

# **National Bank of Oman SAOG**

## **INTERIM CONDENSED FINANCIAL STATEMENTS**

**30 September 2017 (UNAUDITED)**



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**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**  
**As at 30 September 2017 (Un-audited)**

		<b>30-09-2017</b>	30-09-2016	<i>Audited</i> 31-12-2016
	<i>Notes</i>	<b>RO'000</b>	RO'000	RO'000
<b>Assets</b>				
Cash and balances with Central Banks	3	<b>304,940</b>	338,084	511,594
Due from banks and other money market placements (net)	4	<b>134,028</b>	162,046	115,330
Loans, advances and financing activities for customers (net)	5	<b>2,689,307</b>	2,736,090	2,670,281
Financial investments	6	<b>196,074</b>	156,091	128,383
Premises and equipment	7	<b>62,794</b>	40,768	46,345
Other assets	8	<b>58,263</b>	65,960	60,750
<b>Total assets</b>		<b>3,445,406</b>	3,499,039	3,532,683
<b>Liabilities</b>				
Due to banks and other money market deposits		<b>47,304</b>	177,615	225,235
Customers' deposits and unrestricted investment accounts	9	<b>2,490,895</b>	2,421,272	2,399,361
Euro medium term notes	10	<b>232,384</b>	237,599	233,105
Other liabilities	11	<b>77,779</b>	77,918	80,062
Taxation	12	<b>5,722</b>	5,708	7,406
		<b>2,854,084</b>	2,920,112	2,945,169
Subordinated debt	13	<b>49,100</b>	49,100	49,100
<b>Total liabilities</b>		<b>2,903,184</b>	2,969,212	2,994,269
<b>Equity</b>				
Share capital		<b>154,852</b>	147,478	147,478
Share premium		<b>34,465</b>	34,465	34,465
Legal reserve		<b>49,159</b>	47,737	49,159
Other non-distributable reserves	14	<b>44,120</b>	36,903	46,196
Proposed cash dividend		-	-	23,478
Proposed stock dividend		-	-	7,374
Retained earnings		<b>144,126</b>	147,744	114,764
<b>Total shareholders' equity attributable to the equity holders of the bank</b>		<b>426,722</b>	414,327	422,914
Tier 1 perpetual bond	15	<b>115,500</b>	115,500	115,500
<b>Total equity</b>		<b>542,222</b>	529,827	538,414
<b>Total liabilities and equity</b>		<b>3,445,406</b>	3,499,039	3,532,683
<b>Contingent liabilities and commitments</b>	16	<b>519,773</b>	656,800	781,729

The interim condensed financial statements were authorised for issue on 29<sup>th</sup> October 2017 in accordance with a resolution of the Board of Directors.

\_\_\_\_\_  
Chairperson

\_\_\_\_\_  
Chief Executive Officer

The attached notes 1 to 27 form part of the interim condensed financial statements.

**INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME**  
**For the period ended 30 September 2017 (Un-audited)**

	Notes	<u>Nine months ended</u>		<u>Three months ended</u>	
		<u>30 September</u>	<u>2016</u>	<u>30 September</u>	<u>2016</u>
		<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
		<u>RO'000</u>	<u>RO'000</u>	<u>RO'000</u>	<u>RO'000</u>
Interest income	17	109,004	100,535	36,502	35,360
Interest expense	18	(40,272)	(27,060)	(13,168)	(10,123)
<b>Net interest income</b>		<b>68,732</b>	<b>73,475</b>	<b>23,334</b>	<b>25,237</b>
Income from Islamic financing and Investment activities		4,200	3,655	1,414	1,276
Unrestricted investment account holders' share of profit		(2,193)	(1,041)	(924)	(376)
<b>Net Income from Islamic financing and Investment activities</b>		<b>2,007</b>	<b>2,614</b>	<b>490</b>	<b>900</b>
<b>Net interest income and net income from Islamic financing and Investment activities</b>		<b>70,739</b>	<b>76,089</b>	<b>23,824</b>	<b>26,137</b>
Other operating income	19	27,785	26,181	9,042	8,323
<b>OPERATING INCOME</b>		<b>98,524</b>	<b>102,270</b>	<b>32,866</b>	<b>34,460</b>
Staff costs		(26,331)	(25,723)	(8,633)	(8,782)
Other operating expenses	20	(16,529)	(17,259)	(5,474)	(6,583)
Depreciation	7	(2,624)	(1,986)	(889)	(670)
<b>OPERATING EXPENSES</b>		<b>(45,484)</b>	<b>(44,968)</b>	<b>(14,996)</b>	<b>(16,035)</b>
<b>PROFIT FROM OPERATIONS BEFORE IMPAIRMENT LOSSES AND TAX</b>		<b>53,040</b>	<b>57,302</b>	<b>17,870</b>	<b>18,425</b>
Credit loss expense – customer loans	5	(18,634)	(15,855)	(8,824)	(6,631)
Recoveries and releases from provision for credit losses		6,862	6,708	2,027	2,696
Others		(833)	(157)	(815)	(176)
<b>TOTAL IMPAIRMENT LOSSES (NET)</b>		<b>(12,605)</b>	<b>(9,304)</b>	<b>(7,612)</b>	<b>(4,111)</b>
<b>PROFIT BEFORE TAX</b>		<b>40,435</b>	<b>47,998</b>	<b>10,258</b>	<b>14,314</b>
Taxation	12	(5,908)	(5,881)	(1,788)	(1,592)
<b>PROFIT FOR THE PERIOD</b>		<b>34,527</b>	<b>42,117</b>	<b>8,470</b>	<b>12,722</b>
<b>OTHER COMPREHENSIVE EXPENSE</b>					
<b>Items that are or may be reclassified subsequently to profit or loss</b>					
Net movement on available-for- sale investments		(2,849)	(632)	228	105
Tax effect of net results on available-for-sale financial investments		156	(61)	62	(46)
<b>OTHER COMPREHENSIVE EXPENSE FOR THE PERIOD</b>		<b>(2,693)</b>	<b>(693)</b>	<b>290</b>	<b>59</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>31,834</b>	<b>41,424</b>	<b>8,760</b>	<b>12,781</b>
Earnings per share annualised:					
Basic and diluted, profit for the period attributable to equity holders		0.030	0.036	0.022	0.033

The attached notes 1 to 27 form part of the interim condensed financial statements.

