

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

CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 31 December 2016

| | 2016 BD '000 | 2015 BD '000 |
|-----------------------------------------------------------------------|------------------|-----------------|
| OPERATING ACTIVITIES | | |
| Net profit for the year | 68,905 | 28,710 |
| Adjustments for: | | |
| Depreciation | 113,550 | 116,001 |
| Fair value gain on derivatives | - | (264) |
| Gain on investments carried at fair value through statement of income | (38,021) | (4,323) |
| Gain on non-trading investments | (188) | (180) |
| Share of profits of associates | (39,423) | (84,890) |
| Impairment losses | 33,510 | 245,823 |
| Provision for impairment on trade accounts and other receivables | 523 | 934 |
| Provision for impairment of inventories | 206 | 259 |
| Loss on disposal and write-off of property, plant and equipment | 422 | 564 |
| Gain on disposal of investment properties | - | (723) |
| Interest income | (3,430) | (4,055) |
| Interest expense | 24,558 | 30,099 |
| Government assistance | (12,900) | (65,000) |
| Write back of provision for other receivable | - | (68,924) |
| Write back of related party payable | - | (22,058) |
| Employees' end of service benefits | 2,867 | 3,553 |
| Operating profit before changes in operating assets and liabilities | 150,579 | 175,526 |
| Changes in operating assets and liabilities: | | |
| Inventories | (15,674) | 4,299 |
| Trade accounts receivable, prepayments and other receivables | 2,653 | (14,265) |
| Trade accounts payable, accruals and other liabilities | 24,414 | 61,510 |
| Cash from operating activities | 161,972 | 227,070 |
| Interest paid | (22,995) | (29,869) |
| Derivative financial instruments | (39) | (4,319) |
| Employees' end of service benefits paid | (2,568) | (2,897) |
| Net cash from operating activities | 136,370 | 189,985 |
| INVESTING ACTIVITIES | | |
| Investment in associates and joint venture | (27,914) | (5,000) |
| Purchase of non-trading and other investments | (24,755) | (60,957) |
| Proceeds from sale of non-trading investments and other investments | 540 | 38,258 |
| Purchase of property, plant and equipment | (220,811) | (90,150) |
| Proceeds from disposal of property, plant and equipment | 860 | 3,297 |
| Investment in properties | (9,770) | (31,515) |
| Other assets | 2,278 | 2,767 |
| Short term deposits | 24,184 | 85,807 |
| Interest received | 2,025 | 3,399 |
| Dividends from associates | 31,091 | 29,659 |
| Net cash used in investing activities | (222,272) | (24,435) |

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

Year ended 31 December 2016

| | 2016 | 2015 |
|---------------------------------------------------------|------------------|----------------|
| | BD '000 | BD '000 |
| FINANCING ACTIVITIES | | |
| Capital contribution | - | 36,260 |
| Proceeds from borrowings | 133,910 | 436,894 |
| Repayment of borrowings | (175,111) | (500,129) |
| Dividend paid to non-controlling interests | (2,508) | (8,936) |
| Movement in non-controlling interests (net) | (172) | (1,245) |
| Obligations relating to acquired entities | (30,641) | (29,907) |
| Net cash used in financing activities | (74,522) | (67,063) |
| (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS | (160,424) | 98,487 |
| Cash and cash equivalents at beginning of the year | 305,262 | 206,775 |
| CASH AND CASH EQUIVALENTS AT END OF THE YEAR | 144,838 | 305,262 |