

PHOENIX POWER COMPANY SAOG

UNAUDITED FINANCIAL STATEMENTS

31 MARCH 2021

PHOENIX POWER COMPANY SAOG

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 MARCH 2021

	Notes	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Operating revenue	3	22,327	58,068	19,302	50,201
Operating costs	4	(22,475)	(58,451)	(19,291)	(50,171)
Operating (loss) / profit		(148)	(383)	11	30
General and administrative expenses	5	(285)	(742)	(300)	(781)
Finance costs (net)	6	(3,842)	(9,989)	(4,387)	(11,409)
Loss before tax		(4,275)	(11,114)	(4,676)	(12,160)
Income tax	7	(646)	(1,680)	(659)	(1,715)
LOSS FOR THE PERIOD		(4,921)	(12,794)	(5,335)	(13,875)
OTHER COMPREHENSIVE INCOME - /(EXPENSE) , NET OF TAX					
<i>Item that may be reclassified to profit and loss in subsequent periods:</i>					
Net movement in fair value of cash flow hedges		5,442	14,155	(18,662)	(48,538)
Income tax effect		(817)	(2,124)	2,799	7,280
OTHER COMPREHENSIVE INCOME /(EXPENSE) FOR THE PERIOD		4,625	12,031	(15,863)	(41,258)
TOTAL COMPREHENSIVE INCOME/(EXPENSE) FOR THE PERIOD		(296)	(763)	(21,198)	(55,133)


The attached notes 1 to 20 form part of these financial statements

PHOENIX POWER COMPANY SAOG

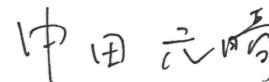
STATEMENT OF FINANCIAL POSITION

AT 31 MARCH 2021

	Notes	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	8	515,915	1,341,784	519,881	1,352,099
Right to use assets	9	8,242	21,436	8,305	21,600
Capital Spares		2,362	6,143	2,362	6,143
		<u>526,519</u>	<u>1,369,363</u>	<u>530,548</u>	<u>1,379,842</u>
Current assets					
Trade and other receivables	10	18,048	46,939	70,250	182,705
Inventories		9,436	24,543	9,382	24,399
Bank balances	11	5,543	14,414	5,640	14,669
		<u>33,027</u>	<u>85,896</u>	<u>85,272</u>	<u>221,773</u>
TOTAL ASSETS		<u>559,546</u>	<u>1,455,259</u>	<u>615,820</u>	<u>1,601,615</u>
EQUITY AND LIABILITIES					
Equity					
Share capital	12	146,260	380,390	146,260	380,390
Legal reserve	13	11,311	29,417	11,311	29,417
Cumulative changes in fair values	15	(29,969)	(77,942)	(34,594)	(89,973)
Retained earnings		52,266	135,940	57,187	148,734
Total equity		<u>179,868</u>	<u>467,805</u>	<u>180,164</u>	<u>468,568</u>
Non-current liabilities					
Interest bearing loans and borrowings	14	248,339	645,877	248,132	645,339
Fair value of derivative financial instruments	15	25,925	67,425	31,630	82,263
Provision for asset retirement obligation		4,702	12,230	4,644	12,079
Deferred tax liability		32,549	84,652	31,085	80,848
Lease liability		7,707	20,045	8,113	21,101
Employees' end of service benefits		41	105	40	103
		<u>319,263</u>	<u>830,334</u>	<u>323,644</u>	<u>841,733</u>
Current liabilities					
Interest bearing loans and borrowings	14	29,385	76,423	29,385	76,423
Dividend payable	12	-	-	2,047	5,325
Accounts payable and accruals	16	21,191	55,107	71,003	184,659
Fair value of derivative financial instruments	15	9,332	24,271	9,070	23,588
Finance lease liabilities		507	1,319	507	1,319
		<u>60,415</u>	<u>157,120</u>	<u>112,012</u>	<u>291,314</u>
Total liabilities		<u>379,678</u>	<u>987,454</u>	<u>435,656</u>	<u>1,133,047</u>
TOTAL EQUITY AND LIABILITIES		<u>559,546</u>	<u>1,455,259</u>	<u>615,820</u>	<u>1,601,615</u>



