

Directors' Report

On behalf of the Board of Directors, I take pleasure in placing before you the results of the Company for the three month period ended 31 March 2015.

Economic environment

The local economic environment was positive during the period with increasing job creation and growth in infrastructure investments. Liquidity and confidence in the local financial system remained comfortable. While the country and region has relative economic stability, the global economy continued to remain at a higher level of volatility and risk. In addition, the recent decline in global oil prices (if sustained) could slow the economy over the next year or two.

The local financial system has become more competitive with the entry of new financial players. This has caused pressure on realizations. This is likely to sustain over the next few quarters placing pressure on margins of all players. Overall, our reading of the economic climate remains cautiously optimistic with a positive market growth balanced against increased competition and more volatility caused by the oil price decline.

Operating performance

The Company continues to adopt a conservative approach to credit approvals as a result of a perception of heightened credit risk since the onset of the global financial crisis. Within this policy, our approach has been to target customers who satisfy our credit risk appetite.

As a result of our strong business acquisition efforts, net investment in financing activities increased to Rials 163.10M as on 31 March 2015 (Rials 160.87M as on 31 December 2014). Overall, the Company's net profit was Rials 1.38M for the three months ended 31 March 2015, an increase of 13.52% over last year's corresponding profit of Rials 1.21M.

Other Matters

Your Company remains committed to upgrading the skills of its employees through training and development. As of 31 March 2015 the Omanisation level stood at 82.4% which continued to be higher than the minimum prescribed for finance and leasing companies. The company continues to remain committed to providing increased exposure and training to Omani staff to prepare them for higher responsibilities.

Taya Jandal Ali
Chairman

NATIONAL FINANCE COMPANY SAOG

UNAUDITED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015

	Note	Three months ended 31 March 2015 Rials '000 Unaudited	Three months ended 31 March 2014 Rials '000 Unaudited
Finance income		3,840	3,698
Interest expense		(929)	(970)
Net finance income		2,911	2,728
Other income	8	<u>213</u>	<u>186</u>
Net operating income		3,124	2,914
Expenses			
General and administrative expenses	9	(1,104)	(1,002)
Depreciation	15	<u>(27)</u>	<u>(77)</u>
Profit before impairment		1,993	1,835
Impairment of financing receivables - net	13 (b)	(431)	(450)
Bad debts written back		<u>3</u>	<u>13</u>
Profit before taxation		1,565	1,398
Taxation	10	<u>(188)</u>	<u>(185)</u>
Profit for the period		<u>1,377</u>	<u>1,213</u>
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Gain on revaluation of building – net of tax		264	-
Depreciation transfer – net of tax		<u>2</u>	<u>1</u>
		<u>266</u>	<u>1</u>
Total comprehensive income for the period		<u>1,643</u>	<u>1,214</u>
Earnings per share	11	<u>0.005</u>	<u>0.005</u>

The notes and other explanatory information on pages 6 to 13 form an integral part of this unaudited condensed interim financial information.

Review report - page 1.

NATIONAL FINANCE COMPANY SAOG

UNAUDITED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2015

	Note	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Audited
Assets				
Cash and bank balances		965	1,703	1,328
Statutory deposit	12	170	130	170
Net investment in financing activities	13	163,098	150,012	160,869
Tax asset – net	10	331	208	-
Advances and prepayments		1,716	1,673	1,648
Property pending sale	14	96	131	131
Property and equipment	15	<u>1,454</u>	<u>1,265</u>	<u>1,154</u>
Total assets		<u>167,830</u>	<u>155,122</u>	<u>165,300</u>
Equity and Liabilities				
Equity				
Share capital	16	26,323	25,681	25,681
Revaluation reserve		913	654	651
Legal reserve		3,556	3,036	3,556
Retained earnings		<u>7,028</u>	<u>5,386</u>	<u>8,859</u>
Total equity		<u>37,820</u>	<u>34,757</u>	<u>38,747</u>
Liabilities				
Creditors and accruals	17	7,243	4,343	4,605
Staff terminal benefits		572	587	542
Tax liabilities	10	-	-	321
Bank borrowings	18	100,666	97,166	101,317
Fixed deposits	20	<u>21,529</u>	<u>18,269</u>	<u>19,768</u>
Total liabilities		<u>130,010</u>	<u>120,365</u>	<u>126,553</u>
Total equity and liabilities		<u>167,830</u>	<u>155,122</u>	<u>165,300</u>
Net assets per share		<u>0.144</u>	<u>0.132</u>	<u>0.147</u>

This unaudited condensed interim financial information from page 2 to 13 were approved and authorised for issue in accordance with a resolution of the Board of Directors on 29th April 2015 and signed on their behalf by:

TAYA BIN JANDAL BIN ALI
CHAIRMAN

ROBERT PANCRAS
CHIEF EXECUTIVE OFFICER

The notes and other explanatory information on pages 6 to 13 form an integral part of this unaudited condensed interim financial information.