**INTERIM CONDENSED STATEMENT OF CASH FLOWS**  
**For the period ended 30 September 2017 (Un-audited)**

	Notes	Nine months ended 30 Sep	
		2017 RO'000	2016 RO'000
<b>Profit before taxation</b>		<b>40,435</b>	47,998
Adjustments for:			
Depreciation	7	2,624	1,986
Provision for impairment in investments value		807	-
Provision for credit losses (net)		18,634	15,855
Provision for credit loss expenses bank loans (net)		26	157
Profit on sale of fixed assets		(1)	(12)
Profit on sale of investments		(235)	(1,576)
Investment income		(4,836)	(3,545)
<b>Operating profit before changes in operating assets and liabilities</b>		<b>57,454</b>	60,863
Due from and other money market deposits		(897)	(53,665)
Due to and other money market placements		(101,521)	11,863
Loans and advances to customers		(37,660)	(217,846)
Other assets		2,497	(3,286)
Customer deposits		91,534	171,446
Other liabilities		(3,004)	(2,034)
Euro Medium Term Notes		-	41,626
<b>Cash from operations</b>		<b>8,403</b>	8,967
Tax paid		(7,447)	(8,601)
<b>Net cash from operating activities</b>		<b>956</b>	366
<b>Investing activities</b>			
Purchase of investments		(91,201)	(11,273)
Proceeds from sale of investments		20,091	12,541
Purchase of premises and equipment	7	(19,073)	(8,145)
Disposal of premises and equipment		3	42
Translation difference in premises & equipment & Tax		(3)	(137)
Interest on Govt. Development Bond and T-Bills		3,523	2,881
Dividend income	19	1,313	664
<b>Net cash used in investing activities</b>		<b>(85,347)</b>	(3,427)
<b>Financing activities</b>			
Payment of dividend		(23,478)	(22,792)
Proceeds from Subordinated debt		-	(3,000)
Interest on Tier 1 perpetual bond		(4,548)	(3,462)
<b>Net cash used in financing activities</b>		<b>(28,026)</b>	(29,254)
<b>Increase in cash and cash equivalents</b>		<b>(112,417)</b>	(32,315)
Cash and cash equivalents at the beginning of the period		502,493	341,881
<b>Cash and cash equivalents at the end of the period</b>		<b>390,076</b>	309,566
<b>Representing:</b>			
Cash and balances with Central Bank	3	304,440	337,584
Due from Bank (maturing within 3 months)		90,561	80,483
Due to Bank (maturing within 3 months)		(4,925)	(108,501)
		<b>390,076</b>	309,566

The attached notes 1 to 27 form part of the interim condensed financial statements.

**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**As at 30 September 2017 (Un-audited)**

<i>(RO'000)</i>	Share capital	Share premium	Legal reserve *	Other non-distributable reserves*	Proposed cash dividend	Proposed stock dividend	Retained earnings	Total	Tier 1 Perpetual bond	Total
Balance at 1 January 2017	147,478	34,465	49,159	46,196	23,478	7,374	114,764	422,914	115,500	538,414
Total comprehensive income for the period	-	-	-	(2,693)	-	-	34,527	31,834	-	31,834
Transfer to restructured debt reserve	-	-	-	617	-	-	(617)	-	-	-
Payment of tier 1 perpetual bond	-	-	-	-	-	-	(4,548)	(4,548)	-	(4,548)
Issue of bonus shares	7,374	-	-	-	-	(7,374)	-	-	-	-
Dividend paid during the period	-	-	-	-	(23,478)	-	-	(23,478)	-	(23,478)
<b>Balance at 30 September 2017</b>	<b>154,852</b>	<b>34,465</b>	<b>49,159</b>	<b>44,120</b>	-	-	<b>144,126</b>	<b>426,722</b>	<b>115,500</b>	<b>542,222</b>
Balance at 1 January 2016	134,071	34,465	47,737	40,596	22,792	13,407	106,089	399,157	115,500	514,657
Total comprehensive income for the period	-	-	-	(693)	-	-	42,117	41,424	-	41,424
Transfer to retained earnings	-	-	-	(3,000)	-	-	3,000	-	-	-
Payment of tier 1 perpetual bond	-	-	-	-	-	-	(3,462)	(3,462)	-	(3,462)
Issue of shares	13,407	-	-	-	-	(13,407)	-	-	-	-
Dividend paid during the period	-	-	-	-	(22,792)	-	-	(22,792)	-	(22,792)
<b>Balance at 30 September 2016</b>	<b>147,478</b>	<b>34,465</b>	<b>47,737</b>	<b>36,903</b>	-	-	<b>147,744</b>	<b>414,327</b>	<b>115,500</b>	<b>529,827</b>
Balance at 1 October 2016	147,478	34,465	47,737	36,903	-	-	147,744	414,327	115,500	529,827
Total comprehensive income for the period	-	-	-	(527)	-	-	13,662	13,135	-	13,135
Payment of tier 1 perpetual bond	-	-	-	-	-	-	(4,548)	(4,548)	-	(4,548)
Transfer to subordinated funds reserve	-	-	-	9,820	-	-	(9,820)	-	-	-
Transfer to legal reserve	-	-	1,422	-	-	-	(1,422)	-	-	-
Proposed dividend	-	-	-	-	23,478	7,374	(30,852)	-	-	-
<b>Balance at 31 December 2016</b>	<b>147,478</b>	<b>34,465</b>	<b>49,159</b>	<b>46,196</b>	<b>23,478</b>	<b>7,374</b>	<b>114,764</b>	<b>422,914</b>	<b>115,500</b>	<b>538,414</b>

\*Transfers to legal reserve and subordinated debt reserve are made on an annual basis.

