

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

30 June 2016 (Un-audited)

	<i>Six months ended 30 June 2016 RO</i>	<i>Six months ended 30 June 2015 RO</i>
Cash flows from operating activities		
Loss for the period before tax	(727,126)	(3,408,132)
Adjustments for:		
Depreciation and amortisation	548,828	910,419
General and specific provision	856,467	733,787
Investment risk reserve	38,992	11,803
Profit equalisation reserve	189,380	224,480
Cash flows from (used in) operating activities before changes in operating assets and liabilities	906,541	(1,527,643)
Changes in operating assets and liabilities:		
Increase in sales receivables	(14,373,843)	(14,043,593)
Increase in Ijara Muntahia Bittamleek assets	(50,715,332)	(44,723,508)
Decrease in investment in Ijarah assets	-	498,914
Increase in Musharaka financing	(495,125)	-
Increase in other assets	(486,974)	(1,170,558)
(Decrease)/increase in customers' current accounts	(2,231,686)	21,112,129
Increase in other liabilities	3,064,439	1,374,742
Net cash used in operating activities	(64,331,980)	(38,479,517)
Cash flows from investing activities		
Investment in financial assets at fair value through equity	(4,641,018)	(3,564,392)
Increase of Wakala Bel Istithmar	(11,757,083)	(9,666,000)
Purchase of intangibles assets	(401,069)	(122,291)
Purchase of property and equipment	(12,595)	(304,348)
Inter bank Wakala investment	-	6,545,000
Net cash (used in) investing activities	(16,811,765)	(7,112,031)
Cash flows from financing activities		
Increase in unrestricted investment accountholders	16,873,580	13,389,555
Customers' Wakala	47,936,341	7,498,300
Increase in capital deposit with CBO	(92,989)	(57,109)
Net cash generated from financing activities	64,716,932	20,830,746
Decrease in cash and cash equivalents	(16,426,813)	(24,760,802)
Cash and cash equivalents at the beginning of the period	23,847,587	51,135,429
Cash and cash equivalents at the end of the period	7,420,774	26,374,627
Cash and balances with CBO	15,563,725	47,460,967
Capital deposit with CBO	(346,095)	(253,106)
Due from banks and financial institutions	5,678,144	2,829,266
Inter-bank Wakala	(13,475,000)	(23,662,500)
Cash and cash equivalent at the end of the period	7,420,774	26,374,627

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