NATIONAL FINANCE COMPANY SAOG

UNAUDITED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015

	Share capital Rials '000	Revaluation reserve Rials '000	Legal reserve Rials '000	Retained earnings Rials '000	Total Rials '000
1 January 2015	25,681	651	3,556	8,859	38,747
Comprehensive income for the period					
Profit for the period	-	-	-	1,377	1,377
Other comprehensive income for the period					
Depreciation transfer – net of tax	-	(2)	-	2	-
Gain on revaluation of building – net of tax	-	264	-	-	264
Transactions with owners					
Cash dividend paid	-	-	-	(2,568)	(2,568)
Stock dividend	<u>642</u>	<u>-</u>	<u>-</u>	<u>(642)</u>	<u>-</u>
31 March 2015 (unaudited)	<u>26,323</u>	<u>913</u>	<u>3,556</u>	<u>7,028</u>	<u>37,820</u>

1 January 2014	25,055	655	3,036	7,304	36,050
Comprehensive income for the period					
Profit for the period	-	-	-	1,213	1,213
Other comprehensive income for the period					
Depreciation transfer – net of tax	-	(1)	-	1	-
Transactions with owners					
Cash dividend paid	-	-	-	(2,506)	(2,506)
Stock dividend	<u>626</u>	<u>-</u>	<u>-</u>	<u>(626)</u>	<u>-</u>
31 March 2014 (unaudited)	<u>25,681</u>	<u>654</u>	<u>3,036</u>	<u>5,386</u>	<u>34,757</u>

1 January 2014	25,055	655	3,036	7,304	36,050
Comprehensive income for the year					
Profit for the year	-	-	-	5,203	5,203
Other comprehensive income for the period					
Depreciation transfer – net of tax	-	(4)	-	4	-
Transactions with owners					
Transfer to legal reserve	-	-	520	(520)	-
Cash dividend paid	-	-	-	(2,506)	(2,506)
Stock dividend	<u>626</u>	<u>-</u>	<u>-</u>	<u>(626)</u>	<u>-</u>
31 December 2014 (audited)	<u>25,681</u>	<u>651</u>	<u>3,556</u>	<u>8,859</u>	<u>38,747</u>

The notes and other explanatory information on pages 6 to 13 form an integral part of this unaudited condensed interim financial information.

NATIONAL FINANCE COMPANY SAOG

UNAUDITED CONDENSED INTERIM STATEMENT OF CASH FLOW FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015

	Note	Three months ended 31 March 2015 Rials '000 Unaudited	Three months Ended 31 March 2014 Rials '000 Unaudited
Operating activities			
Profit before taxation		1,565	1,398
Adjustments for:			
Depreciation	15	27	77
Provision for end of service benefits		44	56
Impairment of financing receivables	13 (b)	431	450
Loss on sale of property pending sale		10	-
Interest expense		<u>929</u>	<u>970</u>
Operating cash flows before payment of end of service benefits and working capital changes		3,006	2,951
End of service benefits paid		(14)	(19)
Working capital changes			
Investment in financing activities		(2,660)	(4,502)
Advances and prepayments		(68)	(46)
Creditors and accruals		2,638	1,245
Interest paid		(721)	(679)
Income tax paid		<u>(876)</u>	<u>(958)</u>
Net cash generated from/(used in) operating activities		<u>1,305</u>	<u>(2,008)</u>
Cash flows from investing activities			
Proceeds from sale of property pending sale		25	-
Purchase of property and equipment	15	<u>(27)</u>	<u>(14)</u>
Net cash used in investing activities		<u>(2)</u>	<u>(14)</u>
Cash flows from financing activities			
Bank borrowings		(496)	4,571
Fixed deposits		1,613	183
Dividend paid		<u>(2,568)</u>	<u>(2,506)</u>
Net cash (used in)/generated from financing activities		<u>(1,451)</u>	<u>2,248</u>
Net change in cash and cash equivalents			
Cash and cash equivalents at the beginning of the period		<u>848</u>	<u>1,335</u>
Cash and cash equivalents at the end of the period	19	<u>700</u>	<u>1,561</u>

The notes and other explanatory information on pages 6 to 13 form an integral part of this unaudited condensed interim financial information.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015****1 Legal status and principal activities**

National Finance Company SAOG (the Company) is an Omani joint stock company registered under the Commercial Companies Law of the Sultanate of Oman and has a primary listing on the Muscat Security Market. The principal activity of the Company is leasing business.

