

STATEMENT OF INCOME

for the year ended 31 December 2016

		Parent Company		Consolidated	
		2016	2015	2016	2015
	Notes	RO'000	RO'000	RO'000	RO'000
					(Note 5)
Continuing operations					
Revenue					
Service revenue		417,020	417,904	421,349	421,547
Wholesale revenue	30	102,277	85,755	102,241	85,719
		<u>519,297</u>	<u>503,659</u>	<u>523,590</u>	<u>507,266</u>
Expenses					
Roaming operator services		(5,472)	(6,237)	(5,472)	(6,237)
Interconnection expense	31	(13,937)	(13,493)	(13,937)	(13,493)
Cost of content services	32	(4,624)	(3,379)	(4,624)	(3,379)
External administration expenses	33	(34,731)	(30,287)	(34,731)	(30,287)
Marketing and advertising expenses		(8,346)	(7,756)	(8,361)	(7,777)
Staff costs	34	(67,946)	(70,507)	(68,975)	(71,502)
Operating and maintenance expenses	35	(81,154)	(74,272)	(83,141)	(76,064)
Administrative expenses	36	(11,116)	(12,701)	(11,441)	(12,957)
Depreciation of property, plant and equipment	7	(93,575)	(81,180)	(94,315)	(81,786)
Factoring, collection and distribution fees	37	(22,291)	(22,456)	(22,291)	(22,456)
Provision for impairment of receivables – net	45b(ii)	(2,087)	(1,401)	(2,082)	(1,436)
Amortisation of intangible assets	10	(8,253)	(6,494)	(8,453)	(6,604)
Annual licence fees and other regulatory charges		(4,375)	(4,400)	(4,375)	(4,400)
Royalty	28	(33,914)	(33,611)	(33,914)	(33,611)
		<u>(391,821)</u>	<u>(368,174)</u>	<u>(396,112)</u>	<u>(371,989)</u>
Operating profit		127,476	135,485	127,478	135,277
Impairment losses (other than discontinuing operations)	9	(905)	(60,390)	-	(309)
Finance income	38	2,991	4,178	2,991	4,197
Investment income/(loss)	38	2,292	602	1,515	(225)
Finance costs	38	-	-	(1,295)	(435)
Voluntary employees' end of service	39	-	(12,578)	-	(12,578)
Share of results of associated companies	11	-	-	1,172	809
Other income – net	40	1,829	4,443	1,825	4,486
		<u>133,683</u>	<u>71,740</u>	<u>133,686</u>	<u>131,222</u>
Profit before taxation from continuing operations		133,683	71,740	133,686	131,222
Taxation	41 (a)	(16,174)	(11,451)	(16,174)	(16,186)
		<u>117,509</u>	<u>60,289</u>	<u>117,512</u>	<u>115,036</u>
Profit for the year from continuing operations		117,509	60,289	117,512	115,036
Loss from discontinuing operations, after tax	5	-	-	(1,731)	(101,716)
		<u>117,509</u>	<u>60,289</u>	<u>115,781</u>	<u>13,320</u>
Profit / (loss) for the year		117,509	60,289	115,781	13,320
Attributable to:					
Equity holders of the parent		117,509	60,289	116,671	48,493
Non-controlling interests		-	-	(890)	(35,173)
		<u>117,509</u>	<u>60,289</u>	<u>115,781</u>	<u>13,320</u>
Profit for the year		117,509	60,289	115,781	13,320
Basic and diluted earnings per share from continuing operations (RO)					
	42	<u>0.157</u>	<u>0.080</u>	<u>0.156</u>	<u>0.153</u>

The attached notes 1 to 50 form part of these financial statements.

STATEMENT OF OTHER COMPREHENSIVE INCOME
for the year ended 31 December 2016

	Notes	Parent Company		Consolidated	
		2016 RO'000	2015 RO'000	2016 RO'000	2015 RO'000
Profit for the year from continuing operations		117,509	60,289	117,512	115,036
Continuing operations					
Other comprehensive income / (expense):					
Fair value change in available for sale Investments	21	3	34	3	34
Other comprehensive income for the year		3	34	3	34
Total comprehensive income for the year from continuing operations		117,512	60,323	117,515	115,070
Loss for the year from discontinuing operations		-	-	(1,731)	(101,716)
Discontinuing operations					
Total comprehensive income for the year from discontinuing operations	5	-	-	350	19,441
Total comprehensive income for the year from discontinuing operations		117,512	60,323	(1,381)	(82,275)
Total comprehensive income for the year		117,512	60,323	116,134	32,795
Equity holders of the parent		117,512	60,323	116,871	67,810
Non-controlling interests		-	-	(737)	(35,015)
		117,512	60,323	116,134	32,795

The attached notes 1 to 50 form part of these financial statements.