

GROUP AND PARENT COMPANY UNAUDITED STATEMENT OF CASHFLOW

THREE MONTH PERIOD ENDED 31 MARCH 2010

	<u>Note</u>	GROUP		PARENT COMPANY	
		2010	2009	2010	2009
		(RO '000)	(RO '000)	(RO '000)	(RO '000)
Operating activities					
Profit before tax		6,783	6,113	7,527	9,738
Adjustments for:					
Depreciation		482	383	28	18
Allowance for loan impairment		669	330	-	-
Recoveries/Release from allowance for loan impairment		(263)	(252)	-	-
Income from investments held-to-maturity		(164)	(123)	-	-
Change in fair value of financial assets at fair value through profit or loss		37	(254)	(14)	(153)
Non – Controlling interests (net)		(3,300)	(3,890)	-	-
Operating profit before changes in operating assets and liabilities:		4,244	2,307	7,541	9,603
Investment securities		2,435	3,362	2,633	454
Loans and advances to customers		(29,756)	(26,432)	-	-
Other assets		(6,963)	3,728	(5,541)	(310)
Deposits from customers		761	(52,901)	-	-
Other liabilities		5	8,648	(321)	236
Cash (used in)/from operations		(29,274)	(61,288)	4,312	9,983
Tax paid		(3,070)	(3,545)	-	-
Net cash (used in)/from operating activities		(32,344)	(64,833)	4,312	9,983
Investing activities					
Increase in the shareholding of the banking subsidiary		-	-	(4,080)	(6,119)
Investment in a subsidiary under formation		-	-	(500)	-
Investments in associates		(54)	160	-	-
Investment in property and equipment		(1,394)	(2,920)	(6)	(2,435)
Net cash used in investing activities		(1,448)	(2,760)	(4,586)	(8,554)
Net (decrease) / increase in cash and short term funds		(33,792)	(67,593)	(274)	1,429
Cash and short term funds at 1 January		219,256	171,621	(7,704)	(6,357)
Cash and short term funds at 31 March	15	185,464	104,028	(7,978)	(4,928)

The accompany notes on pages 7 to 23 form an integral part of these interim financial statements.