

Statement of cash flows
for the year ended 31 December 2018

	2018 RO	2017 RO
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the year before income tax	(2,611,556)	(1,359,019)
<i>Adjustments for:</i>		
Depreciation	1,769,321	1,827,712
Expense recognised towards employees' end of service benefits	40,027	56,255
Amortization	6,016	3,854
Gain on disposal of property, plant and equipment	(1,100)	(5,347)
Finance costs	327,837	178,670
Transfer to allowance for bad debt	19,547	0
	(449,908)	702,125
<i>Changes in</i>		
Inventories	1,390,055	(1,549,118)
Accounts and other receivables	(882,617)	8,082
Accounts and other payables	464,376	563,117
Net cash generated / (used in) from operating activities	521,906	(275,794)
Income tax paid	--	(13,159)
Finance costs paid	(327,837)	(178,670)
Employees' end of service benefits settled	(39,124)	(22,631)
Net cash from / (used in) operating activities	154,945	(490,254)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(530,858)	(1,789,490)
Purchase of intangible assets	(19,111)	(22,965)
Proceeds from disposal of property, plant and equipment	1,100	19,049
Net cash used in investing activities	(548,869)	(1,793,406)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net movement in term loans	2,018,372	300,370
Net cash generated from financing activities	2,018,372	300,370
Net increase / (decrease) in cash and cash equivalents during the year	1,624,448	(1,983,290)
Cash and cash equivalents at the beginning of the year	(3,527,319)	(1,544,029)
Cash and cash equivalents at the end of the year	(1,902,871)	(3,527,319)
Cash and cash equivalents at the end of the year comprise:		
Bank balances and cash (note 9)	3,897	4,925
Bank borrowings (note 12)	1,906,768.00	(3,532,244)
	(1,902,871)	(3,527,319)

The attached notes from page 10 to 45 form part of these financial statements.