Galfar Engineering & Contracting SAOG and its subsidiaries

Statement of cash flows

For the year ended 31 December 2019

Amount in RO '000s

	Parent Company		Consolidated (Restated)*	
	2019	2018	2019	2018
Operating activities				
(Loss) / profit before tax from continuing operations	(21,366)	7,703	(21,414)	8,792
Loss before tax from discontinued operations	-	-	-	(6,982)
(Loss) / profit before tax for the year	(21,366)	7,703	(21,414)	1,810
Adjustments for:				
Depreciation on property, plant and equipment	13,039	15,592	14,487	17,684
Amortisation of intangible assets	78	19	86	2,168
Depreciation on Right of use assets	579	-	684	-
Finance cost, net	6,670	7,229	6,846	13,868
Share of loss of associates	-	-	(167)	144
Gain on disposal of plant and equipment	(1,608)	(2,061)	(1,636)	(2,149)
Impairment loss for investment in subsidiaries & associates	149	1,500	-	-
Provision for end of service benefits	1,890	1,948	1,971	2,068
Working capital movements:				
Inventories	63	962	(569)	1,396
Contract, trade and other receivables	60,465	(29,841)	62,834	(31,649)
Trade payables, other payables and provisions	(17,516)	8,420	(19,234)	18,289
Non-current operating assets/liabilities changes:				
Retention receivables	5,931	15,149	5,931	15,043
Advance and other payable	-	-	-	1,203
Advance payable	3,441	(15,244)	3,441	(15,244)
Employees' end of service benefits paid	(1,683)	(967)	(1,700)	(1,134)
Income tax paid	(898)	-	(1,066)	(163)
Net cash flows from operating activities	49,234	10,409	50,494	23,334
Investing activities				
Purchase of property, plant and equipment	(1,793)	(4,724)	(2,679)	(5,848)
Disposal of property, plant and equipment	1,738	2,273	1,964	2,808
Movement in intangible assets	(181)	(156)	(189)	4,733
Investment in associates and subsidiaries	1,720	(2,900)	1,732	(611)
Bank deposits	1,350	296	1,351	274
Interest income	278	94	278	385
Net cash from / (used in) investing activities	3,112	(5,117)	2,457	1,741
Financing activities				
Repayment of term loans	(30,924)	(34,971)	(31,927)	3,751
Proceeds from term loans	1,000	44,000	1,304	-
Repayment of Short term loans	(56,700)	(76,800)	(56,700)	(82,677)
Proceeds from Short term loans	54,500	75,150	54,500	75,150
Repayment of Bank borrowings	(10,647)	(6,517)	(10,590)	(7,457)
Lease payments	(693)	-	(823)	-
Interest paid	(6,948)	(7,323)	(7,124)	(14,253)
Net cash flows used in financing activities	(50,412)	(6,461)	(51,360)	(25,486)
Net increase/(decrease) in cash and bank balances	1,934	(1,169)	1,591	(411)
Cash and bank balances at the beginning of the year	604	1,773	2,655	3,920
Cash and bank balances at the end of the year	2,538	604	4,246	3,509
Non-Cash Transactions				
Operating activities				
Contract, trade and other receivables	(14,331)	-	(15,468)	-
Investing activities				
Investment in associates and subsidiaries	14,331	-	15,468	-
Right of use assets	(1,439)	-	(1,862)	-
Financing activities				
Lease liability	1,439	-	1,862	-

The attached notes 1 to 42 form part of these financial statements.

* Comparative information does not correspond to the 2018 financial statements and reflect adjustments incorporated as explained in note 40