The attached notes 1 to 27 form part of the interim condensed financial statements.

## **NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**

### **30 September 2017 (Un-audited)**

#### **1 LEGAL STATUS AND PRINCIPAL ACTIVITIES**

National Bank of Oman SAOG ("NBO", "the bank") was established in the Sultanate of Oman in 1973 as a joint stock company and is engaged in retail, wholesale, investment and Islamic banking services within the Sultanate of Oman and overseas branches in the United Arab Emirates and Egypt. In Oman the bank operates under banking license issued by the Central Bank of Oman and is covered by its deposit insurance scheme, whereas in the United Arab Emirates and in Egypt the branches operate under a commercial bank licences given by the respective Central Bank. The registered address of the bank is PO Box 751, Ruwi, Postal Code 112, Muscat, Sultanate of Oman. The bank has a primary listing on the Muscat Stock Exchange.

The bank employed 1,523 employees as of 30 September 2017 (30 September 2016 – 1,544 employees / 31 December 2016 - 1,544).

#### **2 SIGNIFICANT ACCOUNTING POLICIES**

The condensed interim financial statements of the bank are prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. The accounting policies used in the preparation of the condensed interim financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2016.

The condensed interim financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for the nine months ended 30 September 2017 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2017.

The condensed interim financial statements are prepared in Rial Omani, rounded to the nearest thousands, except as indicated. The functional currencies of the bank's operations are as follows:

- Sultanate of Oman: Rial Omani
- United Arab Emirates: UAE Dirham
- Egypt: US Dollar

The interim condensed financial statements are prepared under the historical cost convention, modified to include revaluation of freehold land and buildings, measurement of derivative financial instruments and investments, either through profit and loss account or through other comprehensive Income, at fair value.

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**3 CASH AND BALANCES WITH CENTRAL BANKS**

	<i>30/09/2017</i>	<i>30/09/2016</i>	<i>31/12/2016</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Cash	<b>44,844</b>	48,028	46,587
Treasury bills	<b>196</b>	658	253
Other balances with Central Banks	<b>259,400</b>	288,898	464,254
<b>Cash and cash equivalents</b>	<b>304,440</b>	337,584	511,094
Capital deposit with Central Bank of Oman	<b>500</b>	500	500
<b>Cash and balances with Central Banks</b>	<b>304,940</b>	338,084	511,594

The capital deposit with the Central Bank of Oman cannot be withdrawn without the approval of the Central Bank of Oman.

**4 DUE FROM BANKS AND OTHER MONEY MARKET PLACEMENTS (NET)**

	<i>30/09/2017</i>	<i>30/09/2016</i>	<i>31/12/2016</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Loans and advances to banks	<b>18,865</b>	29,549	25,218
Placements with banks	<b>81,389</b>	105,010	56,078
Demand balances	<b>33,868</b>	27,577	34,102
<b>Due from banks and other money market placements</b>	<b>134,122</b>	162,136	115,398
Less: allowance for credit losses	<b>(94)</b>	(90)	(68)
<b>Net due from banks and other money market placements</b>	<b>134,028</b>	162,046	115,330

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**5 LOANS, ADVANCES AND FINANCING ACTIVITIES FOR CUSTOMERS (NET)**

	<i>30/09/2017</i>	<i>30/09/2016</i>	<i>31/12/2016</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Overdrafts	<b>92,943</b>	86,991	87,419
Personal loans	<b>1,363,993</b>	1,339,974	1,339,213
Other loans	<b>1,343,545</b>	1,406,542	1,341,664
Gross loans and advances	<b>2,800,481</b>	2,833,507	2,768,296
Less: Allowance for credit losses	<b>(111,174)</b>	(97,417)	(98,015)
Net loans and advances	<b>2,689,307</b>	2,736,090	2,670,281

Gross loans and advances include RO 127 million due from related parties at 30 September 2017 (30 September 2016 – RO 81.4 million, 31 December 2016 – RO 99 million).

The movement in the provision for impairment of loans and advances presented as loan loss provisions and reserved interest is set out below:

<b>Allowance for credit losses</b>	<i>9 months</i>	<i>9 months</i>	<i>12 months</i>
	<i>ended</i>	<i>ended</i>	<i>ended</i>
	<i>30/09/2017</i>	<i>30/09/2016</i>	<i>31/12/2016</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Balance at beginning of period / year	<b>85,372</b>	76,743	76,743
Provided during the period / year	<b>18,634</b>	15,855	19,646
Recovered/ released during the period / year	<b>(671)</b>	(1,551)	(2,028)
Written off during the period / year	<b>(6,597)</b>	(6,198)	(8,834)
Translation difference	<b>2</b>	(39)	(155)
Balance at end of period / year	<b>96,740</b>	84,810	85,372

<b>Reserved interest</b>	<i>9 months</i>	<i>9 months</i>	<i>12 months</i>
	<i>ended</i>	<i>ended</i>	<i>ended</i>
	<i>30/09/2017</i>	<i>30/09/2016</i>	<i>31/12/2016</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Balance at beginning of period / year	<b>12,643</b>	11,463	11,463
Reserved during the period / year	<b>3,832</b>	2,887	3,905
Recovered/ released during the period / year	<b>(1,653)</b>	(416)	(541)
Written off during the period / year	<b>(388)</b>	(1,317)	(2,135)
Translation difference	<b>-</b>	(10)	(49)
Balance at end of period / year	<b>14,434</b>	12,607	12,643

All loans and advances require payment of interest based on agreed tenors, some at fixed rates and others at rates that re-price prior to maturity.

