

OMAN TELECOMMUNICATIONS COMPANY SAOG

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CONSOLIDATED STATEMENT OF INCOME FOR THE PERIOD ENDED 30 JUNE 2010

	Notes	Unaudited 6-months ended 30 June 2010 RO'000	Unaudited 3-months ended 30 June 2010 RO'000	Unaudited 6-months ended 30 June 2009 RO'000	Unaudited 3-month ended 30 June 2009 RO'000
Revenue					
Service revenue		177,425	88,758	162,183	82,509
External administration revenue	31	24,790	11,643	16,965	7,991
Interconnection income	32(a)	16,165	7,330	19,349	9,204
		<u>218,380</u>	<u>107,731</u>	<u>198,497</u>	<u>99,704</u>
Expenses					
Roaming operator services		(2,199)	(1,427)	(3,972)	(1,788)
Interconnection expense	32(b)	(17,229)	(8,317)	(8,035)	(4,343)
Cost of content services	33	(1,181)	(620)	(1,122)	(629)
External administration expenses	31	(7,770)	(3,531)	(6,536)	(3,372)
Marketing and advertising expenses		(3,393)	(1,787)	(3,489)	(2,280)
Staff costs	34	(25,625)	(13,172)	(23,360)	(11,790)
Operating and maintenance expenses	35	(24,680)	(12,335)	(15,494)	(8,462)
Administrative expenses	36	(4,122)	(1,814)	(3,312)	(1,459)
Depreciation of property, plant and equipment	7	(35,472)	(18,009)	(29,057)	(14,546)
Factoring, collection and distribution fees	37	(9,967)	(4,775)	(10,807)	(5,387)
Provision for impairment of receivables - net	45b(ii)	(1,042)	(394)	1,990	2,656
Amortisation of intangible assets	10	(1,628)	(815)	(1,398)	(699)
Annual licence fees and other regulatory charges		(1,620)	(818)	(1,262)	(648)
Royalty	29	(14,009)	(6,949)	(14,078)	(7,047)
		<u>(149,937)</u>	<u>(74,763)</u>	<u>(119,932)</u>	<u>(59,794)</u>
Operating profit		68,443	32,968	78,565	39,910
Insurance claim settlement		-	-	3,641	-
Finance (costs) / income - net	38	(1,390)	(1,126)	1,795	1,126
Share of profit from associated companies - net	11	350	203	(737)	(855)
Other income	39	1,394	120	496	88
		<u>68,797</u>	<u>32,165</u>	<u>83,760</u>	<u>40,269</u>
Profit before taxation		68,797	32,165	83,760	40,269
Taxation	40(a)	(8,252)	(3,984)	(10,424)	(5,027)
		<u>60,545</u>	<u>28,181</u>	<u>73,336</u>	<u>35,242</u>
Profit for the period		60,545	28,181	73,336	35,242
Attributable to:					
Owners of the parent		61,020	28,577	73,038	35,095
Non-controlling interest		(475)	(396)	298	147
		<u>60,545</u>	<u>28,181</u>	<u>73,336</u>	<u>35,242</u>
Profit for the period		60,545	28,181	73,336	35,242
Basic earnings per share (RO)	41	0.081	0.038	0.097	0.047

The attached notes from pages 8 to 49 form an integral part of these financial statements.
The Review Report of the Auditors is set out on page 1.

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2010

	Notes	Unaudited 6-months ended 30 June 2010 RO'000	Unaudited 3-months ended 30 June 2010 RO'000	Unaudited 6-months ended 30 June 2009 RO'000	Unaudited 3-months ended 30 June 2009 RO'000
Profit for the period		<u>60,545</u>	<u>28,181</u>	<u>73,336</u>	<u>35,242</u>
Other comprehensive income :					
Exchange difference arising on translation of foreign operation	20	406	535	(646)	(256)
(Loss)/Gain on cash flow hedge	21	(138)	8	(296)	(178)
Transfer to statement of income on cash flow hedge		670	303	430	327
Fair value change in available for sale investment	22	(116)	(119)	-	-
Impairment loss on available for sale investments	22	259	148	-	-
Other comprehensive income / (loss) for the period		<u>1,081</u>	<u>875</u>	<u>(512)</u>	<u>(107)</u>
Total comprehensive income for the period		<u>61,626</u>	<u>29,056</u>	<u>72,824</u>	<u>35,135</u>
Total comprehensive income for the period attributable to:					
Owners of the parent		61,913	29,475	72,526	34,988
Non-controlling interest		(287)	(419)	298	147
		<u>61,626</u>	<u>29,056</u>	<u>72,824</u>	<u>35,135</u>

The attached notes from pages 8 to 49 form an integral part of these financial statements.
The Review Report of the Auditors is set out on page 1.