

GROUP AND PARENT COMPANY UNAUDITED STATEMENT OF CASHFLOW
THREE MONTH PERIOD ENDED 31 MARCH 2008

	<u>Note</u>	GROUP		PARENT COMPANY	
		2008	2007	2008	2007
		(RO '000)	(RO '000)	(RO '000)	(RO '000)
Profit before taxation		8,699	5,540	5,737	4,818
Adjustments for:					
Depreciation		360	364	11	12
Allowance for loan impairment		502	392	-	-
Release from allowance for loan impairment		(2,131)	(309)	-	-
Loss on sale of fixed assets		4	15	-	-
Minority interest (net)		(1,274)	(3,725)	-	-
Operating profit before working capital changes:		6,160	2,277	5,748	4,830
Capital deposit with Central Bank of Oman		-	(80)	-	-
Loans and advances to customers		(41,948)	(21,572)	-	-
Other assets		1,042	(402)	(492)	(870)
Current, deposit and other accounts		99,812	82,884	-	-
Other liabilities		6,003	(11,292)	(159)	300
Cash from operations		71,069	51,815	5,097	4,260
Taxation paid		(2,437)	(2,016)	-	-
Net cash from operating activities		68,632	49,799	5,097	4,260
Cash flows from investing activities					
Subscription to rights issue of banking subsidiary		-	-	(3,570)	(1,530)
Investments in associates		267	130	-	-
Investment securities		(424)	(1,498)	1,733	106
Investment in property and equipment		(558)	254	(1)	(2)
Net cash used in investing activities		(715)	(1,114)	(1,838)	(1,426)
Cash flows from financing activities					
Dividends paid		-	-	-	-
Net cash used in financing activities		-	-	-	-
Net increase in cash and cash equivalents		67,917	48,685	3,259	2,834
Cash and cash equivalents at the beginning of the period		204,281	170,390	(10,495)	(13,741)
Cash and cash equivalents at the end of the period	15	272,198	219,075	(7,236)	(10,907)

The accompanying notes on pages 8 to 28 form an integral part of these financial statements.