As of 30 September 2017 loans and advances on which interest is not being accrued or where interest has been reserved amounted to RO 105 million, (30 September 2016 – RO 76 million and 31 December 2016 – RO 74 million).

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**6 FINANCIAL INVESTMENTS**

	<i>Carrying value 30/09/2017 RO'000</i>	<i>Carrying value 30/09/2016 RO'000</i>	<i>Carrying value 31/12/2016 RO'000</i>
<b>A. Held for trading</b>			
<b>Quoted investments- Oman</b>			
Government Sukuk	3,000	3,000	3,000
Banking and investment sector	550	-	-
Government Development Bonds	75,622	62,156	61,740
Equities	19	129	299
	<b>79,191</b>	<b>65,285</b>	<b>65,039</b>
<b>Quoted investments- Foreign</b>			
Equities	-	429	609
	-	429	609
<b>Total held for trading</b>	<b>79,191</b>	<b>65,714</b>	<b>65,648</b>
<b>B. Available-for-sale</b>			
<b>Quoted investments- Oman</b>			
Banking and investment sector	850	640	870
Manufacturing sector	2,451	154	141
Service sector	21,154	12,685	13,812
	<b>24,455</b>	<b>13,479</b>	<b>14,823</b>
<b>Quoted investments- Foreign</b>			
Banking and investment sector	2,540	330	332
Service sector	-	3,688	3,602
	<b>2,540</b>	<b>4,018</b>	<b>3,934</b>
<b>Unquoted investments</b>			
Banking and investment sector	7,526	8,420	8,355
Manufacturing sector	3,483	3,483	3,483
Service sector	341	352	351
	<b>11,350</b>	<b>12,255</b>	<b>12,189</b>
<b>Total available-for-sale</b>	<b>38,345</b>	<b>29,752</b>	<b>30,946</b>
<b>C. Held to maturity</b>			
<b>Quoted investments- Oman</b>			
Government Development Bonds	64,743	47,681	18,874
Manufacturing sector	5,775	5,775	5,775
Government Sukuk	963	-	-
	<b>71,481</b>	<b>53,456</b>	<b>24,649</b>
<b>Quoted investments- Overseas</b>			
Government Development Bonds	5,086	5,191	5,165
Banking Sector	1,971	1,978	1,975
	<b>7,057</b>	<b>7,169</b>	<b>7,140</b>
<b>Total Held to maturity</b>	<b>78,538</b>	<b>60,625</b>	<b>31,789</b>
<b>TOTAL FINANCIAL INVESTMENTS</b>	<b>196,074</b>	<b>156,091</b>	<b>128,383</b>

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**6 FINANCIAL INVESTMENTS (continued)**

**Details of significant investments**

Details of investments exceeding 10% of the carrying value of the bank's investment are as follows:

	<i>Bank's portfolio %</i>	<i>Carrying value RO'000</i>
<b><u>30 September 2017</u></b>		
Government Development Bonds-Oman	<b>71.6</b>	<b>140,364</b>
<b><u>30 September 2016</u></b>		
Government Development Bonds-Oman	70.4	109,837
<b><u>31 December 2016</u></b>		
Government Development Bonds-Oman	62.8	80,614

**7 PREMISES AND EQUIPMENT**

	<i>Freehold land, buildings and leasehold improvements RO'000</i>	<i>Motor vehicles, furniture and equipment RO'000</i>	<i>Capital work in progress RO'000</i>	<i>Total RO'000</i>
<b>Reconciliation of carrying amount:</b>				
Balance at 1 January 2017, net of accumulated depreciation	12,492	7,900	25,953	46,345
Additions	193	693	18,187	19,073
Disposal	-	(2)	-	(2)
Transfers	196	782	(978)	-
Translation difference	2	-	-	2
Depreciation	(689)	(1,935)	-	(2,624)
<b>Balance at 30 September 2017, net of accumulated depreciation</b>	<b>12,194</b>	<b>7,438</b>	<b>43,162</b>	<b>62,794</b>
At cost / valuation	27,302	35,316	43,162	105,780
Accumulated depreciation	(15,108)	(27,878)	-	(42,986)
<b>Net carrying value at 30 September 2017</b>	<b>12,194</b>	<b>7,438</b>	<b>43,162</b>	<b>62,794</b>
Net carrying value at 30 September 2016	11,606	5,772	23,390	40,768

**8 OTHER ASSETS**

	<b>30/09/2017 RO'000</b>	30/09/2016 RO'000	31/12/2016 RO'000
Interest receivable and others	<b>25,770</b>	17,615	18,447
Positive fair value of derivatives (note 26)	<b>4,505</b>	12,381	8,397
Customers' indebtedness for acceptances (note 11)	<b>27,150</b>	35,073	33,078
Deferred tax (note 12)	<b>838</b>	891	828
	<b>58,263</b>	65,960	60,750

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**9 CUSTOMERS' DEPOSITS AND UNRESTRICTED INVESTMENT ACCOUNTS**

	<b>30/09/2017</b>	30/09/2016	31/12/2016
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Current accounts	<b>890,361</b>	1,011,427	850,334
Savings accounts	<b>593,681</b>	596,328	603,851
Term deposits	<b>1,006,853</b>	813,517	945,176
	<b>2,490,895</b>	2,421,272	2,399,361

**10 EURO MEDIUM TERM NOTES**

The Bank in 2014 had issued a 5-year, USD 500 million Regulation S, bond under its Euro Medium Term Note (EMTN) programme of USD 600 million with regional and international investors. Subsequently during July 2016 the bank concluded a tap issuance for USD 100 million bringing the total issued amount to USD 600 million. The bonds are listed on the Irish Stock Exchange and are governed by English law. The carrying amount of EMTN is stated after taking into account the amount of MTM value of the fair value hedge (Refer note 26).

