BANK NIZWA SAOG
Statement of cash flows
for the year ended 31 December 2015

	2015	2014
Cash flows from operating activities	**RO**	RO
Net loss before tax	**(5,468,393)**	(8,745,468)
Adjustments for:		
Depreciation and amortization	**1,580,855**	1,524,447
General and specific provision	**2,004,537**	1,493,725
Other provision	**-**	49,915
Investment risk reserve	**28,217**	10,764
Profit equalization reserve	**601,195**	121,824
Cash flows used in operating activities before changes in operating assets and liabilities	**(1,253,589)**	(5,544,793)
Changes in operating assets and liabilities:		
Increase in sales receivables and other receivables	**(25,098,145)**	(34,943,856)
Increase in Ijara Muntahia Bittamleek assets	**(97,721,087)**	(46,100,250)
Decrease/ (increase) in Ijara Assets	**7,427,515**	(7,427,515)
(Increase)/ decrease in other assets	**(501,139)**	59,492
Increase in customer accounts	**22,298,479**	31,795,684
Increase in other liabilities	**2,788,705**	6,651,211
Net cash used in operating activities	**(92,059,261)**	(55,510,027)
Cash flows from investing activities		
(Investment)/ divestment in financial assets at fair value through equity	**(15,695,666)**	51,008,741
Increase in Wakala Bil Istethmar	**(20,177,808)**	(17,850,000)
Purchase of intangibles assets	**(394,619)**	(110,353)
Purchase of property and equipment	**(592,634)**	(1,107,091)
Divestment/(investment) in Inter-bank Wakala investment	**15,592,500**	(5,775,000)
Net cash (used in)/ generated from investing activities	**(21,268,227)**	26,166,297
Cash flows from financing activities		
Increase in unrestricted investment accountholders	**31,316,980**	32,310,940
Increase in customer Wakala	**41,304,775**	1,550,000
Increase in capital deposit with CBO	**(57,109)**	(45,997)
Increase in Inter-bank Wakala	**13,475,000**	-
Net cash generated from financing activities	**86,039,646**	33,814,943
(Decrease)/ increase in cash and cash equivalents	**(27,287,842)**	4,471,213
Cash and cash equivalents at the beginning of the year	**51,135,429**	46,664,216
Cash and cash equivalents at the end of the year	**23,847,587**	51,135,429

Cash and balances with CBO	**14,625,542**	25,091,759
Capital deposit with CBO	**(253,106)**	(195,997)
Due from banks and financial institutions	**3,315,151**	2,928,667
Inter-bank Wakala investment	**9,625,000**	40,212,500
Inter-bank Wakala less than 3 months	**(3,465,000)**	(16,901,500)
Cash and cash equivalent for the purpose of cash flow statement	**23,847,587**	51,135,429

Notes to the financial statements from page 8 to 48 form an integral part of these financial statements.
Report of the Auditors – page 2.