2 Summary of significant accounting policies

This unaudited condensed interim financial information (interim financial information) for the three months period ended 31 March 2015 has been prepared in accordance with IAS 34, 'Interim financial reporting' and in compliance with the applicable provisions of the Rules and Guidelines on Disclosure by Issuers of Securities and Insider Trading ('R&G') issued by the Capital Market Authority ('CMA') of the Sultanate of Oman and with the Commercial Companies Law of 1974, as amended. The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2014, which have been prepared in accordance with International Financial Reporting Standards (IFRSs).

3 Significant accounting policies

The accounting policies adopted are consistent with those of the previous financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

(a) Standards, amendments and interpretation effective in 2015

For the period ended 31 March 2015, the Company has adopted all of the new and revised standards and interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) of the IASB that are relevant to its operations and effective for periods beginning on 1 January 2015.

The adoption of those standards and interpretations has not resulted in changes to the Company's accounting policies and has not affected the amounts reported for the current period.

(b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company:

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after 1 April 2015, and have not been applied in preparing these financial statements. None of these is expected to have a significant effect on the financial statements of the Company, except the following set out below:

IFRS 9, 'Financial instruments' (effective on or after 1 January 2018), addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. It replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortised cost, fair value through other comprehensive income and fair value through profit or loss. There is now a new expected credit losses model that replaces the incurred loss impairment model used in IAS 39.

4 Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this condensed interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2014.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015 (continued)**

5 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk and liquidity risk. The interim financial information do not include all financial risk management information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements as at 31 December 2014. There have been no changes in the risk management policies since year end.

6 Operating segment information

The Company has only one reportable segment namely, leasing activities, all of which are carried out in the Sultanate of Oman. Although the Company has individual and corporate customers, the entire lease portfolio is managed internally as one operating segment. All the Company's funding and costs are common and are not shared between these two portfolios. All relevant information relating to this reportable segment is disclosed in the unaudited condensed interim statement of financial position, unaudited condensed interim statement of comprehensive income and notes to the condensed interim financial information.

7 Dividends

The shareholders in the Annual General Meeting held on 25 March 2015 approved a cash dividend of 10% amounting to Rials 2.57 million for the year ended 31 December 2014 (2014 - cash dividend of 10% amounting to Rials 2.51 million for FY-2013) which was paid on 01 April 2015 to Muscat Clearing & Depository Company for distribution to the shareholders and bonus shares of 2.5% amounting to 6,420,207 shares (2013 - 6,263,617 shares).

8 Other income

	Three months ended 31 March 2015 Rials '000 Unaudited	Three months ended 31 March 2014 Rials '000 Unaudited
Penal charges received	74	97
Income from pre-closed leases	50	41
Miscellaneous income	<u>89</u>	<u>48</u>
	<u>213</u>	<u>186</u>

9 General and administrative expenses

	Three months ended 31 March 2015 Rials '000 Unaudited	Three months ended 31 March 2014 Rials '000 Unaudited
Employee related expenses	841	764
Occupancy costs	15	13
Communication costs	24	20
Professional fees	63	21
Advertising and sales promotion	20	35
Directors' sitting fees	10	9
Directors' remuneration	37	35
Other office expenses	<u>94</u>	<u>105</u>
	<u>1,104</u>	<u>1,002</u>

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015 (continued)**

10 Taxation

The Company is liable to pay income tax in accordance with the income tax law of the Sultanate of Oman at the tax rate of 12% on the taxable profits in excess of Rials 30,000. The reconciliation between the tax expense and the profit before taxation is as follows:

	Three months ended 31 March 2015 Rials '000 Unaudited	Three months ended 31 March 2014 Rials '000 Unaudited
Profit before taxation	<u>1,565</u>	<u>1,398</u>
Income tax expense computed at the applicable tax rate of 12%	<u>184</u>	144
Others	<u>4</u>	<u>42</u>
Taxation expense	<u>188</u>	<u>186</u>