Director



Director

The attached notes 1 to 20 form part of these financial statements

PHOENIX POWER COMPANY SAOG

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2021

	Note	Share capital RO'000	Legal reserve RO'000	Cumulative changes in fair values RO'000	Retained earnings RO'000	Total RO'000
Balance at 1 January 2020		146,260	9,672	(27,360)	48,510	177,082
Loss for the period		-	-	-	(5,335)	(5,335)
Other comprehensive income / (expense)		-	-	(15,863)	-	(15,863)
Total comprehensive income / (expense)		-	-	(15,863)	(5,335)	(21,198)
Balance at 31 March 2020		146,260	9,672	(43,223)	43,175	155,884
Balance at 1 January 2021	12	146,260	11,311	(34,594)	57,187	180,164
Loss for the period		-	-	-	(4,921)	(4,921)
Other comprehensive income / (expense)		-	-	4,625	-	4,625
Total comprehensive income / (expense)		-	-	4,625	(4,921)	(296)
Balance at 31 March 2021		146,260	11,311	(29,969)	52,266	179,868

The attached notes 1 to 20 form part of these financial statements

PHOENIX POWER COMPANY SAOG

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2021

	Note	Share capital US\$'000	Legal reserve US\$'000	Cumulative changes in fair values US\$'000	Retained earnings US\$'000	Total US\$'000
Balance at 1 January 2020		380,390	25,155	(71,160)	126,167	460,552
Loss for the period		-	-	-	(13,875)	(13,875)
Other comprehensive income / (expense)		-	-	(41,258)	-	(41,258)
Total comprehensive income/ (expense)		-	-	(41,258)	(13,875)	(55,133)
Balance at 31 March 2020		380,390	25,155	(112,418)	112,292	405,419
Balance at 1 January 2021	12	380,390	29,417	(89,973)	148,734	468,568
Loss for the period		-	-	-	(12,794)	(12,794)
Other comprehensive income / (expense)		-	-	12,031	-	12,031
Total comprehensive income/ (expense)		-	-	12,031	(12,794)	(763)
Balance at 31 March 2021		380,390	29,417	(77,942)	135,940	467,805

The attached notes 1 to 20 form part of these financial statements

PHOENIX POWER COMPANY SAOG

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2021

	Notes	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
OPERATING ACTIVITIES					
Loss before tax		(4,275)	(11,114)	(4,676)	(12,160)
Depreciation	8,9	4,029	10,479	4,035	10,494
Interest – term loans and swap settlements		3,396	8,831	3,853	10,021
Amortisation of deferred finance cost		207	538	228	594
Interest expense for lease liability		102	264	103	267
Asset retirement obligation - unwinding of discount		58	151	55	144
Accruals for employee's end of service benefits		1	2	4	11
		<u>3,518</u>	<u>9,151</u>	<u>3,602</u>	<u>9,371</u>
Working capital changes:					
Trade and other receivables		52,202	135,766	(11,776)	(30,628)
Accounts payable and accruals		(53,209)	(138,384)	8,805	22,900
Inventories		(55)	(144)	133	347
Cash generated from operating activities		<u>2,456</u>	<u>6,389</u>	<u>764</u>	<u>1,990</u>
Interest – term loans and swap settlements		-	-	-	-
Net cash generated from operating activities		<u>2,456</u>	<u>6,389</u>	<u>764</u>	<u>1,990</u>
INVESTING ACTIVITY					
Investment in short term deposits		(385)	(1,000)	(1,000)	(2,600)
Net cash used in investing activities		<u>(385)</u>	<u>(1,000)</u>	<u>(1,000)</u>	<u>(2,600)</u>
FINANCING ACTIVITIES					
Dividend paid		(2,046)	(5,325)	(2,924)	(7,608)
Repayment of interest bearing loans and borrowings		-	-	-	-
Lease payment		(507)	(1,319)	(507)	(1,319)
Net cash (used in) in financing activities		<u>(2,553)</u>	<u>(6,644)</u>	<u>(3,431)</u>	<u>(8,927)</u>
INCREASE (USED IN) IN CASH AND CASH EQUIVALENTS		<u>(482)</u>	<u>(1,255)</u>	<u>(3,667)</u>	<u>(9,537)</u>
Cash and cash equivalents at the beginning of the period		5,640	14,669	7,530	19,585
CASH AND CASH EQUIVALENTS AT 31 MARCH	11	<u>5,158</u>	<u>13,414</u>	<u>3,863</u>	<u>10,048</u>