**11 OTHER LIABILITIES**

	<b>30/09/2017</b>	30/09/2016	31/12/2016
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Interest payable and other accruals	<b>46,682</b>	38,504	41,350
Negative fair value of derivatives (note 26)	<b>3,947</b>	4,341	5,634
Liabilities under acceptances (note 8)	<b>27,150</b>	35,073	33,078
	<b>77,779</b>	77,918	80,062

**12 TAXATION**

	<b>30/09/2017</b>	30/09/2016	31/12/2016
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<b>Statement of comprehensive income</b>			
Current period/year	<b>5,762</b>	5,881	7,779
Deferred tax adjustments	<b>146</b>	-	(143)
	<b>5,908</b>	5,881	7,636

The bank is liable to income tax at the following rates:

- Sultanate of Oman: 15% of consolidated taxable income
- United Arab Emirates: 20% of taxable income
- Egypt: 20% of taxable income (with effect from 2007)

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
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**12 TAXATION (continued)**

Set out below is reconciliation between incomes taxes calculated on accounting profits with income tax expense for the period:

	<b>30/09/2017</b>	30/09/2016	31/12/2016
	<b>RO'000</b>	RO'000	RO'000
Accounting profit	<b>40,435</b>	47,998	63,415
Tax at applicable rate	<b>6,065</b>	5,760	7,610
Non-deductible expenses	<b>535</b>	274	382
Tax exempt revenues	<b>(1,300)</b>	(808)	(814)
Others	<b>462</b>	655	601
	<b>5,762</b>	5,881	7,779

The bank's liabilities for taxation in the Sultanate of Oman have been assessed up to the year ended 31 December 2011.

The tax assessments of the Egypt operations in respect of the different taxes applicable are at different stages of completion with the respective tax authorities. The bank's liability in respect of its branches in UAE has been agreed with the tax authorities up to 31 December 2014.

	<b>30/09/2017</b>	30/09/2016	31/12/2016
	<b>RO'000</b>	RO'000	RO'000
<b>Tax liability</b>			
Income tax and other taxes – Current year	<b>5,762</b>	5,881	7,779
Income tax and other taxes – Prior years	<b>(40)</b>	(173)	(373)
	<b>5,722</b>	5,708	7,406

	<b>30/09/2017</b>	30/09/2016	31/12/2016
	<b>RO'000</b>	RO'000	RO'000
<b>Recognised deferred tax assets and liabilities</b>			
Deferred tax assets and liabilities are attributable to the following:			
Provisions	<b>725</b>	928	871
Available-for-sale investments	<b>113</b>	(37)	(43)
	<b>838</b>	891	828

Deferred tax is calculated at 15% (2016 – 12%).

**13 SUBORDINATED DEBT**

	<b>30/09/2017</b>	30/09/2016	31/12/2016
	<b>RO'000</b>	RO'000	RO'000
At 1 January	<b>49,100</b>	52,100	52,100
Redeemed during the period/year	<b>-</b>	(3,000)	(3,000)
	<b>49,100</b>	49,100	49,100

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**14 OTHER NON-DISTRIBUTABLE RESERVES**

	<i>Available for sale reserve</i>	<i>Revaluation reserve</i>	<i>Subordinated debt reserve</i>	<i>Restructured debt reserve</i>	<i>Total</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
At 1 January 2017	1,111	4,385	40,700	-	46,196
Net movement on available for sale	(2,849)	-	-	-	(2,849)
Tax effect of net results on available for sale	156	-	-	-	156
Transfer to restructured debt reserve	-	-	-	617	617
<b>At 30 September 2017</b>	<b>(1,582)</b>	<b>4,385</b>	<b>40,700</b>	<b>617</b>	<b>44,120</b>
At 30 September 2016	1,638	4,385	30,880	-	36,903

- (i) The revaluation reserve represents the surplus on revaluation of building and is not available for distribution until the related assets have been disposed off or used.
- (ii) The subordinated debt reserve represents an annual transfer towards subordinated debt which is due to mature within the next five years period (note 13). The reserve is available for transfer back to retained earning upon maturity of the subordinated debt.
- (iii) The restructured debt reserve represents provisions for restructured accounts and is not available for regulatory capital and distribution until the related accounts are upgraded as per extant regulatory instructions.

**15 TIER 1 PERPETUAL BOND**

The Bank in 2015 issued Perpetual Tier 1 Capital Securities (the "Tier 1 Securities"), amounting to USD 300,000,000.

The Tier 1 Securities constitute direct, unconditional, subordinated and unsecured obligations of the Bank and are classified as equity in accordance with IAS 32: Financial Instruments – Classification. The Tier 1 Securities do not have a fixed or final maturity date. They are redeemable by the Bank at its sole discretion on 18 Nov 2020 (the "First Call Date") or on any interest payment date thereafter subject to the prior consent of the Central Bank of Oman.

The Tier 1 Securities bear interest on their nominal amount from the issue date to the First Call Date at a fixed annual rate of 7.875% which is the aggregate of margin and 5 year mid-swap rate that was prevailing at the time of issuance. The mid-swap rate will be reset at end of every fifth year. Interest will be payable semi-annually in arrears and treated as deduction from equity. Interest is non-cumulative and payable at the Bank's discretion.

These securities form part of Tier 1 Capital of the Bank and comply with Basel-3 and Central Bank of Oman regulations (BM 1114).

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**16 CONTINGENT LIABILITIES AND COMMITMENTS**

	<i>30/09/2017</i>	<i>30/09/2016</i>	<i>31/12/2016</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Guarantees	<b>380,593</b>	428,668	463,564
Documentary letters of credit	<b>95,921</b>	93,689	80,134
Undrawn commitment to lend	<b>43,259</b>	134,443	238,031
	<b>519,773</b>	656,800	781,729

Contingent liabilities include RO 0.11 million (30 September 2016 – RO 0.47 million and 31 December 2016 – RO 0.4 million) relating to non-performing loans.

