

## Carve-out Statement of Cash Flows

for the year ended 31 December 2017

	2017 AED'000	2016 AED'000
<b>Cash flows from operating activities</b>		
Profit for the year	<b>1,804,207</b>	1,780,960
Adjustments for:		
Depreciation of property, plant and equipment	<b>460,653</b>	347,076
Impairment losses on receivables – net of recoveries	<b>22,417</b>	22,238
Employees' end of service benefit charge	<b>26,314</b>	29,485
Gain on disposal of property, plant and equipment	<b>(73)</b>	(3,104)
Impairment loss for slow moving and obsolete inventories	<b>3,488</b>	1,027
Inventories written off	<b>2,774</b>	11,964
Finance costs	<b>18,771</b>	–
Interest income	<b>(2,663)</b>	(2,491)
<b>Operating cash flows before movements in working capital</b>	<b>2,335,888</b>	2,187,155
Increase in inventories	<b>(256,458)</b>	(264,774)
(Increase)/decrease in trade receivables and other current assets	<b>(577,127)</b>	1,078,792
Increase in due from related parties	<b>(8,244)</b>	(32,696)
Increase/(decrease) in trade and other payables	<b>109,552</b>	(24,980)
Increase in due to related parties	<b>1,817,184</b>	1,174,308
<b>Cash generated from operating activities</b>	<b>3,420,795</b>	4,117,805
Payment of employees' end of service benefit	<b>(39,303)</b>	(70,818)
<b>Net cash generated from operating activities</b>	<b>3,381,492</b>	4,046,987
<b>Cash flows from investing activities</b>		
Payments for purchases of property, plant and equipment	<b>(736,983)</b>	(1,040,151)
Payment for transfer of property, plant and equipment from a related party	<b>(696,227)</b>	–
Payments for advances to contractors	<b>(24,955)</b>	(100,199)
Proceeds from disposal of property, plant and equipment	<b>383</b>	3,135
Increase in term deposit with maturity more than three months	<b>(30,000)</b>	–
Interest received	<b>2,663</b>	2,491
<b>Net cash used in investing activities</b>	<b>(1,485,119)</b>	(1,134,724)
<b>Cash flows from financing activities</b>		
Proceed from long term debt	<b>5,478,541</b>	–
Payment of transaction costs – revolving facility	<b>(13,810)</b>	–
Capital contribution repayment	<b>(6,304,418)</b>	–
Dividend paid	<b>(2,134,688)</b>	–
<b>Net cash used in financing activities</b>	<b>(2,974,375)</b>	–
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(1,078,002)</b>	2,912,263
Cash and cash equivalents at beginning of the year	<b>3,733,454</b>	821,191
<b>Cash and cash equivalents at end of the year (note 9)</b>	<b>2,655,452</b>	3,733,454
<b>Non-cash transactions</b>		
Accruals for property, plant and equipment	<b>207,978</b>	77,712
Advances to contractors transferred to property, plant and equipment	<b>51,418</b>	120,077
Transfer of property, plant and equipment to assets classified as held for sale	<b>74,819</b>	–
Additional capital contribution (note 12)	–	6,304,418
Transfer of accumulated losses to due to a related party (note 12)	–	36,215,583

The accompanying notes form an integral part of these carve-out financial statements.