The attached notes 1 to 20 form part of these financial statements

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

1 ACTIVITIES

Phoenix Power Company SAOG (“the Company”) is registered under the Commercial laws of the Sultanate of Oman as a Public Joint Stock Company and principal activities of the Company are to develop, finance, design, construct, operate, maintain, insure and own a power generating station and associated gas interconnection facilities and other relevant infrastructure.

The Company’s registered address is P O Box 96, Postal Code 102, Muscat, Sultanate of Oman. The Company’s principal place of business is located at Sur, Sultanate of Oman.

The Company has entered into following significant agreements:

- i. Power Purchase Agreement (PPA) with Oman Power and Water Procurement Company SAOC (OPWP) granting the Company the right to generate electricity in Sur for a period of fifteen years commencing from the scheduled commercial operations date based on a tariff structure.
- ii. Natural Gas Sales Agreement (NGSA) with the Ministry of Oil and Gas of the Government of the Sultanate of Oman (MOG) for the purchase of natural gas for fifteen years at a pre-determined price.
- iii. Usufruct Agreement with the Government of the Sultanate of Oman for grant of Usufruct rights over the plant site for twenty five years.
- iv. Agreement with local and international banks for long-term loan facilities and interest rate hedge arrangements.
- v. Agreement with Siemens LLC Oman for long term service contract for maintenance service of the gas turbines.
- vi. Agreement with Siemens Aktiengesellschaft for long term supply contract for supplying the spare parts of gas turbines.
- vii. Agreement with Phoenix Operation and Maintenance Company LLC for the operation and maintenance of the Sur IPP Project.
- viii. Agreement with Daewoo Engineering and Construction Co. Ltd for engineering, procurement and construction of the Sur IPP Project.
- ix. Project Founders’ Agreement dated 13 July 2011 made between Electricity Holding Company SAOC, Marubeni Corporation; Chubu Electric Power Co; Qatar Electricity and Water Company (Q.S.C.); and Multitech LLC.
- x. Shareholders’ Agreement dated 13 July 2011, amended and restated dated 28 November 2011 made between Axia Power Holdings B.V; Chubu Electric Power Sur B.V; Qatar Electricity and Water Company (Q.S.C.); and Multitech LLC.

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards and relevant requirements of the Commercial Companies Law of 1974, as amended, and the Capital Market Authority of the Sultanate of Oman.

Items included in the financial statements of the Company are measured and presented in US Dollars (US \$) being the currency of the primary economic environment in which the Company operates.

These financial statements are presented in US Dollars and Rial Omani (RO), rounded to the nearest thousand. The RO amounts shown in the financial statement have been translated using exchange rate of US \$ 1 = RO 0.3845 and are shown for the convenience of the reader.

The financial statements are prepared under the historical cost convention modified to include the measurement at fair value of derivative financial instruments.

These financials includes audited figures for 31st December 2020. These financials includes unaudited figures for 31st March 2021 and 2020 are unaudited.

2.2 Accounting policies

The significant accounting policies applied by the Company in these unaudited financial statements are consistent with those applied by the Company in its financial statements as at and for the year ended 31 December 2020.

