



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

	NOTES	2021 AED'000	2020 AED'000 (RESTATEd)
Cash flows from operating activities			
Profit / (loss) for the year		59,522	(284,607)
Adjustments for:			
Write-off of a vessel	5	–	197,541
Provision for impairment of vessels	5	–	12,649
Loss on disposal of vessel	5	–	9,610
Depreciation of vessels, property and equipment	5	39,659	46,113
Amortisation of right-of-use assets	6	383	730
Impairment of rights-of-use asset	6	–	230
Provision for impairment of trade receivables	9	2,142	–
Income on discounting of a financial liability to its present value	13	(3,265)	–
Provision for employees' end of service benefits	15	128	230
Finance costs	23	40,418	46,622
Liabilities no longer required written back	25	(6,661)	(1,926)
Operating cash flows before changes in operating assets and liabilities		132,326	27,192
Inventories		(1,815)	2,906
Due from a related party		(144)	–
Trade and other receivables		8,790	9,103
Trade and other payables		6,175	(6,062)
Cash generated from operations		145,332	33,139
Employees' end of service benefits paid	15	(299)	(694)
Net cash generated from operating activities		145,033	32,445
Cash flows from investing activities			
Purchase of vessels, property and equipment	5	(18,322)	(3,110)
Proceeds from disposal of vessels, property and equipment		–	5,459
Net cash (used in)/from investing activities		(18,322)	2,349
Cash flows from financing activities			
Payment of principal portion of lease liabilities	6	(422)	(1,120)
Increase in restricted cash	10	(279)	(3,177)
Payment of arrangement fee	13	(3,301)	(9,195)
Proceeds from borrowings	13	52,155	–
Repayment of borrowings	13	(148,517)	(71,479)
Proceeds from Islamic non-convertible sukuk	14	–	87,572
Loan from related parties	17	–	10,008
Repayment of loan obtained from a related party	17	(6,000)	(32,019)
Interest paid		(17,842)	(25,070)
Net cash used in financing activities		(124,206)	(44,480)
Net increase/ (decrease) in cash and cash equivalents			
During the year		2,505	(9,686)
Cash and cash equivalents at the beginning of the year		7,235	16,921
Cash and cash equivalents at the end of the year	10	9,740	7,235
Restricted cash	10	14,935	14,656
Total cash and bank balances	10	24,675	21,891



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT 31 DECEMBER 2021

1 Legal status and activities

Gulf Navigation Holding PJSC (“the Company”) is validly existing as a public joint stock company since 30 October 2006 as per the Resolution of the Ministry of Economy No. 425 of 2006 and in accordance with UAE Federal Law No. (2) of 2015 (as amended). The Company is listed on the Dubai Financial Market. The Company is primarily engaged in sea transport of oil and petroleum products and similar commodities, ship charter, shipping lines of freight and passenger transportation, sea freight and passenger charters, shipping services, sea shipping

lines agents, clearing and forwarding services, cargo loading and unloading services, cargo packaging, sea cargo services and ship management operations through its subsidiaries as listed below. The Company operates from the 39th Floor, API Trio Tower, Al Barsha, Dubai, United Arab Emirates (“UAE”). The Company and its following directly or indirectly owned subsidiaries are together referred to as the “Group” in these consolidated financial statements:

SUBSIDIARIES	PRINCIPAL ACTIVITIES	COUNTRY OF INCORPORATION	% EQUITY INTEREST INCORPORATIO	
			2021	2020
Gulf Navigation Maritime and Operations Management Owned by Gulf Navigation Holding LLC	Ship Charter, etc.	UAE	100	100
Gulf Navigation Group FZCO	Ship Charter, etc. / Ships and Boats Maintenance Services	UAE	100	100
GulfNav Ship Management FZE	Ship Charter, etc. / Ships and Boats Maintenance Services	UAE	100	100
Gulf Crude Carriers (L.L.C)	Ship Charter, etc.	UAE	100	100
Gulf Chemical Carriers (L.L.C)	Ship Charter, etc.	UAE	100	100
Gulf Navigation Polimar Maritime LLC	Sea Shipping Lines Agents	UAE	60	60
Gulf Navigation and Brokerage LLC	Ship Brokerage	Oman	100	100
Gulf Eyadah Corporation	Ship Owning	Panama	100	100
Gulf Huwaylat Corporation	Ship Owning	Panama	100	100
Gulf Deffi Corporation	Ship Owning	Panama	100	100
Gulf Jalmuda Corporation	Ship Owning	Panama	100	100
Gulf Fanatir Corporation	Ship Owning	Panama	100	100
Gulf Navigation Mishref Limited	Ship Owning	Cayman Islands	100	100
Gulf Navigation Mirdif Limited	Ship Owning	Cayman Islands	100	100
Gulf Navigation Sukuk Limited	Issuance of sukuk	Cayman Islands	100	100
Gulf Maritime Ship Management LLC	Ship Management and Operations	UAE	100	100
Gulf Ship Management Co LLC	Ship Management and Operations, etc	UAE	100	100