



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

	30 Sept 2010 RO	30 Sept 2009 RO
Operating activities		
Profit before taxation	739,283	3,161,623
Adjustments for:		
Depreciation	61,118	60,715
Net unrealised loss(gain) on investments securities	493,972	(2,102,263)
Realised loss on removal of investment securities	4,531	70,151
Amortisation of issue expenses on Bank Muscat Bonds	4,331	2,106
(Profit) on disposal of property, plant and equipment	(757)	-
Accrual for employees' end of service benefits	24,273	22,081
Interest income	(300,250)	(189,222)
Dividend income	(455,074)	(551,254)
Interest expense	52,661	81,325
Rental income	(56,571)	(54,541)
Profit before changes in operating assets and liabilities	567,517	500,721
Premiums and insurance balances receivable	61,492	(391,719)
Reinsurers' share of outstanding claims	107,180	1,672,959
Gross outstanding claims	(41,281)	(1,653,123)
Reinsurers' share of unearned premium reserve	(724,954)	(1,026,525)
Movement in gross unearned premium reserve	853,216	1,339,481
Other assets	(150,138)	(139,410)
Due to reinsurers	(138,188)	999,138
Other liabilities and accruals	137,122	159,626
Cash from operations	671,966	1,461,148
Taxation paid	(156,845)	(105,964)
Interest paid	(52,661)	(81,325)
Employees' end of services benefits paid	(1,210)	(6,176)
Net cash from operating activities	461,250	1,267,683
Investing activities		
Purchase of fixed assets	(63,185)	(12,746)
Encashment of bank deposits	1,365,727	11,624,265
Increase in bank deposits	(1,501,808)	(8,170,967)
Purchase of Bank Muscat bonds	-	(3,972,027)
Purchase of investment securities	(80,195)	(14,074)
Proceeds from sale of investment	1,797	68,650
Proceeds from sale of property, plant and equipment	848	-
Interest income	300,250	189,222
Dividends received	451,824	551,254
Rental income	56,571	54,541
Net cash from investing activities	531,829	318,118
Financing activities		
Cash dividend paid	(496,151)	-
Movement in bank borrowings	(333,746)	(158,168)
Net cash used in financing activities	(829,897)	(158,168)
Increase in cash and cash equivalents	163,182	1,427,633
Cash and cash equivalents at the beginning of the period	852,835	653,463
Cash and cash equivalents at the end of the period	1,016,017	2,081,096