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

3 OPERATING REVENUE

	31 MARCH 2021 RO'000	31 MARCH 2021 US\$'000	31 MARCH 2020 RO'000	31 MARCH 2020 US\$'000
Capacity charges	7,539	19,607	7,646	19,886
Energy charges	14,788	38,461	11,656	30,315
	<u>22,327</u>	<u>58,068</u>	<u>19,302</u>	<u>50,201</u>

4 OPERATING COSTS

	31 MARCH 2021 RO'000	31 MARCH 2021 US\$'000	31 MARCH 2020 RO'000	31 MARCH 2020 US\$'000
Gas consumption	14,183	36,887	11,112	28,899
Depreciation (note 8 a,b)	4,028	10,476	4,032	10,487
Operation and maintenance cost	2,506	6,517	2,797	7,275
Long term services agreement	1,413	3,675	1,203	3,128
Insurance and other cost	318	826	121	314
Connection and license fee	27	70	26	68
	<u>22,475</u>	<u>58,451</u>	<u>19,291</u>	<u>50,171</u>

5 GENERAL AND ADMINISTRATIVE EXPENSES

	31 MARCH 2021 RO'000	31 MARCH 2021 US\$'000	31 MARCH 2020 RO'000	31 MARCH 2020 US\$'000
Staff costs and other benefits	144	374	145	376
Legal and professional charges	40	105	36	94
Other expenses	92	239	109	284
Office rent	8	21	8	21
Depreciation (note 8)	1	3	2	6
	<u>285</u>	<u>742</u>	<u>300</u>	<u>781</u>

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

6 FINANCE COSTS (NET)

	31 MARCH 2021 RO'000	31 MARCH 2021 US\$'000	31 MARCH 2020 RO'000	31 MARCH 2020 US\$'000
Interest and swap settlements	3,396	8,831	3,853	10,021
Amortisation of deferred finance cost	207	538	228	594
Asset retirement obligation - unwinding of discount	58	151	55	144
Interest expense for lease liability	102	264	103	267
DSRA LC Commission & WC fee	20	51	20	52
Exchange (Gain) / loss	59	154	128	332
Interest Income	-	-	-	(1)
	<u>3,842</u>	<u>9,989</u>	<u>4,387</u>	<u>11,409</u>

7 INCOME TAX

Income tax represents deferred tax expense for the period.

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS

AT 31 MARCH 2021

8 PROPERTY, PLANT AND EQUIPMENT

	Plant Building RO'000	Plant and Equipment RO'000	Strategic spares RO'000	Asset Retirement RO'000	Other Assets RO'000	Total RO'000
Cost						
At 1 January 2021	83,876	518,087	10,809	3,249	246	616,267
Additions during the period	-	-	-	-	-	-
At 31 March 2021	<u>83,876</u>	<u>518,087</u>	<u>10,809</u>	<u>3,249</u>	<u>246</u>	<u>616,267</u>
Accumulated depreciation						
At 1 January 2021	12,703	78,454	4,368	626	235	96,386
Charge during the period	524	3,238	180	23	1	3,966
At 31 March 2021	<u>13,227</u>	<u>81,692</u>	<u>4,548</u>	<u>649</u>	<u>236</u>	<u>100,352</u>
Net book value						
At 31 March 2021	<u>70,649</u>	<u>436,395</u>	<u>6,261</u>	<u>2,600</u>	<u>10</u>	<u>515,915</u>
At 31 December 2020	<u>71,173</u>	<u>439,633</u>	<u>6,441</u>	<u>2,623</u>	<u>11</u>	<u>519,881</u>

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

8 PROPERTY, PLANT AND EQUIPMENT (continued)

	Plant building US\$'000	Plant and equipment US\$'000	Strategic spares US\$'000	Asset retirement US\$'000	Other assets US\$'000	Total US\$'000
Cost						
At 1 January 2021	218,142	1,347,432	28,113	8,450	637	1,602,774
Additions during the period	-	-	-	-	-	-
At 31 March 2021	<u>218,142</u>	<u>1,347,432</u>	<u>28,113</u>	<u>8,450</u>	<u>637</u>	<u>1,602,774</u>
Accumulated depreciation						
At 1 January 2021	33,035	204,047	11,353	1,631	609	250,675
Charge during the period	1,363	8,421	469	59	3	10,315
At 31 March 2021	<u>34,398</u>	<u>212,468</u>	<u>11,822</u>	<u>1,690</u>	<u>612</u>	<u>260,990</u>
Net book value						
At 31 March 2021	<u>183,744</u>	<u>1,134,964</u>	<u>16,291</u>	<u>6,760</u>	<u>25</u>	<u>1,341,784</u>
At 31 December 2020	<u>185,107</u>	<u>1,143,385</u>	<u>16,760</u>	<u>6,819</u>	<u>28</u>	<u>1,352,099</u>

