

Statement of cash flows

	Note	Year ended 31 December 2022 RO	Year ended 31 December 2021 RO
Cash flows from operating activities:			
Loss for the year before income tax		(653,589)	(843,287)
Adjustments for:			
Depreciation on property, plant and equipment	5	916,229	1,289,290
Amortization of intangible assets	6	2,437	2,354
Depreciation on right-of-use asset	7	101,491	101,491
Loss on disposal of property, plant and equipment		-	(35,222)
Finance costs	26	356,463	402,813
Allowance for slow moving inventories	8	38,660	37,576
Allowance for expected credit losses (net)		5,000	(972)
Accrual of employees' end of service benefits		35,245	34,411
Operating profit before working capital changes		801,936	988,454
Changes in operating assets and liabilities:			
Inventories		118,006	168,721
Trade and other receivables	9	646,252	(1,719,866)
Prepayments and deposits	11	21,560	18,711
Trade and other payables	18	(1,121,023)	1,528,425
Cash generated from operations		466,731	984,445
Employees' end of service benefits paid		(43,678)	(66,220)
Net cash generated from operating activities		423,053	918,225
Cash flows from investing activities:			
Purchase of property, plant and equipment	5	(535,467)	(851,515)
Proceeds from disposal of property, plant and equipment	22	(2,224)	35,222
Net cash used in investing activities		(537,691)	(816,293)
Cash flow from financing activities:			
Net movement in long and short-term loans		569,311	(66,636)
Lease liability	7	(111,430)	(103,177)
Finance charges on lease liability	26	-	(22,255)
Finance charges paid	26	(356,463)	(380,558)
Net cash generated from/(used in) financing activities		101,418	(572,626)
Net decrease in cash and cash equivalents		(13,220)	(470,694)
Cash and cash equivalents at the beginning of the year		(968,164)	(497,470)
Cash and cash equivalents at the end of the year		(981,384)	(968,164)
Comprise of:			
Cash and bank balances (Note 12)		62,444	26,108
Bank overdraft (Note 17)		(1,043,828)	(994,272)
At 31 December		(981,384)	(968,164)

The accompanying notes on pages 9 to 30 form an integral part of these financial statements.

The report of the Auditor is set forth on page 1.