

## ARABIAN DRILLING COMPANY (A SAUDI JOINT STOCK COMPANY)

**CONSOLIDATED STATEMENT OF CASH FLOWS**

(All amounts in Saudi Riyals unless otherwise stated)

	Note	For the year ended 31 December 2024	2023
<b>Cash flows from operating activities</b>			
Profit before zakat and income tax		358,019,636	687,946,934
<b>Adjustment for:</b>			
Depreciation on property, plant and equipment	4	770,875,896	617,542,414
Depreciation on right-of-use assets	6.1	66,709,028	66,527,995
Impairment of property, plant and equipment	4.2	105,000,000	-
Provision for obsolete, slow moving and damaged inventories	7	2,071,414	6,141,960
Expected credit loss allowance		1,155,730	619,603
(Reversal) / impairment on assets held for sale		(3,791,407)	8,272,443
Provision for employee benefit obligations	14	47,800,608	44,062,210
Loss on disposal of non-current assets held for sale		-	6,135,271
Amortization of mobilization cost	17.1	31,847,652	16,311,937
Amortization of mobilization revenue	16.2	(146,714,147)	(85,661,234)
Finance cost	19	229,126,894	160,882,330
Finance income		(21,613,634)	(47,596,014)
		<b>1,440,487,670</b>	<b>1,481,185,849</b>
<b>Changes in working capital</b>			
Inventories		(31,001,443)	(113,342,547)
Trade and other receivables		288,624,808	(267,153,042)
Trade and other payables		148,619,462	145,152,473
Mobilization cost paid	17.1	(72,932,691)	(56,407,748)
Mobilization revenue received, net	16.2	60,999,375	277,515,100
<b>Cash generated from operations</b>		<b>1,834,797,181</b>	<b>1,466,950,085</b>
Zakat and income tax paid	20	(53,141,586)	(85,567,091)
Employees' benefit obligation paid	14	(32,055,638)	(21,296,312)
<b>Net cash generated from operating activities</b>		<b>1,749,599,957</b>	<b>1,360,086,682</b>
<b>Cash flows from investing activities</b>			
Additions to property, plant and equipment	4	(1,859,694,479)	(1,846,746,772)
Additions to intangible asset		(50,611,327)	-
Proceeds from disposal of assets held for sale		22,783,585	4,454,679
Redemption of short-term deposits		-	1,000,000,000
Finance income received		23,911,667	53,040,775
<b>Net cash used in investing activities</b>		<b>(1,863,610,554)</b>	<b>(789,251,318)</b>
<b>Cash flows from financing activities</b>			
Proceeds from long-term borrowings	13	-	499,984,900
Repayment of long-term borrowings	13	(100,000,000)	-
Principal element of lease payments	6.2	(67,167,738)	(64,760,335)
Finance cost paid		(227,611,498)	(177,500,645)
Dividends paid	26	(344,825,105)	(225,162,529)
<b>Net cash (used in) / generated from financing activities</b>		<b>(739,604,341)</b>	<b>32,561,391</b>
<b>Net change in cash and cash equivalents</b>		<b>(853,614,938)</b>	<b>603,396,755</b>
Cash and cash equivalents at the beginning of the year		1,435,421,469	832,024,714
<b>Cash and cash equivalents at the end of the year</b>	9	<b>581,806,531</b>	<b>1,435,421,469</b>
<b>Significant non-cash transactions</b>			
Transfers from property, plant and equipment to assets held for sale	4	11,670,377	19,571,214
Borrowing cost capitalized during the year	4	-	37,580,760
Accruals against liquidated damages	16.2	61,813,125	-


  
Khalid Nouh  
(Chairman)


  
Ghassan Mirdad  
(Chief Executive Officer)


  
Hubert Lafeuille  
(Chief Financial Officer)

The accompanying notes 1 through 28 form an integral part of these consolidated financial statements.