Tax liabilities

	31 March 2015 Rials '000 Audited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Provision for taxation	<u>206</u>	217	860
Deferred tax liability	<u>125</u>	91	89
Deferred tax asset	<u>(662)</u>	<u>(516)</u>	<u>(628)</u>
	<u>(331)</u>	<u>(208)</u>	<u>321</u>

Tax assessments up to year 2009 are complete. Assessments for tax years 2010 to 2014 are subject to agreement with the Oman Taxation Authorities. The directors are of the opinion that additional taxes assessed, if any, would not be material to the Company's financial position as at 31 March 2015.

11 Earnings per share

The calculation of earnings per share is as follows:

	Three months ended 31 March 2015 Rials '000 Unaudited	Three months ended 31 March 2014 Rials '000 Unaudited
Profit for the period attributable to ordinary shareholders	<u>1,377</u>	<u>1,213</u>
Number of shares ('000)	<u>263,228</u>	<u>263,228</u>
Earnings per share (Rial)	<u>0.005</u>	<u>0.005</u>

Net assets per share and earnings per share at and for the three months period ended 31 March 2015 have been calculated using weighted average shares outstanding for the period. The weighted average shares outstanding for the three months period ended 31 March 2015 were 263,228,510 shares.

12 Statutory deposit

The Company is required to maintain a deposit of Rials 170,000 (31 March 2014 - Rials 130,000 and 31 December 2014 - Rials 170,000) with the Central Bank of Oman (CBO) in accordance with the applicable licensing requirements. During the period the deposit earned interest at the rate of 1% per annum (31 December 2014 - 1.5%).

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015 (continued)**

13 Net investment in financing activities

	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Gross investment in finance activities	203,227	187,035	200,278
Unearned finance income	<u>(28,650)</u>	<u>(27,247)</u>	<u>(28,377)</u>
	174,577	159,788	171,901
Provision for impairment	(10,457)	(8,838)	(10,026)
Unrecognised contractual income	<u>(1,022)</u>	<u>(938)</u>	<u>(1,006)</u>
	<u>163,098</u>	<u>150,012</u>	<u>160,869</u>

(a) *Unearned finance income*

	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Opening balance	28,377	26,605	26,605
Additions during the period/year	4,113	4,339	17,035
Recognised during the period/year	<u>(3,840)</u>	<u>(3,698)</u>	<u>(15,263)</u>
Closing balance	<u>28,650</u>	<u>(27,246)</u>	<u>28,377</u>

(b) *Provision for impairment*

	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Opening balance	10,026	8,388	8,388
Provided during the period/year	856	1,017	2,615
Released during the period/year	(425)	(561)	(977)
Write offs during the period/year	<u>-</u>	<u>(6)</u>	<u>-</u>
Closing balance	<u>10,457</u>	<u>8,838</u>	<u>10,026</u>

(c) *Unrecognised contractual income*

	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Opening balance	1,006	956	956
Unrecognised during the period/year	139	121	283
Recognised during the period/year	<u>(123)</u>	<u>(139)</u>	<u>(233)</u>
Closing balance	<u>1,022</u>	<u>938</u>	<u>1,006</u>

(d) Contractual income is not recognised by the Company on impaired finance leases to comply with the rules, regulations and guidelines issued by the Central Bank of Oman. As at 31 March 2015, investment in financing activity where contractual income has not been recognised was Rials 10.7 million (31 March 2014 - Rials 9.6 million, 31 December 2014 - Rials 10.5 million).

14 Property pending sale

Property pending sale represents land and buildings acquired by the Company in part settlement of amounts due by borrower following the conclusion of all credit recovery procedures available to the Company. The property pending sale is shown at the lower of cost and net realisable value.