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

9 RIGHT TO USE ASSETS

Cost	Land Lease RO '000	Connection Fee RO '000	Total RO '000
Opening balance	1,814	6,995	8,809
Additions during the period	-	-	-
At 31 March 2021	<u>1,814</u>	<u>6,995</u>	<u>8,809</u>
Accumulated depreciation			
Opening balance	104	400	504
Charge during the period	13	50	63
At 31 March 2021	<u>117</u>	<u>450</u>	<u>567</u>
Net book value			
At 31 March 2021	<u>1,697</u>	<u>6,545</u>	<u>8,242</u>
At 31 December 2020	<u>1,710</u>	<u>6,595</u>	<u>8,305</u>

9 RIGHT TO USE ASSETS

Cost	Land Lease US\$'000	Connection Fee US\$'000	Total US\$'000
Opening balance	4,718	18,193	22,911
Additions during the period	-	-	-
At 31 March 2021	<u>4,718</u>	<u>18,193</u>	<u>22,911</u>
Accumulated depreciation			
Opening balance	270	1,041	1,311
Charge during the period	34	130	164
At 31 March 2021	<u>304</u>	<u>1,171</u>	<u>1,475</u>
Net book value			
At 31 March 2021	<u>4,414</u>	<u>17,022</u>	<u>21,436</u>
At 31 December 2020	<u>4,448</u>	<u>17,152</u>	<u>21,600</u>

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

10 TRADE AND OTHER RECEIVABLES

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Trade receivables	17,857	46,442	70,177	182,514
Other receivables	11	28	11	29
Prepayments	180	469	62	162
	<u>18,048</u>	<u>46,939</u>	<u>70,250</u>	<u>182,705</u>

11 BANK BALANCES

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Cash and Bank balances	5,158	13,414	5,640	14,669
Short Term Deposits	385	1,000	-	-
	<u>5,543</u>	<u>14,414</u>	<u>5,640</u>	<u>14,669</u>

12 SHARE CAPITAL

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Issued and fully paid up share capital	<u>146,260</u>	<u>380,390</u>	<u>146,260</u>	<u>380,390</u>

Dividend

Pursuant to shareholders' resolution dated 20 May 2020, the Board of Directors in their meetings held on 23 June 2020 and 27 October 2020 announced cash dividend of 2.75 baizas per share and 1.4 baizas per share, respectively for the year ended 31 December 2019. Accordingly, dividend amounting to US\$ 10.46 million (RO 4.02 million) was paid in July 2020 and US\$ 5.32 million (RO 2.05 million) was paid in January 2021.

Shareholders at the Annual General Meeting ("AGM"), on 22 March 2021 authorized the Board of Directors to determine and distribute cash dividend to the shareholders of the Company which will be paid in July 2021 and January 2022 for the year ended 31 December 2020, provided that the aggregate amount of such dividend shall not exceed 4.15 baizas per share.

13 LEGAL RESERVE

As required by the Commercial Companies Law of the Sultanate of Oman, 10% of annual profit of the Company is required to be transferred to legal reserve until the reserve is equal to one third of the issued share capital of the Company. The reserve is not available for distribution.

