

OMANI PACKAGING COMPANY SAOG

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020

	<u>Note</u>	<u>2020</u> <u>RO</u>	<u>2019</u> <u>RO</u>
Cash flows from operating activities			
Profit for the year before taxation		1,406,644	1,328,680
Adjustments for:			
Depreciation on property, plant and equipment	4	421,023	472,445
Depreciation on right-of-use assets	5	30,358	29,067
Abatement on lease liabilities		(7,296)	-
Accrual of employees' end of service benefits	12	33,712	31,687
Finance charges		27,063	70,444
Property, plant and equipment written off		6,203	19,363
Allowance for credit losses (net)		36,505	(11,403)
Cash flows from operations before working capital changes		<u>1,954,212</u>	<u>1,940,283</u>
(Increase)/decrease in inventories		(265,551)	444,663
Decrease in trade and other receivables		16,823	431,693
Increase/(decrease) in trade and other payables		50,112	(241,358)
Cash generated from operations		<u>1,755,596</u>	<u>2,575,281</u>
Income tax paid		(214,385)	(87,871)
Employees' end of service benefits paid	12	(20,578)	(81,883)
Net cash from operating activities		<u>1,520,633</u>	<u>2,405,527</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	4	(158,252)	(193,830)
Additions of right-of-use assets	5	(7,258)	-
Net cash used in investing activities		<u>(165,510)</u>	<u>(193,830)</u>
Cash flows from financing activities			
Repayment of short term borrowings		-	(500,000)
Repayment of term loan		(333,333)	(666,667)
Addition of lease liabilities		7,258	-
Lease liabilities paid		(34,050)	(25,407)
Finance charges on lease liabilities		16,539	17,396
Finance charges paid		(27,063)	(70,444)
Dividend paid		(810,897)	(486,538)
Net cash used in financing activities		<u>(1,181,546)</u>	<u>(1,731,660)</u>
Net change in cash and cash equivalents during the year		173,577	480,037
Cash and cash equivalents at the beginning of the year		542,557	62,520
Cash and cash equivalents at the end of the year	8	<u>716,134</u>	<u>542,557</u>

The notes on pages 10 to 40 form part of these financial statements.