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015 (continued)

15 Property and equipments

	Freehold land Rials '000	Buildings Rials '000	Furniture, fixtures and equipment Rials '000	Motor vehicles Rials '000	Total Rials '000
At 31 March 2015					
Cost or valuation					
At 1 January 2015	955	300	1,271	145	2,671
Additions	-	-	27	-	27
Gain on revaluation of building	-	300	-	-	300
At 31 March 2015	<u>955</u>	<u>600</u>	<u>1,298</u>	<u>145</u>	<u>2,998</u>
Accumulated depreciation					
At 1 January 2015	-	298	1,075	144	1,517
Charge for the period	-	3	24	-	27
At 31 March 2015	-	<u>301</u>	<u>1,099</u>	<u>144</u>	<u>1,544</u>
Net book value					
At 31 March 2015	<u>955</u>	<u>299</u>	<u>199</u>	<u>1</u>	<u>1,454</u>
At 31 March 2014					
Cost or valuation					
At 1 January 2014	955	300	1,149	170	2,574
Additions	-	-	14	-	14
At 31 March 2014	<u>955</u>	<u>300</u>	<u>1,163</u>	<u>170</u>	<u>2,588</u>
Accumulated depreciation					
At 1 January 2014	-	255	866	125	1,246
Charge for the period	-	11	54	12	77
At 31 March 2014	-	<u>266</u>	<u>920</u>	<u>137</u>	<u>1,323</u>
Net book value					
At 31 March 2014	<u>955</u>	<u>34</u>	<u>243</u>	<u>33</u>	<u>1,265</u>
At 31 December 2014					
Cost or valuation					
At 1 January 2014	955	300	1,149	170	2,574
Additions	-	-	132	-	132
Disposal	-	-	(10)	(25)	(35)
At 31 December 2014	<u>955</u>	<u>300</u>	<u>1,271</u>	<u>145</u>	<u>2,671</u>
Accumulated depreciation					
At 1 January 2014	-	255	866	125	1,246
Charge for the year	-	43	219	44	306
Disposal	-	-	(10)	(25)	(35)
At 31 December 2014	-	<u>298</u>	<u>1,075</u>	<u>144</u>	<u>1,517</u>
Net book value					
At 31 December 2014	<u>955</u>	<u>2</u>	<u>196</u>	<u>1</u>	<u>1,154</u>

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015 (continued)**

16 Share capital

The authorised share capital of the Company comprises 300,000,000 ordinary shares of baizas 100 each (31 December 2014 - 300,000,000 ordinary shares of baizas 100 each). The Company's issued and fully paid-up share capital amounts to 263,228,511 ordinary shares of baizas 100 each (31 December 2014 - 256,808,303 ordinary shares of baizas 100 each).

17 Creditors and accruals

	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Creditors	6,598	3,940	3,508
Accruals and other liabilities	<u>645</u>	<u>403</u>	<u>1,097</u>
	<u>7,243</u>	<u>4,343</u>	<u>4,605</u>

18 Bank borrowings

	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Overdrafts	265	142	480
Short-term loans	79,981	76,440	74,434
Long-term loans	<u>20,420</u>	<u>20,584</u>	<u>26,403</u>
	<u>100,666</u>	<u>97,166</u>	<u>101,317</u>

19 Cash and cash equivalents

	31 March 2015 Rials '000 Unaudited	31 March 2014 Rials '000 Unaudited	31 December 2014 Rials '000 Unaudited
Cash and bank balances	965	1,703	1,328
Overdrafts	<u>(265)</u>	<u>(142)</u>	<u>(480)</u>
	<u>700</u>	<u>1,561</u>	<u>848</u>

20 Fixed deposits

The Company has fixed deposits from corporate entities based in Oman amounting to Rials 21.5 million, (31 March 2014 - Rials 18.3 million and 31 December 2014 - Rials 19.8 million) with tenures ranging from 1 to 2 years, as per guidelines issued by the Central Bank of Oman. These deposits carry interest rates between 2.75% to 4.35% (31 March 2014 - 3% to 4.5% and 31 December 2014 - 2.75% to 4.35%) per annum. The carrying amount includes interest accrued till the end of the reporting period.

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015 (continued)**

21 Related parties

The Company entered into transactions with entities over which certain directors are able to exert significant influence. Such transactions are at mutually agreed terms. Significant related party transactions during the period were as follows:

	Three months ended 31 March 2015 Rials '000	Three months ended 31 March 2014 Rials '000
General and administration overheads	<u>1</u>	-
<i>Payments to Directors</i>		
Sitting fees	10	9
Remuneration	<u>37</u>	<u>35</u>
	47	44
<i>Period end balances</i>		
Net investment in finance lease	<u>20</u>	-
<i>Remuneration to key members of management during the period</i>		
Salaries and other benefits (top five employees)	<u>288</u>	<u>256</u>
Advances and net investment in leases	<u>37</u>	<u>11</u>

