

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

30 September 2014 (Un-audited)

	<i>9 months ended 30 September 2014 RO</i>	<i>Period ended 15 August 2012 to 30 September 2013 RO</i>
Cash flows from operating activities		
Net loss for the period before tax	(6,764,433)	(11,733,572)
Adjustments for:		
Depreciation and amortization	1,262,428	1,026,678
General provision	1,069,823	310,710
Investment risk reserve	6,582	1,083
Profit equalization reserve	66,446	1,599
Cash flows used in operating activities before changes in operating assets and liabilities	<u>(4,359,154)</u>	<u>(10,393,502)</u>
Changes in operating assets and liabilities:		
Increase in sales receivables	(27,488,354)	(13,683,085)
Increase in Ijara Muntahia Bittamleek assets	(33,198,721)	(8,786,175)
Increase in investment in Ijarah assets	(6,581,252)	-
Increase in other assets	(158,693)	(2,795,971)
Increase in customers' current accounts	19,315,385	14,773,545
Capital deposit with CBO	(45,997)	(150,000)
Increase in other liabilities	12,999,979	3,080,842
Net cash used in operating activities	<u>(39,516,807)</u>	<u>(17,954,346)</u>
Cash flows from investing activities		
Divestment/(investment) in financial assets at fair value through equity	34,624,690	(51,535,355)
Purchase of investment in real estate	-	(14,175,000)
Purchase of Wakala Bel Istithmar	(2,500,000)	-
Purchase of intangibles assets	(268,544)	(1,497,102)
Purchase of property and equipment	(984,427)	(4,997,813)
Inter-bank Wakala investment	(9,047,500)	-
Net cash generated from/ (used in) investing activities	<u>21,824,219</u>	<u>(72,205,270)</u>
Cash flows from financing activities		
Increase in unrestricted investment accountholders	20,721,400	8,061,015
Customer Wakala	1,275,000	-
Issue of share capital including share premium	-	153,000,000
Issue expenses	-	(908,808)
Net cash generated from financing activities	<u>21,996,400</u>	<u>160,152,207</u>
Increase in cash and cash equivalents	<u>4,303,812</u>	<u>69,992,591</u>
Cash and cash equivalents at the beginning of the period	<u>46,664,216</u>	<u>-</u>
Cash and cash equivalents at the end of the period	<u>50,968,028</u>	<u>69,992,591</u>
Cash and balances with CBO	32,400,693	12,335,154
Capital deposit with CBO	(195,997)	(150,000)
Due from banks and financial institutions	6,127,082	2,343,937
Inter-bank Wakala investment	49,326,750	62,971,000
Inter-bank Wakala	(36,690,500)	(7,507,500)
Cash and cash equivalent at the end of the period	<u>50,968,028</u>	<u>69,992,591</u>

The notes on pages 7 to 21 form an integral part of this condensed interim financial information.