

AL BATINAH POWER COMPANY SAOG

Unaudited condensed interim financial statements

30 September 2022

Registered address:

P.O. Box 39
Postal Code 103
Bareeq Al Shatti
Sultanate of Oman

Principal place of business:

Sohar Industrial Port
Sohar
Sultanate of Oman

AL BATINAH POWER COMPANY SAOG

Unaudited condensed interim financial statements

30 September 2022

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AL BATINAH POWER COMPANY SAOG

Unaudited condensed income statement

for the nine month period ended 30 September

	Notes	2022 RO'000s	2022 USD'000s	2021 RO'000s	2021 USD'000s
Revenues		56,322	146,480	47,050	122,367
Direct costs	3	(35,109)	(91,310)	(26,043)	(67,733)
Gross profit		21,213	55,170	21,007	54,634
General and administrative expenses	4	(568)	(1,476)	(568)	(1,476)
Profit before interest and tax		20,645	53,694	20,439	53,158
Finance costs (net)	5	(5,161)	(13,422)	(5,799)	(15,082)
Profit before tax		15,484	40,272	14,640	38,076
Tax expense		(1,142)	(2,971)	(1,411)	(3,669)
Net profit for the period		14,342	37,301	13,229	34,407
Earnings per share					
Basic earnings per share (Baizas / cents)	19	21.25	55.27	19.60	50.98

The attached notes 1 to 19 form part of these condensed interim financial statements.

AL BATINAH POWER COMPANY SAOG**Unaudited condensed statement of profit or loss and other comprehensive income***for the nine month period ended 30 September*

	2022 RO'000s	2022 USD'000s	2021 RO'000s	2021 USD'000s
Net profit for the period	14,342	37,301	13,229	34,407
Other comprehensive income that may be reclassified to profit or loss in subsequent periods (net of tax):				
Cash flow hedges - effective portion of changes in fair value	5,390	14,017	2,300	5,982
Total comprehensive income for the period	19,732	51,318	15,529	40,389

The attached notes 1 to 19 form part of these condensed interim financial statements.

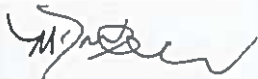
AL BATINAH POWER COMPANY SAOG

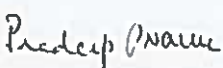
Unaudited condensed statement of financial position

as at

	Notes	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
Assets					
Non-current assets					
Property, plant and equipment	6	225,924	587,582	231,494	602,067
Right-of-use assets	7	2,830	7,360	3,008	7,823
Capital spares		564	1,467	541	1,407
Total non-current assets		229,318	596,409	235,043	611,297
Current assets					
Inventory		1,979	5,146	1,948	5,067
Trade and other receivables	8	8,676	22,561	14,142	36,779
Short term deposit	9	-	-	1,192	3,100
Cash and cash equivalents	10	22,170	57,658	809	2,105
Total current assets		32,825	85,365	18,091	47,051
Total assets		262,143	681,774	253,134	658,348
Equity and liabilities					
Equity					
Share capital	12(a)	67,489	175,523	67,489	175,523
Legal reserve	12(b)	7,642	19,876	7,642	19,876
Retained earnings		40,507	105,351	27,515	71,561
Equity before hedging reserve		115,638	300,750	102,646	266,960
Hedging reserve	12(c)	(288)	(753)	(5,678)	(14,770)
Equity		115,350	299,997	96,968	252,190
Liabilities					
Non-current liabilities					
Term loans	13	90,149	234,457	90,750	236,019
Lease liabilities	11	3,098	8,057	3,263	8,487
Derivative instruments		340	885	6,681	17,376
Deferred tax liability		23,778	61,840	21,683	56,397
Asset retirement obligation		422	1,098	407	1,057
End of service benefits		37	96	32	83
Total non-current liabilities		117,824	306,433	122,816	319,419
Current liabilities					
Trade and other payables	14	11,713	30,464	14,514	37,751
Lease liabilities - current	11	117	305	153	397
Short term borrowings		-	-	1,075	2,796
Term loans - current	13	17,139	44,575	17,608	45,795
Total current liabilities		28,969	75,344	33,350	86,739
Total liabilities		146,793	381,777	156,166	406,158
Total equity and liabilities		262,143	681,774	253,134	658,348
Net assets per share (Baizas / cents) - adjusted	18	171.34	445.63	152.09	395.56

