

BANK NIZWA SAOG**Condensed interim statement of cash flows**

30 June 2015(Un-audited)

	<i>6 months ended 30 June 2015 RO</i>	<i>6 months ended 30 June 2014 RO</i>
Cash flows from operating activities		
Net loss for the period before tax	(3,408,132)	(4,432,476)
Adjustments for:		
Depreciation and amortization	910,419	826,326
General provision	733,787	560,713
Investment risk reserve	11,803	3,345
Profit equalization reserve	224,480	28,644
Cash flows used in operating activities before changes in operating assets and liabilities	<u>(1,527,643)</u>	<u>(3,013,448)</u>
Changes in operating assets and liabilities:		
Increase in sales receivables	(14,043,593)	(15,799,211)
Increase in Ijara Muntahia Bittamleek assets	(44,723,508)	(13,914,962)
Decrease in investment in Ijarah assets	498,914	(6,656,822)
Increase in other assets	(1,170,558)	(244,329)
Increase in customers' current accounts	21,112,129	16,992,975
Capital deposit with CBO	(57,109)	(45,997)
Increase in other liabilities	1,374,742	3,669,087
Net cash used in operating activities	<u>(38,536,626)</u>	<u>(19,012,707)</u>
Cash flows from investing activities		
Investment in financial assets at fair value through equity	(3,564,392)	29,413,256
Purchase of Wakala Bel Istithmar	(9,666,000)	-
Purchase of intangibles assets	(122,291)	(174,644)
Purchase of property and equipment	(304,348)	(643,292)
Inter-bank Wakala investment	6,545,000	(6,468,000)
Net cash (used in)/ generated from investing activities	<u>(7,112,031)</u>	<u>22,127,320</u>
Cash flows from financing activities		
Increase in unrestricted investment accountholders	13,389,555	15,630,218
Inter-bank Wakala	-	18,011,000
Customer Wakala	7,498,300	500
Net cash generated from financing activities	<u>20,887,855</u>	<u>33,641,718</u>
Increase in cash and cash equivalents	<u>(24,760,802)</u>	<u>36,756,331</u>
Cash and cash equivalents at the beginning of the period	<u>51,135,429</u>	<u>46,664,216</u>
Cash and cash equivalents at the end of the period	<u>26,374,627</u>	<u>83,420,547</u>
Cash and balances with CBO	47,460,967	27,402,017
Capital deposit with CBO	(253,106)	(195,997)
Due from banks and financial institutions	2,829,266	5,566,277
Inter-bank Wakala investment	-	64,707,750
Inter-bank Wakala	(23,662,500)	(14,059,500)
Cash and cash equivalent at the end of the period	<u>26,374,627</u>	<u>83,420,547</u>

The notes on pages 7 to 23 form an integral part of this condensed interim financial information.