

OMAN TELECOMMUNICATIONS COMPANY SAOG

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2008**

	Notes	Share capital RO'000	Legal reserve RO'000	Voluntary reserve RO'000	Capital contribution RO'000	Foreign currency translation reserve RO'000	Hedging reserve RO'000	Retained earnings RO'000	Attributable to equity holders of parent RO'000	Minority interest RO'000	Total RO'000
Balance at 1 January 2007		75,000	33,280	47,015	44,181	-	-	81,960	281,436	767	282,203
Profit for the year		-	-	-	-	-	-	112,032	112,032	542	112,574
Transfer to voluntary reserve		-	-	2,860	-	-	-	(2,860)	-	-	-
Dividend paid for the year 2006		-	-	-	-	-	-	(52,500)	(52,500)	(329)	(52,829)
Balance at 31 December 2007		75,000	33,280	49,875	44,181	-	-	138,632	340,968	980	341,948
Balance at 1 January 2008		75,000	33,280	49,875	44,181	-	-	138,632	340,968	980	341,948
Loss on cash flow hedge	22	-	-	-	-	-	(1,553)	-	(1,553)	-	(1,553)
Exchange differences arising on translation of foreign operations	21	-	-	-	-	(10,234)	-	-	(10,234)	-	(10,234)
Net loss recognised directly in equity		-	-	-	-	(10,234)	(1,553)	-	(11,787)	-	(11,787)
Profit for the year		-	-	-	-	-	-	118,616	118,616	632	119,248
Total recognised income and expense	17	-	-	-	-	(10,234)	(1,553)	118,616	106,829	632	107,461
Dividend paid for the year 2007		-	-	-	-	-	-	(75,000)	(75,000)	(524)	(75,524)
Balance at 31 December 2008		75,000	33,280	49,875	44,181	(10,234)	(1,553)	182,248	372,797	1,088	373,885

The accompanying notes form an integral part of these financial statements.

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**PARENT COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2008**

	Notes	Share capital RO'000	Legal reserve RO'000	Voluntary reserve RO'000	Capital contribution RO'000	Hedging reserve RO'000	Retained earnings RO'000	Total RO'000
Balance at 1 January 2007		75,000	25,000	37,500	44,181	-	48,020	229,701
Profit for the year		-	-	-	-	-	91,245	91,245
Dividend paid for the year 2006		-	-	-	-	-	(52,500)	(52,500)
Balance at 31 December 2007		75,000	25,000	37,500	44,181	-	86,765	268,446
Balance at 1 January 2008		75,000	25,000	37,500	44,181	-	86,765	268,446
Loss on cash flow hedge	22	-	-	-	-	(1,553)	-	(1,553)
Profit for the year		-	-	-	-	-	107,529	107,529
Dividend paid for the year 2007	17	-	-	-	-	-	(75,000)	(75,000)
Balance at 31 December 2008		75,000	25,000	37,500	44,181	(1,553)	119,294	299,422

The accompanying notes form an integral part of these financial statements.