

# PHOENIX POWER COMPANY SAOG

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	2017 RO'000	2017 US\$'000	2016 RO'000	2016 US\$'000
<b>OPERATING ACTIVITIES</b>					
Profit before tax		18,906	49,164	23,385	60,824
Adjustments for :					
Depreciation	11	15,925	41,417	15,925	41,417
Interest – term loans and swap settlements	8	19,233	50,021	20,125	52,342
Amortisation of deferred finance costs	8	1,120	2,913	1,192	3,099
Asset retirement obligation - unwinding of discount	8	242	632	232	603
Accruals for employees' end of service benefits	21	26	66	17	43
		<u>55,452</u>	<u>144,213</u>	<u>60,876</u>	<u>158,328</u>
<b>Working capital changes:</b>					
Trade and other receivables		1,574	4,091	(2,008)	(5,219)
Accounts payable and accruals		(9,868)	(25,658)	(4,368)	(11,363)
Inventories		(301)	(783)	325	844
Cash generated from operations		<u>46,857</u>	<u>121,863</u>	<u>54,825</u>	<u>142,590</u>
Interest – term loans and swap settlements		(19,178)	(49,877)	(20,078)	(52,220)
Employees' end of service benefits paid	21	-	-	(9)	(21)
<b>Net cash generated from operating activities</b>		<u>27,679</u>	<u>71,986</u>	<u>34,738</u>	<u>90,349</u>
<b>INVESTING ACTIVITY</b>					
Investment in short term deposits	14	(1,923)	(5,000)	-	-
<b>Net cash used in investing activities</b>		<u>(1,923)</u>	<u>(5,000)</u>	<u>-</u>	<u>-</u>
<b>FINANCING ACTIVITIES</b>					
Dividend paid	17	(11,554)	(30,050)	(8,775)	(22,823)
Repayment of interest bearing loans and borrowings	18	(24,484)	(63,678)	(24,047)	(62,543)
<b>Net cash used in financing activities</b>		<u>(36,038)</u>	<u>(93,728)</u>	<u>(32,822)</u>	<u>(85,366)</u>
<b>(Decrease) Increase in cash and cash equivalent</b>		<u>(10,282)</u>	<u>(26,742)</u>	<u>1,916</u>	<u>4,983</u>
Cash and cash equivalents at 1 January		<u>22,489</u>	<u>58,490</u>	<u>20,573</u>	<u>53,507</u>
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	14	<u>12,207</u>	<u>31,748</u>	<u>22,489</u>	<u>58,490</u>

The report of the Independent Auditors' is set forth on page 2(a) to 2(d).

The attached notes 1 to 28 form part of these financial statements.