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

14 INTEREST BEARING LOANS AND BORROWINGS

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Secured term loan from commercial banks	82,461	214,463	82,461	214,463
Secured term loan from Japan Bank for International Cooperation	157,425	409,429	157,425	409,429
Secured term loan under NEXI facilities	41,231	107,232	41,231	107,232
	<u>281,117</u>	<u>731,124</u>	<u>281,117</u>	<u>731,124</u>
Less : Deferred finance cost	(3,393)	(8,824)	(3,600)	(9,362)
	<u>277,724</u>	<u>722,300</u>	<u>277,517</u>	<u>721,762</u>
Less : Current portion of loans	(29,385)	(76,423)	(29,385)	(76,423)
Non-current portion of loans	<u>248,339</u>	<u>645,877</u>	<u>248,132</u>	<u>645,339</u>

The Company had entered into secured term loan agreements in relation to the Sur IPP Project. The total amount of the term loan is US\$ 1,194 million with stand by facility of US\$ 38 million at LIBOR + applicable margin.

The Company started drawdowns in 2012. The Company has fully drawn down the facility in 2014. The loans will be repayable in instalments of several denominations, every sixth month from 28 December 2014, the final instalment will be due on 28 December 2028.

The loan agreements contain certain restrictive covenants, which include, amongst other restrictions over debt service, pattern of shareholding, payment of dividends, asset sales/transfers, amendment to significant agreements entered by the Company and creation of additional security under charge.

15 DERIVATIVE FINANCIAL INSTRUMENTS

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Cumulative changes in fair value:				
Interest rate swap agreements	28,060	72,978	34,327	89,276
Forward foreign exchange contracts	7,197	18,718	6,373	16,575
Fair value of derivatives	<u>35,257</u>	<u>91,696</u>	<u>40,700</u>	<u>105,851</u>
Less : Income tax effect	(5,288)	(13,754)	(6,105)	(15,878)
	<u>29,969</u>	<u>77,942</u>	<u>34,595</u>	<u>89,973</u>

The current and noncurrent portion of fair value of derivatives is as follows:

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Non-current portion	25,925	67,425	31,630	82,263
Current portion	9,332	24,271	9,070	23,588
	<u>35,257</u>	<u>91,696</u>	<u>40,700</u>	<u>105,851</u>

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

16 ACCOUNTS PAYABLE AND ACCRUALS

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Trade accounts payable	7,570	19,689	62,958	163,741
Amounts due to related parties (note 17)	1,104	2,870	2,513	6,536
Accrued expenses	12,517	32,548	5,532	14,382
	<u>21,191</u>	<u>55,107</u>	<u>71,003</u>	<u>184,659</u>

17 RELATED PARTY TRANSACTIONS

Related parties comprise the shareholders, directors, key management personnel and business entities in which they have the ability to control or exercise significant influence in financial and operating decisions.

The Company maintains balances with these related parties which arise in the normal course of business from the commercial transactions, and are entered into at terms and conditions which the management consider to be comparable with those adopted for arm's length transactions with third parties. Transactions with related parties are as follows:

Due to related parties

	2021 RO'000	2021 US\$'000	2020 RO'000	2020 US\$'000
Phoenix Operation and Maintenance Company LLC (POMCo)	<u>1,104</u>	<u>2,870</u>	<u>2,513</u>	<u>6,536</u>

Income statement transactions

	2020 RO'000	2020 US\$'000	2020 RO'000	2020 US\$'000
Shareholders	<u>18</u>	<u>46</u>	<u>18</u>	<u>46</u>
Other related parties :				
Operation and Maintenance Cost (POMCo)	<u>2,506</u>	<u>6,517</u>	<u>2,797</u>	<u>7,275</u>

18 COMMITMENTS

The Company has entered into agreements for purchase of natural gas with the Ministry of Oil and Gas, Usufruct rights over plant site with the Government of Sultanate of Oman, long term supply of spare parts of gas turbines with Siemens Aktiengesellschaft, maintenance service of gas turbines with Siemens LLC Oman, operation and maintenance of the Sur IPP Project with Phoenix Operation and Maintenance Company LLC.

PHOENIX POWER COMPANY SAOG

NOTES TO THE FINANCIAL STATEMENTS AT 31 MARCH 2021

19 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2020.

20 COMPARATIVE FIGURES

Certain comparative figures have been reclassified where necessary to conform to the current period presentation.