/(profit) from associate	6	253,003	(9,519)
Gain on disposal of investment in an associate	6	(453,610)	
(Reversal)/allowance for slow-moving inventories (net)	7	(24,578)	3,000
Allowance for expected credit loss (net)	8	3,622	(7,147)
Accrual of employees' end of service benefits	15	13,514	9,142
Finance charges	23	98,183	59,825
<b>Cash flows from operations before working capital changes</b>		<u>542,849</u>	<u>649,876</u>
Increase in inventories		(31,832)	(18,743)
Increase in trade and other receivables		(111,335)	(750,425)
Increase in trade and other payables		695,322	589,495
<b>Cash generated from operations</b>		<u>1,095,004</u>	470,203
Income tax paid	17	(43,813)	(87,941)
Employees' end of service benefits paid	15	(8,575)	(6,111)
<b>Net cash from operating activities</b>		<u>1,042,616</u>	<u>376,151</u>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	4	(330,551)	(837,713)
Proceeds from disposal of property, plant and equipment	4	45,155	-
Proceeds from disposal of investment in an associate	6	2,050,000	-
Interest received		110,161	77,625
<b>Net cash from/(used in) investing activities</b>		<u>1,874,765</u>	<u>(760,088)</u>
<b>Cash flows from financing activities</b>			
Term loans (net)		(186,352)	800,714
Finance charges on lease liabilities		17,951	17,180
Lease liabilities paid		(45,934)	(31,960)
Abatement received		(3,750)	-
Dividends paid		(600,000)	-
Finance charges paid		(98,183)	(59,825)
<b>Net cash (used in)/from financing activities</b>		<u>(916,268)</u>	<u>726,109</u>
<b>Net change in cash and cash equivalents during the year</b>		2,001,113	342,172
Cash and cash equivalents at the beginning of the year		2,538,938	2,196,766
<b>Cash and cash equivalents at the end of the year</b>	9	<u>4,540,051</u>	<u>2,538,938</u>

The notes on pages 12 to 42 form part of these financial statements.