

OMAN TELECOMMUNICATIONS COMPANY SAOG
Consolidated Statement of Cash Flows – Year ended 31 December 2020

		2020	2019
	Notes	RO'000	RO '000
Cash flows from operating activities			
Profit for the year before income tax		267,187	336,792
Adjustments for:			
Depreciation and amortization	10,11,12	612,974	617,023
Expected Credit Loss on financial assets		61,118	62,859
Interest income		(6,864)	(10,632)
Investment income	21	(4,056)	(640)
Share of results of associates and joint venture	9	(1,411)	(2,657)
Gain on sale and lease back transactions	8	(7,593)	-
Gain on modification of financial liabilities	15	(13,618)	(6,606)
Other income		-	(41,359)
Finance costs		162,037	191,662
Loss from currency revaluation		17,673	16,249
Net monetary gain	33	(6,318)	(6,248)
Loss on sale of property and equipment		345	1,701
Cash flows from operating activities before working capital changes		<u>1,081,474</u>	<u>1,158,144</u>
Increase in trade and other receivables		(99,895)	(158,638)
Increase in inventories		1,193	1,652
Increase in trade and other payables and deferred revenue		8,440	21,653
<i>Cash generated from operations</i>		<u>991,212</u>	<u>1,022,811</u>
<i>Payments:</i>			
Income tax		(65,509)	(36,330)
<i>Net cash generated from operating activities</i>		<u>888,402</u>	<u>986,481</u>
Cash flows from investing activities			
Deposits maturing after three months and cash at banks under lien	4	(14,393)	(34,875)
Investments in securities-net		(938)	12,739
Investment in associate		(1,022)	(5,000)
Acquisition of property and equipment (net)		(431,247)	(448,363)
Acquisition of intangible assets (net)		(59,640)	(78,646)
Proceeds from sale of telecom assets (sale and lease back)	8	26,674	-
Net cash on acquisition of subsidiaries		(465)	(16,316)
Interest received		6,107	9,213
Dividends received		2,509	2,208
<i>Net cash used in investing activities</i>		<u>(472,415)</u>	<u>(559,040)</u>
Cash flows from financing activities			
Proceeds from bank borrowings		326,455	674,574
Repayment of bank borrowings		(562,820)	(729,279)
Repayment of lease liabilities		(75,579)	(84,127)
Dividends paid to Company's shareholders		(41,250)	(37,500)
Dividends paid to minority shareholders of subsidiaries		(134,042)	(129,863)
Non- controlling interest - rights issue by a subsidiary		276,794	-
Finance costs paid		(143,163)	(190,146)
<i>Net cash used in financing activities</i>		<u>(353,605)</u>	<u>(496,341)</u>
Net increase/ (decrease) in cash and cash equivalents		99,683	(68900)
Effects of exchange rate changes on cash and cash equivalents		(1,405)	1,133
Cash and cash equivalents at beginning of year		<u>423,175</u>	<u>490,942</u>
Cash and cash equivalents at end of year	4	<u>521,453</u>	<u>423,175</u>

The accompanying notes are an integral part of these consolidated financial statements.