Muscat National Holding Company SAOG
Unaudited consolidated statement of changes in equity
For the nine months ended 30 September 2008

	Share capital RO'000	**Legal reserve RO'000**	**Capital reserve RO'000**	**Undistri-butable reserve* RO'000**	**Proposed cash dividend RO'000**	**Retained earnings RO'000**	**Contingency reserve RO'000**	**Total RO'000**
At 1 January 2008	**5,000**	**1,858**	**25**	**3,101**	**750**	**1,872**	**571**	**13,177**
Transfer to approved dividend liability	**-**	**-**	**-**	**-**	**(750)**	**-**	**-**	**(750)**
Transfer to contingency reserve	**-**	**-**	**-**	**-**	**-**	**(70)**	**70**	**-**
Profit for the period	**-**	**-**	**-**	**-**	**-**	**825**	**-**	**825**
At 30 Sept 2008	**5,000**	**1,858**	**25**	**3,101**	**-**	**2,627**	**641**	**13,252**

	Share capital RO'000	Legal reserve RO'000	Capital reserve RO'000	Undistribut-able reserve* RO'000	Proposed cash dividend RO'000	Retained earnings RO'000	Contingency reserve RO'000	Total RO'000
At 1 January 2007	5,000	1,522	25	2,802	300	466	-	10,115
Change in accounting policy	-	49	-	-	-	(49)	492	492
At 1 January 2007 (restated)	5,000	1,571	25	2,802	300	417	492	10,607
Transfer to approved dividend liability	-	-	-	-	(300)	-	-	(300)
Transfer to contingency reserve	-	-	-	-	-	(56)	56	-
Profit for the period	-	-	-	-	-	1,137	-	1,137
At 30 Sept 2007	5,000	1,571	25	2,802	-	1,498	548	11,444

* Note:

1) The undistributable reserve relates to bonus shares issued by the Group's subsidiaries, Muscat Insurance Company SAOC and Muscat Life Assurance Assurance Company SAOC increasing their paid up share capital and is not available for distribution.

2) The contingency reserve in the books of the Group's subsidiaries in accordance with the Omani Insurance Law is not distributable without prior approval of the Capital Market Authority.