

# Bahrain Mumtalakat Holding Company B.S.C. (c)

## CONSOLIDATED STATEMENT OF CASH FLOWS

Year Ended 31 December 2008

	2008 BD '000	Period from 29 June 2006 to 31 December 2007 BD '000
<b>OPERATING ACTIVITIES</b>		
Net (loss) income for the year/period	<b>(69,345)</b>	245,803
Adjustments for:		
Depreciation	<b>120,600</b>	145,014
Fair value (gain) loss on derivatives	<b>(100,877)</b>	141,176
Loss (gain) on investments carried at fair value through statement of income	<b>653</b>	(504)
(Gain) loss on non-trading investments	<b>(30)</b>	52
Gain on sale of investment in associate	<b>(37,417)</b>	-
Share of profits of associates	<b>(74,148)</b>	(41,833)
Impairment loss on non-trading investments	<b>314,918</b>	112,091
Impairment loss on goodwill	<b>55,309</b>	-
Provision for impairment on trade accounts and other receivables	<b>5,945</b>	3,366
Gain on asset held for sale	<b>(9,250)</b>	-
Loss on disposal and write-off of property, plant and equipment	<b>4,895</b>	2,093
Impairment loss on property, plant and equipment	<b>2,450</b>	-
Interest income	<b>(5,372)</b>	(10,673)
Interest expense	<b>42,570</b>	81,391
Employees' end of service benefits	<b>2,848</b>	3,890
Operating profit before changes in operating assets and liabilities	<b>253,749</b>	681,866
Changes in operating assets and liabilities:		
Inventories	<b>(82,313)</b>	(19,097)
Trade accounts receivable, prepayments and other assets	<b>35,611</b>	5,019
Trade accounts payable, accruals and other liabilities	<b>79,386</b>	68,088
Cash from operations	<b>286,433</b>	735,876
Interest paid	<b>(45,501)</b>	(85,614)
Derivative financial instruments	<b>(158,013)</b>	(250,922)
Employees' end of service benefits paid	<b>(2,293)</b>	(3,066)
Net cash from operating activities	<b>80,626</b>	396,274
<b>INVESTING ACTIVITIES</b>		
Investment in associates	<b>(2,477)</b>	(198,311)
Purchase of available for sale and other investments	<b>(10,493)</b>	(23,038)
Proceeds from sale of non-trading investments and other investments	<b>1,196</b>	450
Proceeds from sale of investment in associate	<b>65,000</b>	-
Purchase of property, plant and equipment	<b>(120,142)</b>	(54,398)
Proceeds from disposal of property, plant and equipment	<b>1,515</b>	8,697
Assets held for sale	<b>20,999</b>	(31,157)
Other assets	<b>(7,781)</b>	(368)
Dividends from associates	<b>56,112</b>	40,807
Net cash from (used in) investing activities	<b>3,929</b>	(257,318)

**Bahrain Mumtalakat Holding Company B.S.C. (c)**  
**CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

Year ended 31 December 2008

	<i>Period from</i>	
	<i>29 June</i>	
	<i>2006 to</i>	
	<i>31 December</i>	
	<b>2008</b>	<b>2007</b>
	<b>BD '000</b>	<b>BD '000</b>
<b>FINANCING ACTIVITIES</b>		
Issue of share capital	-	20,283
Proceeds from borrowings	<b>400,806</b>	343,544
Repayment of borrowings	<b>(334,419)</b>	(428,793)
Dividend paid to minority interests	<b>(146)</b>	(42,009)
Interest received	<b>5,372</b>	10,219
Margin deposits with brokers	<b>25,177</b>	8,861
Obligations relating to acquired entities	<b>(107,957)</b>	(87,900)
Net cash used in financing activities	<b>(11,167)</b>	(175,795)
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>73,388</b>	(36,839)
Cash and cash equivalents acquired on 29 June 2006	-	42,298
Cash and cash equivalent of subsidiary acquired on 5 May 2007	-	11,305
Cash and cash equivalent at beginning of the year	<b>16,764</b>	-
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR/ PERIOD</b>	<b>90,152</b>	16,764