22 Maturity analysis of significant assets and liabilities

At 31 March 2015	Up to 1 month Rials '000	> 1 month to 1 year Rials '000	> 1 year to 5 years Rials '000	Non-fixed maturity Rials '000	Total Rials '000
Assets					
Cash and bank balances	965	-	-	-	965
Statutory deposit	-	-	-	170	170
Net investment in financing activities	5,239	52,241	105,618	-	163,098
Advances and prepayments	-	1,716	-	-	1,716
Tax asset – net	-	-	-	331	331
Property pending sale	-	96	-	-	96
Property and equipments	-	-	-	<u>1,454</u>	<u>1,454</u>
Total assets	<u>6,204</u>	<u>54,053</u>	<u>105,618</u>	<u>1,955</u>	<u>167,830</u>
Equity					
Total equity	-	-	-	37,820	37,820
Liabilities					
Bank borrowings and fixed deposits	27,063	66,661	28,471	-	122,195
Creditors and accruals including staff terminal benefits	<u>7,243</u>	<u>572</u>	-	-	<u>7,815</u>
Total equity and liabilities	<u>34,306</u>	<u>67,233</u>	<u>28,471</u>	<u>37,820</u>	<u>167,830</u>
Liquidity gap	<u>(28,102)</u>	<u>(13,180)</u>	<u>77,147</u>	<u>(35,865)</u>	
Cumulative liquidity gap	<u>(28,102)</u>	<u>(41,282)</u>	<u>35,865</u>	-	

**NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2015 (continued)**

22 Maturity analysis of significant assets and liabilities (continued)

At 31 March 2014	Up to 1 month Rials '000	> 1 month to 1 year Rials '000	> 1 year to 5 years Rials '000	Non-fixed maturity Rials '000	Total Rials '000
Assets					
Cash and bank balances	1,703	-	-	-	1,703
Statutory deposit	-	-	-	130	130
Net investment in financing activities	4,685	47,192	98,135	-	150,012
Advances and prepayments	-	1,673	-	-	1,673
Tax asset – net	-	-	-	208	208
Property pending sale	-	131	-	-	131
Property and equipments	-	-	-	1,265	1,265
Total assets	<u>6,388</u>	<u>48,996</u>	<u>98,135</u>	<u>1,603</u>	<u>155,122</u>
Equity					
Total equity	-	-	-	34,757	34,757
Liabilities					
Bank borrowings and fixed deposits	16,544	67,957	30,934	-	115,435
Creditors and accruals (including staff terminal benefits)	4,930	-	-	-	4,930
Total equity and liabilities	<u>21,474</u>	<u>67,957</u>	<u>30,934</u>	<u>34,757</u>	<u>155,122</u>
Liquidity gap	<u>(15,086)</u>	<u>(18,961)</u>	<u>67,201</u>	<u>(33,154)</u>	
Cumulative liquidity gap	<u>(15,086)</u>	<u>(34,047)</u>	<u>33,154</u>	<u>-</u>	

At 31 December 2014	Up to 1 month Rials '000	> 1 month to 1 year Rials '000	> 1 year to 5 years Rials '000	Non-fixed maturity Rials '000	Total Rials '000
Assets					
Cash and bank balances	1,328	-	-	-	1,328
Statutory deposit	-	-	-	170	170
Net investment in financing activities	5,815	51,365	103,689	-	160,869
Advances and prepayments	-	1,648	-	-	1,648
Property pending sale	-	131	-	-	131
Property and equipment	-	-	-	1,154	1,154
Total assets	<u>7,143</u>	<u>53,144</u>	<u>103,689</u>	<u>1,324</u>	<u>165,300</u>
Equity					
Total equity	-	-	-	38,747	38,747
Liabilities					
Bank borrowings and fixed deposits	20,479	67,494	33,112	-	121,085
Creditors and accruals including (staff terminal benefits)	4,605	242	-	300	4,605
Tax liabilities	-	860	-	(539)	321
Total equity and liabilities	<u>25,084</u>	<u>68,596</u>	<u>33,112</u>	<u>38,508</u>	<u>165,300</u>
Liquidity gap	<u>(17,941)</u>	<u>(15,452)</u>	<u>70,577</u>	<u>(37,184)</u>	
Cumulative liquidity gap	<u>(17,941)</u>	<u>(33,393)</u>	<u>37,184</u>	<u>-</u>	