Muscat National Holding Company SAOG
Unaudited consolidated statement of cash flows for the six months ended

	30 June 2008 RO'000	30 June 2007 RO'000
Operating activities		
Profit before taxation	**1,626**	176
Adjustments for:		
Depreciation	**37**	31
Amortisation of premum on Government Development Bonds	**-**	1
Net unrealised (gain) / loss on investments securities	**(666)**	572
Realised gain on removal of investment securities	**(4)**	(2)
Accrual for employees' end of service benefits	**18**	12
Interest income	**(92)**	(97)
Dividend income	**(399)**	(363)
Interest expense	**26**	25
Rental income	**(36)**	(27)
Profit before changes in operating assets and liabilities	**510**	328
Premiums and insurance balances receivable	**(114)**	(1,480)
Reinsurers' share of outstanding claims	**(4,463)**	(7,827)
Gross outstanding claims	**4,448**	7,808
Reinsurers' share of unearned premium reserve	**(960)**	(847)
Movement in gross unearned premium reserve	**1,259**	827
Other assets	**(64)**	(219)
Due to reinsurers	**2,419**	481
Other liabilities and accruals	**(215)**	875
Cash from / (used in) operations	**2,820**	(54)
Taxation paid	**(100)**	(50)
Interest paid	**(26)**	(25)
Employees' end of services benefits paid	**(18)**	(3)
Net cash from / (used in) operating activities	**2,676**	(132)
Investing activities		
Purchase of fixed assets	**(79)**	(19)
Encashment of bank deposits	**868**	307
Increase in bank deposits maturing after three months	**(3,223)**	(371)
Purchase of securities	**(50)**	(71)
Proceeds from sale of investment	**27**	28
Proceeds from sale of fixed assets	**1**	-
Interest income	**92**	97
Dividends received	**399**	363
Rental income	**36**	27
Net cash (used in) / from investing activities	**(1,929)**	361
Financing activities		
Cash dividend paid	**(736)**	(295)
Movement in bank borrowings	**(126)**	36
Net cash used in financing activities	**(862)**	(259)
Changes in cash and cash equivalents	**(115)**	(30)
Cash and cash equivalents at the beginning of the period	**754**	457
Cash and cash equivalents at the end of the period	**639**	427