

OMAN TELECOMMUNICATIONS COMPANY SAOG

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STATEMENT OF INCOME FOR THE YEAR ENDED 31 DECEMBER

	Notes	Parent Company		Consolidated	
		2010 RO'000	2009 RO'000	2010 RO'000	2009 RO'000
Revenue					
Service revenue		97,000	98,488	348,759	333,669
External administration revenue	33	24,326	31,496	39,861	42,755
Interconnection income	34 (a)	64,660	78,042	27,977	35,873
		<u>185,986</u>	<u>208,026</u>	<u>416,597</u>	<u>412,297</u>
Expenses					
Roaming operator services		-	-	(5,251)	(6,840)
Interconnection expense	34 (b)	(19,572)	(20,140)	(31,292)	(26,146)
Corporate shared services and recharges		14,008	10,522	-	-
Cost of content services	35	-	-	(2,372)	(2,386)
External administration expenses	33	(11,636)	(13,367)	(12,999)	(14,705)
Marketing and advertising expenses		(2,436)	(1,684)	(6,607)	(6,173)
Staff costs	36	(39,672)	(38,789)	(51,148)	(48,621)
Operating and maintenance expenses	37	(21,176)	(18,014)	(49,380)	(36,869)
Administrative expenses	38	(6,645)	(5,554)	(9,488)	(7,915)
Depreciation of property, plant and equipment	7	(25,751)	(24,704)	(74,879)	(65,545)
Factoring, collection and distribution fees	39	(3,207)	(3,247)	(19,075)	(21,524)
Provision for/(reversal of) impairment of receivables - net	47b(ii)	(217)	476	(153)	1,505
Amortisation of intangible assets	11	(846)	(300)	(3,796)	(3,024)
Annual licence fees and other regulatory charges		(907)	(1,035)	(2,330)	(2,278)
Royalty	31	(11,528)	(13,175)	(28,363)	(27,771)
		<u>(129,585)</u>	<u>(129,011)</u>	<u>(297,133)</u>	<u>(268,292)</u>
Operating profit		56,401	79,015	119,464	144,005
Voluntary end of service expense		-	(9,228)	-	(9,516)
Insurance claim settlement		-	2,500	-	3,642
Finance income / (costs) – net	40	2,482	3,116	(1,317)	1,846
Dividend income from a subsidiary		58,205	62,590	-	-
Share of profit / (loss) from associated companies - net		-	-	711	(531)
Other income	41	2,492	2,445	3,395	3,187
		<u>119,580</u>	<u>140,438</u>	<u>122,253</u>	<u>142,633</u>
Profit before taxation		119,580	140,438	122,253	142,633
Taxation	42	(7,455)	(9,511)	(11,915)	(17,400)
		<u>112,125</u>	<u>130,927</u>	<u>110,338</u>	<u>125,233</u>
Profit for the year		112,125	130,927	110,338	125,233
Profit for the year attributable to:					
Owners of the parent		112,125	130,927	112,004	125,153
Non-controlling interest		-	-	(1,666)	80
		<u>112,125</u>	<u>130,927</u>	<u>110,338</u>	<u>125,233</u>
Profit for the year		112,125	130,927	110,338	125,233
Basic earnings per share (RO)	43	0.150	0.175	0.149	0.167

The attached notes from pages 10 to 56 form an integral part of these financial statements.
The report of the auditors is set out on page 1.

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STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER

	Notes	Parent Company		Consolidated	
		2010 RO'000	2009 RO'000	2010 RO'000	2009 RO'000
Profit for the year		112,125	130,927	110,338	125,233
Other comprehensive income :					
Exchange difference arising on translation of a foreign operation	22	-	-	579	(4,584)
Loss on cash flow hedge	23	(591)	(787)	(591)	(787)
Transfer to profit or loss on cash flow hedge	23	1,493	1,302	1,493	1,302
Fair value changes in available for sale financial assets	24	15	-	6	836
Other comprehensive income / (loss) for the year		917	515	1,487	(3,233)
Total comprehensive income for the year		113,042	131,442	111,825	122,000
Total comprehensive income for the year attributable to:					
Owners of the parent		113,042	131,442	113,439	122,747
Non-controlling interest		-	-	(1,614)	(747)
		113,042	131,442	111,825	122,000

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