

Oman Refreshment Company SAOG and its Subsidiaries

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Parent company and consolidated statement of cash flows for the year ended 31 December 2020

	Parent		Consolidated	
	2020 RO	2019 RO	2020 RO	2019 RO
Operating activities				
Profit before tax	10,246,070	9,927,787	10,152,901	9,935,665
Adjustments for:				
Depreciation	2,161,940	2,809,803	2,279,822	2,932,168
Amortisation of Intangible assets	-	-	50,000	50,000
Amortisation of right-of-use assets	11,845	13,531	11,845	13,531
Finance income	(1,704,435)	(1,298,312)	(1,704,435)	(1,298,312)
Finance expense	256,494	126,829	256,494	126,829
Provision for employees' end of service benefits	222,373	237,463	225,330	239,679
Impairment loss on financial assets	499,721	127,240	502,569	127,240
Provision for slow moving inventories	28,347	-	28,347	-
Fair value (gain) / loss in financial assets at fair value through profit and loss	-	(734)	-	(734)
Gain on disposal of property, plant and equipment	(35,731)	(29,462)	(35,731)	(29,462)
Operating profit before changes in working capital	11,686,624	11,914,145	11,767,142	12,096,604
Changes in:				
Inventories and goods in transit	(545,988)	(1,468,601)	(492,111)	(1,578,124)
Trade and other receivables	(2,002,129)	(2,381,867)	(2,098,897)	(1,751,013)
Trade and other payables	6,845,108	5,069,335	6,744,552	4,734,059
Cash generated from operating activities	15,983,615	13,133,012	15,920,686	13,501,526
Employees' end of service benefits paid	(446,630)	(237,441)	(447,202)	(243,321)
Income tax paid	(1,285,830)	(2,246,165)	(1,300,229)	(2,257,158)
Net cash flows generated from operating activities	14,251,155	10,649,406	14,173,255	11,001,047
Investing activities				
Acquisition of property, plant and equipment (net of advances)	(1,998,582)	(3,975,801)	(2,090,813)	(4,105,458)
Proceeds from sale of property, plant and equipment	35,731	29,462	35,731	29,462
Interest received	1,762,607	1,298,312	1,762,607	1,298,312
Term deposits (net)	(8,500,000)	(2,000,000)	(8,500,000)	(2,000,000)
Net cash flows used in investing activities	(8,700,244)	(4,648,027)	(8,792,475)	(4,822,684)
Financing activities				
Dividends paid	(2,500,000)	(3,750,000)	(2,500,000)	(3,750,000)
Interest paid on borrowings	(256,494)	(128,515)	(256,494)	(128,515)
Principal repayment of lease liability	(11,845)	(11,845)	(11,845)	(11,845)
Proceeds from term loans	5,000,000	6,439,603	5,000,000	6,439,603
Repayment of term loans	(2,575,523)	(4,500,000)	(2,575,523)	(4,500,000)
Net cash flows used in financing activities	(343,862)	(1,950,757)	(343,862)	(1,950,757)
Net change in cash and cash equivalents	5,207,049	4,050,622	5,036,918	4,227,606
Cash and cash equivalents at 1 January	6,614,936	2,564,314	6,853,121	2,625,515
Cash and cash equivalents at 31 December	11,821,985	6,614,936	11,890,039	6,853,121

The accompanying notes form an integral part of these parent company and consolidated financial statements.