

# Omani Qatari Telecommunications Company SAOG

## STATEMENT OF CASH FLOWS

Year ended 31 December 2012

	Notes	2012 RO'000	2011 RO'000
<b>OPERATING ACTIVITIES</b>			
Profit before tax		42,139	53,989
Adjustments for:			
Depreciation	10	29,069	24,346
Amortisation	11	3,700	3,694
Interest income		(326)	(77)
Accrual for employees' end of service benefits		315	297
Financing costs		1,577	3,074
Loss / (profit) on disposal of property, plant and equipment		388	(8)
Unwinding of discount of site restoration provision	18	100	204
<b>Operating profit before working capital changes</b>		<b>76,962</b>	<b>85,519</b>
Working capital changes:			
Inventories		(355)	(288)
Receivables and prepayments		(353)	(54)
Payables, accruals and deferred revenue		6,878	2,534
Cash from the operations		83,132	87,711
Payment of IPO incentive – shadow shares	19	(1,283)	(277)
Interest paid		(1,577)	(3,074)
Income tax paid		(6,176)	(6,450)
Employees' end of service benefits paid		(172)	(128)
<b>Net cash from operating activities</b>		<b>73,924</b>	<b>77,782</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	10	(41,373)	(42,232)
Payment of license fee	11	(350)	-
Interest income		326	77
Proceeds on disposal of property, plant and equipment		-	8
<b>Net cash used in investing activities</b>		<b>(41,397)</b>	<b>(42,147)</b>
<b>FINANCING ACTIVITIES</b>			
Repayment of term loan		(84,029)	(15,780)
Long term loan draw down		56,514	-
Dividends paid	14	(24,736)	(24,736)
<b>Net cash used in financing activities</b>		<b>(52,251)</b>	<b>(40,516)</b>
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(19,724)</b>	<b>(4,881)</b>
Cash and cash equivalents at the beginning of the year		44,462	49,343
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR</b>		<b>24,738</b>	<b>44,462</b>

Note: The amounts under purchase of property, plant and equipment represent the net additions for capital expenditure adjusted for timing differences.