

# GLOBAL FINANCIAL INVESTMENTS SAOG AND ITS SUBSIDIARIES

1

## Consolidated statement of cash flows for the year ended 30 September 2007

	Parent Company		Consolidated	
	30 September 2007 RO	30 September 2006 RO	30 September 2007 RO	30 September 2006 RO
<b>Operating activities</b>				
Profit for the period before tax and minority interest	1,789,458	1,109,127	4,638,525	2,378,633
Adjustments for:				
Depreciation of property, plant and equipment	6,737	5,940	743,100	766,745
loss on disposal of property, plant and equipment	-	-	2	202
Adjustment of fair value of investments	(365,415)	(504,905)	(546,421)	(516,496)
Share of profit from associate companies	-	-	(1,545,675)	(832,925)
Finance charges	150,080	103,338	233,105	179,924
Net transfer from Provision for employees' end of service indemnity	8,929	(5,361)	31,006	(10,998)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Operating profit before changes in working capital</b>	<b>1,589,789</b>	<b>708,139</b>	<b>3,553,645</b>	<b>1,965,085</b>
Changes in working capital:				
Net movements in investments	(341,364)	(3,581,273)	(1,091,185)	(3,773,175)
Trade and other receivables	(980,894)	39,656	(700,596)	(21,844)
Inventories	-	-	509,806	(463,741)
Trade and other payables	396,738	(782,373)	(22,678)	(425,376)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Cash (used in) / generated from operations</b>	<b>664,269</b>	<b>(3,615,851)</b>	<b>2,248,989</b>	<b>(2,719,051)</b>
Income tax	-	(182,403)	(184,339)	(388,540)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net cash (used in) / from operating activities</b>	<b>664,269</b>	<b>(3,798,254)</b>	<b>2,064,650</b>	<b>(3,107,591)</b>
<b>Investing activities</b>				
Purchase of property, plant and equipment	(213,961)	(221,577)	(383,789)	(409,331)
Net change in fixed deposit	-	-	(108,636)	370,553
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net cash used in investing activities</b>	<b>(213,961)</b>	<b>(221,577)</b>	<b>(492,425)</b>	<b>(38,778)</b>
<b>Financing activities</b>				
Dividends paid	(1,099,883)	(1,617,474)	(1,099,883)	(1,613,490)
Increase in Capital	2,005,436	-	2,005,437	-
Treasury shares	-	-	(66,329)	-
Net movements in bank borrowings & term loans	(1,275,227)	3,391,512	(2,121,482)	3,249,085
Net movement in minority interest	-	-	(434,526)	(493,468)
Finance charges paid	(150,080)	(103,338)	(233,105)	(179,924)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net cash from / (used in) financing activities</b>	<b>(519,754)</b>	<b>1,670,700</b>	<b>(1,949,887)</b>	<b>962,203</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(69,446)</b>	<b>(2,349,131)</b>	<b>(377,662)</b>	<b>(2,184,166)</b>
Cash and cash equivalents, at the beginning of the period	1,099,820	2,687,500	2,003,308	3,444,906
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Cash and cash equivalents, at the end of the period (Note 26)</b>	<b>1,030,374</b>	<b>338,369</b>	<b>1,625,646</b>	<b>1,260,740</b>
	<hr/>	<hr/>	<hr/>	<hr/>

The accompanying notes form an integral part of these consolidated financial statements