

Omani Qatari Telecommunications Company SAOG

Parent Company and consolidated statement of cash flows

for the year ended 31 December

	Notes	Parent Company		Consolidated	
		2017 RO'000	2016 RO'000	2017 RO'000	2016 RO'000
Operating activities					
Profit before tax		36,683	52,770	36,459	52,770
Adjustments for:					
Depreciation	10	59,548	58,655	59,548	58,655
Amortisation	11&11A	8,192	7,047	8,192	7,047
Interest income	7	(8)	(7)	(8)	(7)
Accrual for employees' end of service benefits	19	309	525	309	525
Employee retention - long term incentive		496	1,185	496	1,185
Financing costs	7	1,637	2,135	1,637	2,135
Write-off of property and equipment – net	10	-	67	-	67
Provision made on property and equipment	10	-	740	-	740
Unwinding of discount of site restoration provision	18	454	317	454	317
Operating profit before working capital changes		107,311	123,434	107,087	123,434
Working capital changes:					
Inventories		(1,250)	1,441	(1,250)	1,441
Receivables and prepayments		383	(4,428)	364	(4,428)
Payables, accruals and deferred revenue		10,975	7,328	11,075	7,328
Cash from the operations		117,419	127,775	117,276	127,775
Interest paid		(1,637)	(2,135)	(1,637)	(2,135)
Income tax paid		(7,466)	(6,820)	(7,466)	(6,820)
Long term incentive paid		(877)	(1,125)	(877)	(1,125)
Employees' end of service benefits paid	19	(809)	(180)	(809)	(180)
Net cash from operating activities		106,630	117,515	106,487	117,515
Investing activities					
Purchase of property and equipment	10	(46,447)	(75,845)	(46,672)	(75,845)
Purchase of other intangible assets	11A	(12,736)	(1,666)	(12,736)	(1,666)
Interest income	7	8	7	8	7
Net cash used in investing activities		(59,175)	(77,504)	(59,400)	(77,504)
Financing activities					
Repayment of term loan		(25,638)	(26,626)	(25,638)	(26,626)
Repayment of revolving credit facility		(23,000)	(17,000)	(23,000)	(17,000)
Revolving credit facility draw down		23,000	17,000	23,000	17,000
Long term loan draw down		23,106	-	23,106	-
Others		-	-	500	-
Dividends paid	14	(27,340)	(26,038)	(27,340)	(26,038)
Net cash used in financing activities		(29,872)	(52,664)	(29,372)	(52,664)
Increase/ (decrease) in cash and cash equivalents		17,583	(12,653)	17,715	(12,653)
Cash and cash equivalents at the beginning of the year		15,761	28,414	15,761	28,414
Cash and cash equivalents at the end of the year	9A	33,344	15,761	33,476	15,761

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

The notes on pages 10 to 47 are an integral part of these Parent Company and consolidated financial statements. The report of the Independent Auditors' is set forth on pages 1 - 4.