

BANK NIZWA SAOG**Statement of cash flows***for the period ended 31 December 2014*

	31 December 2014	Period ended 15 Aug 2012 to 31 Dec 2013
Cash flows from operating activities	RO	RO
Net loss before tax	(8,745,468)	(13,997,164)
Adjustments for:		
Depreciation and amortization	1,524,447	1,419,772
General provision	1,493,725	429,726
Other provision	49,915	-
Investment risk reserve	10,764	2,325
Profit equalization reserve	121,824	4,866
Cash flows used in operating activities before changes in operating assets and liabilities	(5,544,793)	(12,140,475)
Changes in operating assets and liabilities:		
Increase in sales receivables	(34,943,856)	(17,185,057)
Increase in Ijara Muntahia Bittamleek assets	(46,100,250)	(13,838,189)
Increase in Ijara Assets	(7,427,515)	-
Decrease/ (increase) in other assets	59,492	(1,230,764)
Increase in customer accounts	31,795,684	16,894,496
Increase in capital deposit with CBO	(45,997)	(150,000)
Increase in other liabilities	6,651,211	3,653,047
Net cash used in operating activities	(55,556,024)	(23,996,942)
Cash flows from investing activities		
Divestment/ (investment) in financial assets at fair value through equity	51,008,741	(53,491,707)
Investment in financial assets at amortized cost – net	-	(7,000,000)
Investment in real estate	-	(14,175,000)
Increase in Wakala Bil Istethmar	(17,850,000)	-
Purchase of intangibles assets	(110,353)	(2,686,943)
Purchase of property and equipment	(1,107,091)	(5,428,751)
Inter-bank Wakala investments	(5,775,000)	(9,817,500)
Net cash from in investing activities	26,166,297	(92,599,901)
Cash flows generated from financing activities		
Increase in unrestricted investment accountholders	32,310,940	9,969,867
Increase in customer Wakala	1,550,000	1,200,000
Issue of share capital including share premium	-	153,000,000
Issue expenses	-	(908,808)
Net cash generated from financing activities	33,860,940	163,261,059
Increase in cash and cash equivalents	4,471,213	46,664,216
Cash and cash equivalents at the beginning of the year/ period	46,664,216	-
Cash and cash equivalents at the end of the year/ period	51,135,429	46,664,216
Cash and balances with CBO	25,091,759	27,667,988
Capital deposit with CBO	(195,997)	(150,000)
Due from banks and financial institutions	2,928,667	1,851,978
Inter-bank Wakala investment	40,212,500	42,473,250
Inter-bank Wakala	(16,901,500)	(25,179,000)
Cash and cash equivalent for the purpose of cash flow statement	51,135,429	46,664,216

Notes to the financial statements from page 8 to 46 form an integral part of these financial statements.
Report of the Auditors – page 2.