**17 INTEREST INCOME**

Interest bearing assets earned interest at an overall rate of 5.20% for the nine months period ended 30 September 2017 (30 September 2016 – 4.82% and 31 December 2016 – 4.90%).

**18 INTEREST EXPENSE**

For the nine months period ended 30 September 2017, the average overall cost of funds was 1.91% (30 September 2016-1.35% and 31 December 2016 – 1.43%)

**19 OTHER OPERATING INCOME**

	<i>9 months ended</i>	<i>9 months ended</i>
	<i>30/09/2017</i>	<i>30/09/2016</i>
	<i>RO'000</i>	<i>RO'000</i>
Net gains from foreign exchange dealings	<b>3,566</b>	3,738
Fees and commissions	<b>14,696</b>	11,597
Net income from sale of investments	<b>235</b>	1,576
Income from bonds	<b>3,523</b>	2,881
Dividend income	<b>1,313</b>	664
Service charges	<b>3,499</b>	4,763
Miscellaneous income	<b>953</b>	962
	<b>27,785</b>	26,181

**20 OTHER OPERATING EXPENSES**

	<i>9 months ended</i>	<i>9 months ended</i>
	<i>30/09/2017</i>	<i>30/09/2016</i>
	<i>RO'000</i>	<i>RO'000</i>
Establishment costs	<b>4,614</b>	4,547
Operating and administration expenses	<b>11,915</b>	12,712
	<b>16,529</b>	17,259

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**21 ASSET LIABILITY MISMATCH**

The asset liability mismatch is based on CBO circular BM 955 and given as follows:

**30 September 2017**

Maturities	<i>Assets</i> <i>RO'000</i>	<i>Equity, subordinated</i> <i>funds and liabilities</i> <i>RO'000</i>	<i>Mismatch</i> <i>RO'000</i>
0 - 3 month	948,640	804,810	143,830
3 - 12 month	323,749	766,367	(442,618)
1 – 5 years	670,758	854,746	(183,988)
More than 5 years	1,502,259	1,019,483	482,776
<b>Total</b>	<b>3,445,406</b>	<b>3,445,406</b>	<b>-</b>

**30 September 2016**

Maturities	<i>Assets</i> <i>RO'000</i>	<i>Equity, subordinated</i> <i>funds and liabilities</i> <i>RO'000</i>	<i>Mismatch</i> <i>RO'000</i>
0 - 3 month	1,109,226	865,932	243,294
3 - 12 month	300,383	791,668	(491,285)
1 – 5 years	635,465	821,720	(186,255)
More than 5 years	1,453,965	1,019,719	434,246
<b>Total</b>	<b>3,499,039</b>	<b>3,499,039</b>	<b>-</b>

**31 December 2016**

Maturities	<i>Assets</i> <i>RO'000</i>	<i>Equity, subordinated</i> <i>funds and liabilities</i> <i>RO'000</i>	<i>Mismatch</i> <i>RO'000</i>
0 - 3 month	1,092,334	804,340	287,994
3 - 12 month	326,065	891,932	(565,867)
1 – 5 years	647,880	834,478	(186,598)
More than 5 years	1,466,404	1,001,933	464,471
<b>Total</b>	<b>3,532,683</b>	<b>3,532,683</b>	<b>-</b>

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**22 RELATED PARTY TRANSACTIONS**

In the ordinary course of business, the bank conducts transactions with certain of its Directors and/or shareholders and companies over which they have significant interest. The aggregate amounts of balances with such related parties are as follows

	<u>30/09/2017</u>			<u>31/12/2016</u>		
	<i>Principal shareholder</i> RO'000	<i>Others</i> RO'000	<i>Total</i> RO'000	<i>Principal shareholder</i> RO'000	<i>Others</i> RO'000	<i>Total</i> RO'000
Loans and advances	-	126,859	126,859	-	99,039	99,039
Customers' deposits	52,226	50,414	102,640	82,292	35,304	117,596
Due from banks	33,914	9,625	43,539	55	13,668	13,723
Due to banks	99	-	99	28,917	-	28,917
Subordinated debt	14,500	4,000	18,500	14,500	4,000	18,500
Letters of credit, guarantees and acceptances	108	1,248	1,356	118	5,348	5,466
Standby revolving credit facility	77,000	-	77,000	77,000	-	77,000
Risk indemnities received	49	-	49	422	-	422
Investments	1,981	-	1,981	1,918	-	1,918

The statement of comprehensive income includes the following amounts in relation to transactions with related parties:

	<u>30/09/2017</u>			<u>30/09/2016</u>		
	<i>Principal shareholder</i> RO'000	<i>Others</i> RO'000	<i>Total</i> RO'000	<i>Principal shareholder</i> RO'000	<i>Others</i> RO'000	<i>Total</i> RO'000
Interest income	33	4,471	4,504	-	2,101	2,101
Commission income	79	50	129	74	37	111
Interest expense	2,304	853	3,157	2,670	211	2,881
Other expenses	-	238	238	-	871	871
Senior management compensation:				<b>9 months ended</b>	<b>9 months ended</b>	
Salaries and other short term benefits				<b>30/09/2017</b>	<b>30/09/2016</b>	
- Fixed				<b>2,444</b>	2,242	
- Discretionary				<b>1,421</b>	1,329	
				<b>3,865</b>	<b>3,571</b>	

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**23 SHAREHOLDERS**

As of 30 September 2017, the shareholders of the bank who own 10% or more of the bank's shares:

	<i>Number of shares '000</i>	<i>% Holding</i>
The Commercial Bank of Qatar	<b>540,431</b>	<b>34.90%</b>
Suhail Bahwan Group (Holdings) LLC	<b>228,318</b>	<b>14.74%</b>
Civil Service Employees Pension Fund	<b>176,258</b>	<b>11.38%</b>

The percentage shareholding is calculated based on the total shares of the bank outstanding at the reporting date.

