

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

31 March 2016 (Un-audited)

	<i>3 months ended 31 March 2016 RO</i>	<i>3 months ended 31 March 2015 RO</i>
Cash flows from operating activities		
Loss for the period before tax	(466,355)	(1,821,197)
Adjustments for:		
Depreciation and amortization	273,517	451,794
General and specific provision	499,758	427,780
Investment risk reserve	14,217	5,298
Profit equalization reserve	170,345	81,309
Cash flows from (used in) operating activities before changes in operating assets and liabilities	<u>491,482</u>	<u>(855,016)</u>
Changes in operating assets and liabilities:		
Increase in sales receivables	(6,611,057)	(14,150,668)
Increase in Ijara Muntahia Bittamleek assets	(27,742,247)	(24,358,357)
Decrease in investment in Ijarah assets	-	290,769
Increase in other assets	(804,040)	(1,287,153)
(Decrease)/increase in customers' current accounts	(193,406)	7,141,045
Increase/(decrease) in other liabilities	3,331,676	(1,787,786)
Net cash used in operating activities	<u>(31,527,592)</u>	<u>(35,007,166)</u>
Cash flows from investing activities		
Investment in financial assets at fair value through equity	(1,786,133)	(749,865)
Increase of Wakala Bel Istithmar	(10,499,176)	(1,200,000)
Purchase of intangibles assets	(213,977)	(59,627)
Purchase of property and equipment	9,622	(183,387)
Net cash (used in) investing activities	<u>(12,489,664)</u>	<u>(2,192,879)</u>
Cash flows from financing activities		
Increase in unrestricted investment accountholders	9,003,242	6,085,782
Customers' Wakala	20,154,961	650,000
Net cash generated from financing activities	<u>29,158,203</u>	<u>6,735,782</u>
Decrease in cash and cash equivalents	<u>(14,859,054)</u>	<u>(30,464,263)</u>
Cash and cash equivalents at the beginning of the period	<u>23,847,587</u>	<u>51,135,429</u>
Cash and cash equivalents at the end of the period	<u>8,988,533</u>	<u>20,671,166</u>
Cash and balances with CBO	10,472,736	18,533,174
Capital deposit with CBO	(253,106)	(195,997)
Due from banks and financial institutions	4,351,403	3,028,989
Inter-bank Wakala investment	3,080,000	11,625,000
Inter-bank Wakala	(8,662,500)	(12,320,000)
Cash and cash equivalent at the end of the period	<u>8,988,533</u>	<u>20,671,166</u>

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