

GROUP AND PARENT COMPANY UNAUDITED STATEMENT OF CASHFLOW
SIX MONTH PERIOD ENDED 30 JUNE 2009

	<u>Note</u>	GROUP		PARENT COMPANY	
		2009	2008	2009	2008
		(RO '000)	(RO '000)	(RO '000)	(RO '000)
Operating activities					
Profit for the period		12,573	23,154	10,526	14,501
Adjustments for:					
Depreciation		827	690	37	21
Provision for impairment of unquoted investments		-	100	-	100
Release from provision for impairment		(6)	(724)	(6)	(724)
Allowance for loan impairment		1,198	1,773	-	-
Release from allowance for loan impairment		(743)	(4,407)	-	-
Loss on sale of fixed assets		-	13	-	-
Change in fair value of investments available for sale		-	172	-	-
Non – Controlling interests (net)		(3,677)	(1,109)	-	-
Taxation		1,595	2,072	-	-
Operating profit before changes in operating assets and liabilities:		11,767	21,734	10,557	13,898
Loans and advances to customers		(10,591)	(95,110)	-	-
Other assets		2,169	1,118	(287)	(301)
Current, deposit and other accounts		(21,349)	105,688	-	-
Other liabilities		(1,398)	4,459	344	(713)
Taxation paid		(3,545)	(2,437)	-	-
Net cash (used in)/from operating activities		(22,947)	35,452	10,614	12,884
Investing activities					
Subscription to rights issue of banking subsidiary		-	-	(6,119)	(3,570)
Investments in associates		(134)	3,212	-	1,220
Investment securities		(769)	(1,312)	(2,957)	755
Investment property		(2,469)	-	(2,469)	-
Investment in property and equipment		(1,232)	(1,190)	(17)	(1)
Net cash from/(used in) investing activities		(4,604)	710	(11,562)	(1,596)
Cash flows from financing activities					
Dividends paid		(1,800)	(4,405)	(1,800)	(4,405)
Net (decrease) / increase in cash and short term funds		(29,351)	31,757	(2,748)	6,883
Cash and short term funds at 1 January		171,621	204,281	(6,357)	(10,495)
Cash and short term funds at 30 June	14	142,270	236,038	(9,105)	(3,612)

The accompanying notes on pages 8 to 24 form an integral part of these interim financial statements.



Oman Arab Bank SAOC
UN-AUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2009

	30-Jun-09	30-Jun-08
	RO 000	RO 000
Operating activities		
Profit before taxation	13,808	17,339
Adjustments:		
Depreciation	790	669
Allowance for loan impairment	1,198	1,773
Recoveries /release from allowance for loan impairment	(743)	(4,407)
(Profit) / Loss on sale of fixed assets	5	(3)
Income from investments held-to-maturity	(224)	(338)
Changes in fair value of investments at fair value through profit or loss	(74)	355
Cash flows from operating profit before changes in operating assets & liabilities	14,760	15,388
Net changes in:		
Loans and advances	(9,691)	(93,774)
Investments at fair value through profit or loss	(623)	(1,800)
Other assets	2,556	1,706
Customers' deposits	673	114,159
Other liabilities	(1,741)	5,203
Cash from operating activities	5,934	40,882
Tax paid	(3,543)	(2,437)
Net cash from operating activities	<u>2,391</u>	<u>38,445</u>
Investing activities		
Purchase of property & equipment	(1,181)	(1,187)
Proceeds from sale of property & equipment	-	14
Purchase of investment available for sale	(4,000)	-
Purchase of investments held- to- maturity	-	(504)
Sale or maturities of investments held- to- maturity	6,376	30
Income from investments held- to- maturity	224	338
Net cash (used in) investing activities	<u>1,419</u>	<u>(1,309)</u>
Financing activities		
Proceeds from issue of share capital	12,000	7,000
Dividends paid	(20,000)	(9,600)
Net cash (used in) financing activities	<u>(8,000)</u>	<u>(2,600)</u>
Net increase in cash and cash equivalents	(4,190)	34,536
Cash and cash equivalents at the beginning of the period	<u>153,722</u>	<u>264,637</u>
Cash and cash equivalents at the end of the period	<u>149,532</u>	<u>299,173</u>
Cash and cash equivalents comprise:		
Cash and balances with Central Bank of Oman	84,752	13,059
Less: Restricted deposits	(935)	(935)
Net Cash and balances with Central Bank of Oman	83,817	12,124
Deposits with Banks	23,912	15,622
Less : Due to Banks	(13,197)	(2,573)
Certificates of deposit	55,000	274,000
Cash and cash equivalents at the end of the period	<u>149,532</u>	<u>299,173</u>

The notes on pages 7 to 25 form part of these financial statements



OMAN INVESTMENT SERVICES SAOC
UN-AUDITED CASH FLOW STATEMENT
FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2009

	Note	2009 RO	2008 RO
Operating activities			
(Loss) / Profit for the period		(102,347)	505,400
Adjustments for:			
Depreciation		256	275
End of service benefits expense		600	538
Realised loss /(gain)		93,373	(120,476)
Unrealised loss /(gain)		<u>3,451</u>	<u>(366,392)</u>
Operating profit before working capital changes		<u>(4,667)</u>	<u>19,345</u>
Changes in working capital:			
(Decrease)/Increase in due to related party		(13,814)	25,005
Receivables and prepayments		(2,936)	(26,963)
Payables and accruals		<u>(1,384)</u>	<u>(11,374)</u>
Net cash (used in) operating activities		<u>(22,801)</u>	<u>6,013</u>
Investing activities			
Purchase of equipment		(121)	-
Acquisition of financial assets at fair value though profit or loss		(1,200)	(46,429)
Sale proceeds from disposal of financial assets		<u>533,447</u>	<u>435,632</u>
Net cash from investing activities		<u>532,126</u>	<u>389,203</u>
Financing activities			
Dividend paid		=	<u>(250,000)</u>
Net cash used in financing activities		=	<u>(250,000)</u>
Net change in cash and cash equivalents		509,325	145,216
Cash and cash equivalents at the beginning of the period		<u>15,365</u>	<u>33,618</u>
Cash and cash equivalents at end of the period	7	<u>524,690</u>	<u>178,834</u>

The notes on pages 5 to 12 form an integral part of these financial statements.