

**A'AYAN REAL ESTATE COMPANY K.S.C.P. AND ITS SUBSIDIARIES**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**(UNAUDITED)**

For the period ended 30 September 2018



**A'AYAN REAL ESTATE**  
 الشركة في التطوير العقاري

		Nine months ended 30 September	
		2018 KD	2017 KD
<b>OPERATING ACTIVITIES</b>	Notes		
Profit for the period before tax		1,328,510	1,229,831
<i>Adjustments to reconcile profit before taxation to net cash flows:</i>			
(Gain) / loss on sale of trading properties		-	(730,488)
Loss on sale of available-for-sale financial assets		-	7,430
Gain on sale of investment property	5	(5,856)	-
Share of results of associates		(629,877)	(695,662)
Reversal of provision for impairment losses on real estate financing receivables		(9,872)	(57,127)
Unrealized loss on financial assets at fair value through profit or loss		708	-
Finance costs		515,627	542,582
Provision for employee's end of service benefits		53,552	71,169
Depreciation		9,410	12,005
		<u>1,262,202</u>	<u>379,740</u>
<i>Working capital adjustments:</i>			
Accounts receivable and prepayments		(315,305)	(4,451,055)
Real estate financing receivables		987,279	5,712,567
Trading properties		(175,715)	6,704,875
Trade and other payables		(543,525)	(558,565)
Movement in amounts due from related parties		3,306	(404)
Movement in amounts due to related parties		150	5,256
		<u>1,218,392</u>	<u>7,792,414</u>
Net cash flows from operations		<u>1,218,392</u>	<u>7,792,414</u>
Employees' end of service benefits paid		(146,214)	(73,463)
<b>Net cash flows from operating activities</b>		<u>1,072,178</u>	<u>7,718,951</u>
<b>INVESTING ACTIVITIES</b>			
Purchase of property and equipment		(15,233)	(12,819)
Proceeds from redemption of available for sale investments		-	19,242
Additions to investment properties	5	(1,505,395)	(389,552)
Proceeds from sale of investment property	5	63,460	-
Dividends received from an associate		1,264,032	1,580,040
Purchase of treasury shares		(402,040)	-
Proceeds from sale of treasury shares		61,901	-
		<u>(533,275)</u>	<u>1,196,911</u>
<b>Net cash flows (used in) from investing activities</b>		<u>(533,275)</u>	<u>1,196,911</u>
<b>FINANCING ACTIVITIES</b>			
Repayment of tawarruq payables		(1,636,536)	-
Processed from tawarruq payables		-	312,714
Finance costs paid		(468,857)	(542,582)
Dividends paid to equity holders of the Parent Company		-	(2,701,675)
		<u>(2,105,393)</u>	<u>(2,931,543)</u>
<b>Net cash flows used in financing activities</b>		<u>(2,105,393)</u>	<u>(2,931,543)</u>
<b>NET (DECREASE) INCREASE IN CASH AND BANK BALANCES</b>		<u>(1,566,490)</u>	<u>5,984,319</u>
Cash and bank balances at the beginning of the period		6,291,465	2,021,889
<b>CASH AND BANK BALANCES AT THE END OF THE PERIOD</b>		<u>4,724,975</u>	<u>8,006,208</u>
<b>Non-cash transactions excluded from the statement of cash flows are as follows:</b>			
Impact of adoption of IFRS 9 in associates		(25,293)	-

The attached notes 1 to 11 form part of this interim condensed consolidated financial information.