

# CONSOLIDATED CASH FLOW STATEMENT

FOR THE YEAR ENDED  
31 DECEMBER 2014

	2014 \$'000	2013 \$'000
<b>Cash flows from operating activities</b>		
Loss before tax	(271,980)	(4,477)
Adjusted for:		
Finance income	(2,858)	(1,671)
Finance expense	18,539	21,837
Depletion and decommissioning	88,498	91,192
Depreciation	552	739
Impairment of property, plant and equipment	80,478	-
Impairment of inventory	5,912	-
Exploration costs written off	169,897	33,053
Cost of share-based payments	3,759	5,017
Income tax charge on Egyptian revenue	(19,775)	(20,151)
Provision for Kurdistan exit	9,994	-
<b>Cash flows from operations before changes in working capital</b>	<b>83,016</b>	<b>125,539</b>
(Increase) in inventories	(878)	(966)
Decrease in trade and other receivables	30,820	35,324
Decrease in trade and other payables	(2,733)	(35)
Income taxes paid	(3,677)	(14,713)
<b>Net cash from operating activities</b>	<b>106,548</b>	<b>145,149</b>
<b>Cash flows from investing activities</b>		
Expenditure on intangible exploration and evaluation assets	(91,559)	(60,033)
Share of expenditures funded by joint venture partners	14,815	6,805
Expenditure on assets under development	(51,913)	(14,680)
Share of expenditures funded by joint venture partners	38,726	3,564
Expenditure on production assets	(23,612)	(115,647)
Proceeds from farm-outs	20,000	29,724
Interest received	716	1,623
<b>Net cash from investing activities</b>	<b>(92,827)</b>	<b>(148,644)</b>
<b>Cash flows from financing activities</b>		
Proceeds from the issue of new shares	100,139	-
Payment of share issue transaction costs	(3,275)	-
Interest paid	(12,769)	(14,109)
Borrowing fees paid	(3,983)	(15,102)
Drawdown of borrowings	-	300,000
Repayment of borrowings	(94,000)	(280,000)
<b>Net cash from financing activities</b>	<b>(13,888)</b>	<b>(9,211)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(167)</b>	<b>(12,706)</b>
Effect of foreign exchange fluctuation on cash and cash equivalents	(929)	(623)
Cash and cash equivalents at start of year	53,869	67,198
<b>Cash and cash equivalents at end of year</b>	<b>52,773</b>	<b>53,869</b>