

**MUSCAT GASES COMPANY SAOG AND ITS SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

	<u>Note</u>	<u>Group</u> <u>2021</u> <u>RO</u>	<u>Parent</u> <u>Company</u> <u>2021</u> <u>RO</u>	<u>Parent</u> <u>Company</u> <u>2020</u> <u>RO</u>
<b>Cash flows from operating activities</b>				
Profit for the year before taxation		173,426	91,479	479,944
Adjustments for:				
Interest income		(125,138)	(125,138)	(110,161)
Gain on disposal of property, plant and equipment		(38,494)	(8,244)	(45,155)
Depreciation on property, plant and equipment	4	253,125	203,285	299,350
Depreciation on right-of-use assets	7	28,659	28,659	28,737
Share of loss from associate	6	-	-	253,003
Gain on disposal of investment in an associate	6	-	-	(453,610)
Allowance for slow-moving inventories (net)	8	-	-	(24,578)
Allowance for expected credit loss (net)	9	2,317	2,317	3,622
Accrual of employees' end of service benefits	16	15,141	14,164	13,514
Finance charges	25	82,309	81,972	98,183
<b>Cash flows from operations before working capital changes</b>		<u>391,345</u>	<u>288,494</u>	<u>542,849</u>
Increase in inventories		(922,871)	(895,089)	(31,832)
Increase in trade and other receivables		(782,468)	(859,954)	(111,335)
Increase in trade and other payables		1,027,837	1,569,293	695,322
<b>Cash (used in)/generated from operations</b>		<u>(286,157)</u>	<u>102,744</u>	<u>1,095,004</u>
Income tax paid	19	(41,538)	(41,538)	(43,813)
Employees' end of service benefits paid	16	(5,496)	(5,496)	(8,575)
<b>Net cash (used in)/from operating activities</b>		<u>(333,191)</u>	<u>55,710</u>	<u>1,042,616</u>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	4	(634,073)	(103,808)	(330,551)
Proceeds from disposal of property, plant and equipment	4	90,533	35,533	45,155
Proceeds from disposal of investment in an associate	6	-	-	2,050,000
Investment in subsidiaries		-	(1,901,475)	-
Goodwill on acquisition		(996,780)	-	-
Interest received		125,138	125,138	110,161
<b>Net cash (used in)/from investing activities</b>		<u>(1,415,182)</u>	<u>(1,844,612)</u>	<u>1,874,765</u>
<b>Cash flows from financing activities</b>				
Term loans repayments		(238,094)	(238,094)	(186,352)
Finance charges on lease liabilities		16,348	16,348	17,951
Lease liabilities paid		(32,012)	(32,012)	(45,934)
Abatement received		-	-	(3,750)
Dividends paid		(435,000)	(435,000)	(600,000)
Finance charges paid		(82,309)	(81,972)	(98,183)
<b>Net cash used in financing activities</b>		<u>(771,067)</u>	<u>(770,730)</u>	<u>(916,268)</u>
<b>Net change in cash and cash equivalents during the year</b>		<u>(2,519,440)</u>	<u>(2,559,632)</u>	<u>2,001,113</u>
Cash and cash equivalents at the beginning of the year		4,540,051	4,540,051	2,538,938
<b>Cash and cash equivalents at the end of the year</b>		<u>2,020,611</u>	<u>1,980,419</u>	<u>4,540,051</u>
<b>Cash and cash equivalents consists of :</b>				
Cash and bank balances	10	2,459,438	2,419,246	4,540,051
Bank overdraft	17	(438,827)	(438,827)	-
		<u>2,020,611</u>	<u>1,980,419</u>	<u>4,540,051</u>

The notes on pages 13 to 50 form part of these financial statements.  
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