**24 SEGMENT REPORTING**

For management purposes, the bank is organised into four operating segments based on business units and are as follows:

- Retail banking offers various products and facilities to individual retail and high networth customers to meet everyday banking needs. This includes asset products like Personal Loans, Housing Loan, Credit Cards and Term Loans and liability products like Savings account, Current account & Term Deposits.
- Wholesale banking delivers a variety of products and services to Corporate customers that include lending, accepting deposits, trade finance, treasury and foreign exchange. It also includes Investment banking which offers investment products such as asset management, corporate advisory and brokerage services to retail customers and institutional clients.
- Commercial banking covers the mid-tier corporate and SME customers offering the entire spectrum of products to suit their business needs. It also includes international operations of UAE and Egypt and Islamic banking which offers products as per Sharia principles.
- Funding Center – The Funding center is responsible for balancing and managing the liquidity of funds within the bank. It acts as repository of funds by allocating funds transfer pricing to various business units for performance management purposes. The department also handles the bank's investments in securities, asset/liability management and cash instruments.

Management monitors the operating results of these segments separately for the purpose of making decisions about resource allocation and performance assessment. The costs incurred by the central functions are managed on a group basis and are not allocated to operating segments.

Segment information by business line is as follows:

<i>9 month ended</i>	<i>Retail banking RO'000</i>	<i>Wholesale banking RO'000</i>	<i>Commercial banking RO'000</i>	<i>Funding Center RO'000</i>	<i>Total RO'000</i>
<b>30-September-2017</b>					
Operating Income	<b>41,841</b>	<b>32,879</b>	<b>15,427</b>	<b>8,377</b>	<b>98,524</b>
Net Profit	<b>13,086</b>	<b>25,411</b>	<b>(5,940)</b>	<b>1,970</b>	<b>34,527</b>
Total Assets	<b>1,262,767</b>	<b>1,160,302</b>	<b>458,743</b>	<b>563,594</b>	<b>3,445,406</b>

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (unaudited)**

**24 SEGMENT REPORTING (Continued)**

<i>9 month ended</i>	<i>Retail banking</i> <i>RO'000</i>	<i>Wholesale banking</i> <i>RO'000</i>	<i>Commercial banking</i> <i>RO'000</i>	<i>Funding Center</i> <i>RO'000</i>	<i>Total</i> <i>RO'000</i>
<i>30-September-2016</i>					
Operating Income	39,696	33,142	16,624	12,808	102,270
Net Profit	9,401	23,761	1,606	7,349	42,117
Total Assets	1,230,766	1,129,540	573,095	565,638	3,499,039

For management purposes the bank also reports the segment information of its operations by the following geographical locations:

- i) Oman
- ii) United Arab Emirates (UAE)
- iii) Egypt

Transactions between the above segments are conducted at estimated market rates on an arm's length basis. Segment information by geography is as follows:

<b>For the period ended 30 September 2017</b>	<b><i>Oman</i></b> <b><i>RO'000</i></b>	<b><i>UAE</i></b> <b><i>RO'000</i></b>	<b><i>Egypt</i></b> <b><i>RO'000</i></b>	<b><i>Total</i></b> <b><i>RO'000</i></b>
Net interest income and Income from Islamic financing and Investment activities	65,501	4,966	272	70,739
Other operating income	26,464	1,313	8	27,785
<b>Operating income</b>	<b>91,965</b>	<b>6,279</b>	<b>280</b>	<b>98,524</b>
Operating expenses	(42,022)	(3,304)	(158)	(45,484)
<b>Operating profit</b>	<b>49,943</b>	<b>2,975</b>	<b>122</b>	<b>53,040</b>
Total impairment losses (net)	(2,200)	(10,480)	75	(12,605)
<b>Segment profit for the period</b>	<b>41,085</b>	<b>(6,748)</b>	<b>190</b>	<b>34,527</b>
<b>Other information</b>				
Segment assets	3,261,784	163,693	19,929	3,445,406
Segment capital expenses	18,891	183	-	19,074

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (unaudited)**

**24 SEGMENT REPORTING (Continued)**

For the period ended 30 September 2016	<i>Oman</i> <i>RO'000</i>	<i>UAE</i> <i>RO'000</i>	<i>Egypt</i> <i>RO'000</i>	<i>Total</i> <i>RO'000</i>
Net interest income and Income from Islamic financing and Investment activities	70,210	5,654	225	76,089
Other operating income	24,225	1,993	(37)	26,181
Operating income	94,435	7,647	188	102,270
Operating expenses	(41,698)	(2,992)	(278)	(44,968)
Operating profit	52,737	4,655	(90)	57,302
Total impairment losses (net)	(5,967)	(3,336)	(1)	(9,304)
Segment profit for the period	41,166	1,057	(106)	42,117
Other information				
Segment assets	3,187,714	290,479	20,846	3,499,039
Segment capital expenses	7,998	147	-	8,145

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (unaudited)**

**25 FAIR VALUE OF FINANCIAL INSTRUMENTS**

The fair values of financial instruments that are traded in active markets are based on quoted market prices or dealer price quotations. Other unquoted equities are valued based on information provided by fund managers, investee financial information and current purchase prices.

The Bank measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

**Valuation models**

Level 1: inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3: inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The following table shows an analysis of financial instruments other than derivatives instruments recorded at fair value by level of the fair value hierarchy:

	<i>Level 1</i>	<i>Level 2</i>	<i>Total</i>
<i>30 September 2017</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<b>Investments – held for trading:</b>			
Government development bonds	75,622	-	75,622
Government Sukuk	3,000	-	3,000
Banking and investment sector	550	-	550
Quoted equities	19	-	19
<b>Total</b>	<b>79,191</b>	<b>-</b>	<b>79,191</b>
<b>Investments - available for sale:</b>			
Quoted equities	26,995	-	26,995
Other unquoted equities	-	11,350	11,350
<b>Total</b>	<b>26,995</b>	<b>11,350</b>	<b>38,345</b>
<b>Total financial assets</b>	<b>106,186</b>	<b>11,350</b>	<b>117,536</b>

Financial instruments at level 2 are valued based on counter party valuation, quoted forward rates and yield curves.

