

**Majan Glass Company SAOG**  
**Financial statements for the year ended 31 December 2017**

**Statement of cash flows**

	2017 RO	2016 RO
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss for the year before taxation	(1,359,019)	(1,687,128)
<i>Adjustments for:</i>		
Depreciation	1,827,712	1,987,017
Expense recognised towards employees' end of service benefits	56,255	40,006
Amortization	3,854	--
Gain on disposal of property, plant and equipment	(5,347)	(2,742)
Finance costs	178,670	56,323
Operating profit before working capital changes	702,125	393,476
<i>Changes in working capital:</i>		
Inventories	(1,549,118)	(361,147)
Accounts and other receivables	8,082	759,669
Accounts and other payables	563,117	81,424
Net cash (used in) / generated from operations	(275,794)	873,422
Income tax paid	(13,159)	(72,107)
Finance costs paid	(178,670)	(56,323)
Employees' end of service benefits settled	(22,631)	(51,761)
<b>Net cash (used in) / from operating activities</b>	<b>(490,254)</b>	<b>693,231</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(1,789,490)	(1,091,147)
Purchase of intangible assets	(22,965)	--
Proceeds from disposal of asset held for sale	--	43,540
Proceeds from disposal of property, plant and equipment	19,049	2,742
<b>Net cash used in investing activities</b>	<b>(1,793,406)</b>	<b>(1,044,865)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net movement in term loans	300,370	--
Dividend paid during the year	--	(420,233)
<b>Net cash generated from / (used in) financing activities</b>	<b>300,370</b>	<b>(420,233)</b>
Net decrease in cash and cash equivalents during the year	(1,983,290)	(771,867)
Cash and cash equivalents at the beginning of the year	(1,544,029)	(772,162)
<b>Cash and cash equivalents at the end of the year</b>	<b>(3,527,319)</b>	<b>(1,544,029)</b>
Cash and cash equivalents at the end of the year comprise:		
Bank balances and cash (note 9)	4,925	1,741
Bank borrowings (note 12)	(3,532,244)	(1,545,770)
<b>Cash and cash equivalents at the end of the year</b>	<b>(3,527,319)</b>	<b>(1,544,029)</b>

The attached notes 1 to 27 form part of these financial statements.