

ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)



CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	2021	2020
OPERATING ACTIVITIES			
Profit before zakat and income tax		870,695	624,358
Adjustment to reconcile profit before zakat and income tax to net cash flows:			
Depreciation of property, plant and equipment	7	221,071	215,729
Depreciation of right-of-use assets	8	1,288	1,201
Loss on disposal of property, plant and equipment		-	541
Finance costs		15,955	5,539
Share in profit of an associate	9	(10,825)	(34,360)
Employees' defined benefits liabilities and other benefits		21,227	17,971
		<u>1,119,411</u>	<u>830,979</u>
Working capital adjustments:			
Inventories		(26,775)	(42,828)
Trade receivables		(106,518)	(16,987)
Prepayments and other current assets		(17,747)	(48,088)
Trade payable		46,180	56,134
Accruals and other current liabilities		123,837	7,246
Cash from operations		<u>1,138,388</u>	<u>786,456</u>
Employees' defined benefits liabilities and other benefits paid	19	(12,240)	(1,809)
Finance costs paid		(15,696)	(4,218)
Zakat and income tax paid	21	(52,047)	(22,836)
Net cash flows from operating activities		<u>1,058,405</u>	<u>757,593</u>
INVESTING ACTIVITIES			
Net movement in investments at fair value through profit or loss		(72,333)	-
Movement in equity investment at FVOCI	11	60,413	-
Additions to property, plant and equipment	7	(1,447,228)	(219,266)
Dividends received from an associate	9	10,317	17,874
Net movement in other non-current assets		30,949	22,669
Movement in long term retentions payable		11,615	-
Initial investment in a subsidiary by a non-controlling shareholder	30	225,394	-
Net cash flows used in investing activities		<u>(1,180,873)</u>	<u>(178,723)</u>
FINANCING ACTIVITIES			
Proceeds from Murabaha loans		1,407,700	-
Repayment of Murabaha loans		(530,000)	-
Payment of lease liabilities	8	(11,650)	(1,172)
Dividends paid		(562,617)	(563,676)
Net cash flows from / (used in) financing activities		<u>303,433</u>	<u>(564,848)</u>
NET INCREASE IN BANK BALANCES AND CASH		<u>180,965</u>	<u>14,022</u>
Bank balances and cash at the beginning of the year		<u>61,921</u>	<u>47,899</u>
BANK BALANCES AND CASH AT THE END OF THE YEAR		<u>242,886</u>	<u>61,921</u>

The attached notes 1 to 31 form an integral part of these consolidated financial statements.

ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)


CONSOLIDATED STATEMENT OF CASH FLOWS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2021

(All amounts in Saudi Riyals thousands unless otherwise stated)




NON-CASH TRANSACTIONS:

Transfer from buildings and leasehold improvements to HOP receivable	12	-	25,520
VAT on HOP houses included in HOP receivable	12	-	1,275
Transfer from HOP Receivable- current portion to Long term	12	2,012	(1,535)
Additions in right-of-use assets by crediting lease liabilities	8	182,171	-
Depreciation of right-of-use assets charged to capital work in progress	8	970	-
Financial charges on lease liabilities against right-of-use assets charged to capital work in progress	8	1,151	-
Financial charges on lease liabilities against right-of-use assets	8	523	523


KHALIFA A. AL-MULHEM
Chairman of the Board


FAHAD S. AL-MATRAFI
President & CEO


ABDULAZIZ S. AL-ARDHI
Finance & Accounting Manager

The attached notes 1 to 31 form an integral part of these consolidated financial statements.