MUSCAT NATIONAL HOLDING COMPANY SAOG
UNAUDITED CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2017

	Note	**Unaudited For the three month period ended 31 March 2017 RO**	Unaudited For the three month period ended 31 March 2016 RO
Operating activities			
Profit before taxation		**733,629**	394,352
Adjustments for:			
Depreciation	12, 13	**36,352**	42,827
Unrealised (gain) / loss on held for trading investments - net	7	**(71,274)**	13,256
Unrealised (gain) / loss on investments carried at fair value through profit or loss - net	7	**(45,667)**	118,643
Amortisation of transaction costs on held to maturity investments		**6,042**	7,446
Charge for end of service benefits		**8,651**	12,143
Interest income		**(154,138)**	(138,559)
Dividend income	7	**(145,997)**	(139,524)
Rental income	7	**(23,631)**	(49,044)
Profit before changes in working capital and payment of income tax and end of service benefits		**343,967**	261,540
Changes in working capital			
Premiums and insurance receivable		**(2,755,147)**	(1,271,378)
Reinsurers' share of outstanding claims and claims incurred but not reported		**200,524**	(141,036)
Gross outstanding claims and claims incurred but not reported		**(251,846)**	266,494
Reinsurers' share of unearned premium reserve		**(3,258,280)**	(1,903,483)
Movement in gross unearned premium reserve		**3,224,044**	2,307,487
Receivables and prepayments		**(180,597)**	(230,469)
Reinsurance payable		**2,700,539**	518,357
Trade and other payables		**(724,311)**	130,288
Cash used in operations		**(701,107)**	(62,200)
Taxation paid		**(177,964)**	(158,795)
Employees' end of services benefits paid		**-**	(5,216)
Net cash used in operating activities		**(879,071)**	(226,211)
Investing activities			
Purchase of property and equipment	12	**(6,108)**	(7,506)
Encashment of fixed deposits		**-**	400,000
Proceeds from sale of investments		**336**	-
Purchase of investment		**-**	(102,300)
Proceeds from sale of property and equipment		**-**	2,319
Interest received		**49,766**	3,504
Dividends received		**145,997**	139,524
Rentals received		**23,631**	49,044
Net cash generated from investing activities		**213,622**	484,585
Net change in cash and cash equivalents		**(665,449)**	258,374
Cash and cash equivalents at the beginning of the period		**3,552,857**	4,698,150
Cash and cash equivalents at the end of the period		**2,887,408**	4,956,524

All financial information included in this report should be compiled in accordance with International Accounting Standard (IAS) – 34, 'Interim Financial Reporting'

The notes and other explanatory information on pages 9 to 23 form an integral part of these unaudited condensed interim financial statements.

Review report of the independent auditors - page 4.