

OMAN TELECOMMUNICATIONS COMPANY SAOG

CONSOLIDATED STATEMENT OF INCOME

for the period ended 30 June 2011

		Unaudited 6-months ended 30 June 2011 RO'000	Unaudited 3-months ended 30 June 2011 RO'000	Unaudited 6-months ended 30 June 2010 RO'000	Unaudited 3-month ended 30 June 2010 RO'000
Revenue					
Service revenue		180,908	94,370	170,641	85,025
Wholesale revenue	31	42,391	17,438	47,738	22,706
		<u>223,298</u>	<u>111,807</u>	218,380	<u>107,731</u>
Expenses					
Roaming operator services		(2,608)	(1,523)	(2,199)	(1,427)
Cost of sale of indefeasible Right of Use ("IRU")		(7,104)	-	-	-
Interconnection expense	32	(14,770)	(7,811)	(17,229)	(8,317)
Cost of content services	33	(1,284)	(718)	(1,181)	(620)
External administration expenses	34	(4,907)	(2,583)	(7,770)	(3,531)
Marketing and advertising expenses		(3,180)	(1,681)	(3,393)	(1,787)
Staff costs	35	(28,053)	(14,447)	(25,625)	(13,172)
Operating and maintenance expenses	36	(25,093)	(13,057)	(24,680)	(12,335)
Administrative expenses	37	(5,554)	(3,115)	(4,122)	(1,814)
Depreciation of property, plant and equipment	7	(40,384)	(20,548)	(35,472)	(18,009)
Factoring, collection and distribution fees	38	(10,096)	(5,018)	(9,967)	(4,775)
Provision for impairment of receivables - net	46b(ii)	(2,330)	(1,637)	(1,042)	(394)
Amortisation of intangible assets	10	(1,968)	(985)	(1,628)	(815)
Annual licence fees and other regulatory charges		(1,720)	(855)	(1,620)	(818)
Royalty	29	(14,954)	(7,359)	(14,009)	(6,949)
		<u>(164,005)</u>	<u>(81,337)</u>	(149,937)	<u>(74,763)</u>
Operating profit		<u>59,293</u>	<u>30,470</u>	68,443	32,968
Finance costs – net	39	(1,159)	(603)	(1,390)	(1,126)
Share of profit from associated companies - net	11	319	151	350	203
Other income	40	3,424	2,804	1,394	120
		<u>61,877</u>	<u>32,822</u>	68,797	32,165
Profit before taxation		<u>61,877</u>	<u>32,822</u>	68,797	32,165
Taxation	41(a)	(7,185)	(3,890)	(8,252)	(3,984)
		<u>54,692</u>	<u>28,932</u>	60,545	28,181
Profit for the period		<u>54,692</u>	<u>28,932</u>	60,545	28,181
Attributable to:					
Owners of the parent		54,983	28,987	61,020	28,577
Non-controlling interest		(291)	(55)	(475)	(396)
		<u>54,692</u>	<u>28,932</u>	60,545	28,181
Profit for the period		<u>54,692</u>	<u>28,932</u>	60,545	28,181
Basic earnings per share (RO)	42	<u>0.073</u>	<u>0.039</u>	0.081	0.038

The attached notes from pages 8 to 43 form an integral part of these financial statements.

The Review Report of the Auditors is set out on page 1.

OMAN TELECOMMUNICATIONS COMPANY SAOG

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the period ended 30 June 2011

		Unaudited 6-months ended 30 June 2011 RO'000	Unaudited 3-months ended 30 June 2011 RO'000	Unaudited 6-months ended 30 June 2010 RO'000	Unaudited 3-months ended 30 June 2010 RO'000
Profit for the period		54,692	28,932	60,545	28,181
Other comprehensive income:					
Exchange difference arising on translation of foreign operation	20	(149)	(562)	406	535
(Loss)/Gain on cash flow hedge	21	-	77	(138)	8
Transfer to statement of income on cash flow hedge		136	(31)	670	303
Fair value change in available for sale investment	22	(764)	(86)	(116)	(119)
Impairment loss on available for sale investments	22	47	41	259	148
Other comprehensive income / (loss) for the period		(730)	(561)	1,081	875
Total comprehensive income for the period		53,962	28,371	61,626	29,056
Total comprehensive income for the period attributable to:					
Owners of the parent		54,594	28,481	61,913	29,475
Non-controlling interest		(632)	(110)	(287)	(419)
		53,962	28,371	61,626	29,056

The attached notes from pages 8 to 43 form an integral part of these financial statements.

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