CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2016

Group	Share capital RO	Legal reserve RO	Capital reserve RO	Other reserve RO	Fair value reserve RO	Retained earnings RO	Contingency reserve RO	Total RO
At 1 January 2015	5,000,000	3,259,903	25,207	5,203,344	98,572	456,032	1,175,367	15,218,425
Comprehensive income:								
Profit for the year	-	-	-	-	-	92,052	-	92,052
Other comprehensive income:								
Net changes in fair value of available for sale financial assets *(note 14)*	-	-	-	-	21,072	-	-	21,072
Adjustment due to change in accounting policy (refer note 34)	-	-	-	(5,203,344)	-	5,203,344	-	-
Total comprehensive income	-	-	-	-	21,072	5,295,396	-	113,124
Transactions with owners:								
Cash dividend paid for 2015	-	-	-	-	-	(250,000)	-	(250,000)
Stock dividend for 2015	-	-	-	550,000	-	(550,000)	-	-
Adjustment due to change in accounting policies	-	-	-	(550,000)	-	550,000	-	-
Transfer to legal reserve *(note 27)*	-	113,838	-	-	-	(113,838)	-	-
Transfer to contingency reserve	-	-	-	-	-	(128,169)	128,169	-
Total transactions with owners	-	113,838	-	-	-	(492,007)	128,169	(250,000)
At 31 December 2015	5,000,000	3,373,741	25,207	-	119,644	5,259,421	1,303,536	15,081,549
At 1 January 2016	**5,000,000**	**3,373,741**	**25,207**	**-**	**119,644**	**5,259,421**	**1,303,536**	**15,081,549**
Comprehensive income:								
Profit for the year	-	-	-	-	-	**1,339,163**	-	**1,339,163**
Other comprehensive income:								
Net changes in fair value of available for sale financial assets *(note 14)*	-	-	-	-	**19,143**	-	-	**19,143**
Total comprehensive income	-	-	-	-	**19,143**	**1,339,163**	-	**1,358,306**
Transactions with owners:								
Cash dividend paid for 2016	-	-	-	-	-	**(250,000)**	-	**(250,000)**
Stock dividend for 2016	-	-	-	-	-	-	-	-
Transfer to legal reserve *(note 27)*	-	**253,275**	-	-	-	**(253,275)**	-	-
Transfer to contingency reserve	-	-	-	-	-	**(172,636)**	**172,636**	-
Total transactions with owners	-	**253,275**	-	-	-	**(675,911)**	**172,636**	**(250,000)**
At 31 December 2016	**5,000,000**	**3,627,016**	**25,207**	**-**	**138,787**	**5,922,673**	**1,476,172**	**16,189,855**

Note: The undistributable reserve relates to bonus shares issued by the Group's subsidiaries, Muscat Insurance Company SAOC and Muscat Life Assurance Company SAOC, and is not available for distribution as at 31 December 2016.

The attached notes 1 to 34 form an integral part of these Parent company and consolidated financial statements.
The report of the Auditors is set forth on page 2- 2(a).

SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2016

Parent company	**Share capital**	**Legal Reserve**	**Fair value Reserve**	**Capital Reserve**	**Retained earnings**	**Contingency reserve**	**Total**
	RO	**RO**	**RO**	**RO**	**RO**	**RO**	**RO**
At 1 January 2015 (as previously reported)	5,000,000	1,418,649	-	25,207	1,416,680	-	7,860,536
Effect of restatement (refer note 34)	-	1,841,254	98,572	-	6,416,345	1,175,367	9,531,538
Restated 1 January 2015	5,000,000	3,259,903	98,572	25,207	7,833,025	1,175,367	17,392,074
Comprehensive income:							
Loss for the year	-	-	-	-	(183,705)	-	(183,705)
Net change in fair value of available for sale of financial assets	-	-	21,072	-	-	-	21,072
Total comprehensive income	-	-	21,072	-	(183,705)	-	(162,633)
Transactions with owners:							
Cash dividend paid for 2015	-	-	-	-	(250,000)	-	(250,000)
Transfer to legal reserve *(note 27)*	-	113,838	-	-	-	-	113,838
Transfer to contigency reserve	-	-	-	-	-	128,169	128,169
Total transactions with owners	-	113,838	-	-	(250,000)	128,169	(7,993)
At 31 December 2015	5,000,000	3,373,741	119.644	25,207	7,399,320	1,303,536	17,221,448
At 1 January 2016	**5,000,000**	**3,373,741**	**119,644**	**25,207**	**7,399,320**	**1,303,536**	**17,221,448**
Comprehensive income:							
Profit for the year	-	-	-	-	**1,127,797**	-	**1,127,797**
Net change in fair value of available for sale of financial assets	-	-	**19,143**	-	-	-	**19,143**
Total comprehensive income	-	-	**19,143**	-	**1,127,797**	-	**1,146,940**
Transactions with owners:							
Cash dividend paid for 2016	-	-	-	-	**(250,000)**	-	**(250,000)**
Transfer to legal reserve *(note 27)*	-	**253,275**	-	-	**(112,780)**	-	**140,495**
Transfer to contigency reserve	-	-	-	-	-	**172,636**	**172,636**
Total transactions with owners	-	**253,275**	-	-	**(362,780)**	**172,636**	**63,131**
At 31 December 2016	**5,000,000**	**3,627,016**	**138,787**	**25,207**	**8,164,337**	**1,476,172**	**18,431,519**

The attached notes 1 to 34 form an integral part of these Parent company and consolidated financial statements.
The report of the Auditors is set forth on page 2- 2(a).