

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

30 September 2015 (Un-audited)

	<b>9 months ended 30 September 2015 RO</b>	<b>9 months ended 30 September 2014 RO</b>
<b>Cash flows from operating activities</b>		
Net loss for the period before tax	(4,436,129)	(6,764,433)
<b>Adjustments for:</b>		
Depreciation and amortization	1,308,382	1,262,428
Provision	1,171,366	1,069,823
Investment risk reserve	19,399	6,582
Profit equalization reserve	388,546	66,446
<b>Cash flows used in operating activities before changes in operating assets and liabilities</b>	<b>(1,548,436)</b>	<b>(4,359,154)</b>
<b>Changes in operating assets and liabilities:</b>		
Increase in sales receivables	(22,530,787)	(27,488,354)
Increase in Ijara Muntahia Bittamleek assets	(80,648,092)	(33,198,721)
Decrease in investment in Ijarah assets	7,427,515	(6,581,252)
Increase in other assets	(857,584)	(158,693)
Increase in customers' current accounts	17,875,603	19,315,385
Capital deposit with CBO	(57,109)	(45,997)
Increase in other liabilities	481,657	12,999,979
<b>Net cash used in operating activities</b>	<b>(79,857,233)</b>	<b>(39,516,807)</b>
<b>Cash flows from investing activities</b>		
Investment in financial assets at fair value through equity	(7,452,578)	34,624,690
Purchase of Wakala Bel Istithmar	(7,698,858)	(2,500,000)
Purchase of intangibles assets	(243,224)	(268,544)
Purchase of property and equipment	(356,614)	(984,427)
Inter-bank Wakala investment	9,047,500	(9,047,500)
<b>Net cash (used in)/ generated from investing activities</b>	<b>(6,703,774)</b>	<b>21,824,219</b>
<b>Cash flows from financing activities</b>		
Increase in unrestricted investment accountholders	20,350,984	20,721,400
Customer Wakala	38,633,300	1,275,000
<b>Net cash generated from financing activities</b>	<b>58,984,284</b>	<b>21,996,400</b>
<b>Increase in cash and cash equivalents</b>	<b>(27,576,723)</b>	<b>4,303,812</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>51,135,429</b>	<b>46,664,216</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>23,558,706</b>	<b>50,968,028</b>
Cash and balances with CBO	27,635,324	32,400,693
Capital deposit with CBO	(253,106)	(195,997)
Due from banks and financial institutions	2,913,988	6,127,082
Inter-bank Wakala investment	-	49,326,750
Inter-bank Wakala	(6,737,500)	(36,690,500)
<b>Cash and cash equivalent at the end of the period</b>	<b>23,558,706</b>	<b>50,968,028</b>

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