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (unaudited)**

**25 FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)**

	<i>Level 1</i>	<i>Level 2</i>	<i>Total</i>
<i>30 September 2016</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Investments – held for trading:			
Government development bonds	62,156	-	62,156
Government Sukuk	3,000	-	3,000
Quoted equities	558	-	558
<b>Total</b>	<b>65,714</b>	<b>-</b>	<b>65,714</b>
Investments - available for sale:			
Quoted equities	17,497	-	17,497
Other unquoted equities	-	12,255	12,255
<b>Total</b>	<b>17,497</b>	<b>12,255</b>	<b>29,752</b>
<b>Total financial assets</b>	<b>83,211</b>	<b>12,255</b>	<b>95,466</b>

	<i>Level 1</i>	<i>Level 2</i>	<i>Total</i>
<i>31 December 2016</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
Investments – held for trading:			
Government development bonds	61,740	-	61,740
Government Sukuk	3,000	-	3,000
Quoted equities	908	-	908
<b>Total</b>	<b>65,648</b>	<b>-</b>	<b>65,648</b>
Investments - available for sale:			
Quoted equities	18,757	-	18,757
Other unquoted equities	-	12,189	12,189
<b>Total</b>	<b>18,757</b>	<b>12,189</b>	<b>30,946</b>
<b>Total financial assets</b>	<b>84,405</b>	<b>12,189</b>	<b>96,594</b>

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**26 DERIVATIVES**

	<i>Positive fair value (Note 8)</i>	<i>Negative fair value (Note 11)</i>	<i>Notional amount total</i>	<i>Notional amounts by term to maturity</i>		
				<i>Within 3 months</i>	<i>3 – 12 months</i>	<i>Above 1 Year</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<i>30 September 2017</i>						
<i>Derivatives</i>						
Fair value hedge	1,962	-	192,500	-	-	192,500
Interest rate swaps	2,154	(2,154)	97,288	2,658	12,835	81,795
Forward foreign exchange purchase contracts	17	(525)	173,568	147,232	26,035	301
Forward foreign exchange sales contracts	344	(1,240)	173,568	147,232	26,035	301
Currency options	28	(28)	18,563	9,143	9,420	-
<b>Total</b>	<b>4,505</b>	<b>(3,947)</b>	<b>655,487</b>	<b>306,265</b>	<b>74,325</b>	<b>274,897</b>
<i>30 September 2016</i>						
<i>Derivatives</i>						
Fair value hedge	6,599	-	192,500	-	-	192,500
Interest rate swaps	4,084	(4,084)	108,527	4,243	12,485	91,799
Forward foreign exchange purchase contracts	725	(99)	264,225	190,838	73,387	-
Forward foreign exchange sales contracts	973	(158)	264,225	192,371	71,854	-
Currency Options	-	-	2,502	1,951	551	-
<b>Total</b>	<b>12,381</b>	<b>(4,341)</b>	<b>831,979</b>	<b>389,403</b>	<b>158,277</b>	<b>284,299</b>
<i>31 December 2016</i>						
<i>Derivatives</i>						
Fair value hedge	2,105	-	192,500	-	-	192,500
Interest rate swaps	2,981	(2,981)	112,152	2,660	14,484	95,008
Forward purchase contracts	821	(2)	187,531	173,133	14,398	-
Forward sales contracts	2,432	(2,593)	187,531	174,155	13,376	-
Currency options	58	(58)	2,835	2,159	676	-
<b>Total</b>	<b>8,397</b>	<b>(5,634)</b>	<b>682,549</b>	<b>352,107</b>	<b>42,934</b>	<b>287,508</b>

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENT**  
**30 September 2017 (Unaudited)**

**27 LIQUIDITY COVERAGE RATIO**

	September 2017		September 2016	
	Total Unweighted Value (average) RO'000	Total Weighted Value (average) RO'000	Total Unweighted Value (average) RO'000	Total Weighted Value (average) RO'000
<b>High quality liquid assets</b>				
<b>Total High Quality Liquid Assets (HQLA)</b>	-	<b>498,558</b>	-	444,055
<b>Cash outflows</b>				
Stable deposits	<b>607,456</b>	<b>30,373</b>	618,723	30,936
Less stable deposits	<b>116,129</b>	<b>11,613</b>	133,993	13,399
<b>Retail deposits and deposits from small business customers</b>	<b>723,585</b>	<b>41,986</b>	752,716	44,335
Unsecured wholesale funding, of which:				
Operational deposits (all counterparties) and deposits in networks of cooperative banks	<b>930,488</b>	<b>336,826</b>	985,899	403,266
Additional requirements, of which				
Credit and liquidity facilities	<b>33,217</b>	<b>3,322</b>	14,619	1,462
Other contingent funding obligations	<b>85,253</b>	<b>6,851</b>	587,652	52,628
<b>Total cash outflows</b>	-	<b>388,984</b>	-	501,692
<b>Cash inflows</b>				
Inflows from fully performing exposures	<b>317,041</b>	<b>235,634</b>	439,349	262,974
Other cash inflows	<b>14,565</b>	<b>14,565</b>	35,039	35,039
<b>Total cash inflows</b>	<b>331,606</b>	<b>250,199</b>	474,388	298,013
<b>Total high quality liquid assets</b>		<b>498,558</b>		444,055
<b>Total net cash outflows</b>		<b>138,786</b>		203,679
<b>Liquidity coverage ratio (%)</b>		<b>359.23</b>		218.02