The financial statements were approved and authorised for issue in accordance with a resolution of the Board of Directors on 26 October 2022


Chairperson


Director

AL BATINAH POWER COMPANY SAOG

Unaudited condensed statement of cash flows

for the nine month period ended 30 September

	<i>Notes</i>	2022	2022	2021	2021
		RO'000s	USD'000s	RO'000s	USD'000s
Cash flows from operating activities:					
Profit before tax		15,484	40,272	14,640	38,076
<i>Adjustments for:</i>					
Depreciation		5,766	14,996	5,770	15,005
Finance costs (net)		5,161	13,422	5,799	15,082
Gain on disposals		(1)	(2)	(7)	(18)
End of service benefits		5	13	4	10
Cash from operations before working capital changes		26,415	68,701	26,206	68,155
Changes in :					
Trade and other receivables		5,497	14,301	(3,392)	(8,820)
Inventory		(30)	(79)	(10)	(27)
Trade and other payables		(2,990)	(7,778)	2,139	5,561
Net cash flows generated from operating activities		28,893	75,145	24,943	64,869
Cash flows from investing activities:					
Acquisition of property, plant and equipment		(21)	(54)	(41)	(105)
Sale proceeds from property, plant and equipment		3	7	25	66
Net cash flows (used in) investing activities		(18)	(47)	(16)	(39)
Cash flows from financing activities:					
Repayment of term loans		(1,602)	(4,165)	(1,307)	(3,398)
Finance costs paid		(4,356)	(11,330)	(4,852)	(12,620)
Repayment of short term borrowings - net		(1,075)	(2,796)	(3,410)	(8,869)
Maturity of short term deposit		1,192	3,100	1,154	3,000
Dividend paid		(1,350)	(3,511)	(1,350)	(3,511)
Lease payments		(344)	(896)	(341)	(887)
Interest received		21	53	1	2
Net cash flows (used in) financing activities		(7,514)	(19,545)	(10,105)	(26,283)
Net change in cash and cash equivalents		21,361	55,553	14,822	38,547
Cash and cash equivalents at beginning of the period	<i>10</i>	809	2,105	1,543	4,014
Cash and cash equivalents at end of the period	<i>10</i>	22,170	57,658	16,365	42,561

The attached notes 1 to 19 form part of these condensed interim financial statements.

AL BATINAH POWER COMPANY SAOG

Unaudited condensed statement of changes in equity

for the nine month period ended 30 September

	Share capital RO'000s	Legal reserve RO'000s	Retained earnings RO'000s	Hedging reserve RO'000s	Total RO'000s
Balance at 1 January 2022	67,489	7,642	27,515	(5,678)	96,968
<i>Total comprehensive income for the period</i>					
Net profit for the period	-	-	14,342	-	14,342
<i>Other comprehensive income for the period net of income tax</i>					
Cash flow hedges - effective portion of changes in fair value	-	-	-	5,390	5,390
<i>Total comprehensive income for the period</i>					
<i>Transactions with owners of the Company</i>					
<i>Contribution and distribution</i>					
Dividend	-	-	(1,350)	-	(1,350)
<i>Total transaction with owners of the Company</i>	-	-	(1,350)	-	(1,350)
Balance at 30 September 2022	67,489	7,642	40,507	(288)	115,350
Balance at 1 January 2021	67,489	6,530	21,553	(9,081)	86,491
<i>Total comprehensive income for the period</i>					
Net profit for the period	-	-	13,229	-	13,229
<i>Other comprehensive income for the period net of income tax</i>					
Cash flow hedges - effective portion of changes in fair value	-	-	-	2,300	2,300
<i>Total comprehensive profit for the period</i>					
<i>Transactions with owners of the Company</i>					
<i>Contribution and distribution</i>					
Dividend	-	-	(1,350)	-	(1,350)
<i>Total transaction with owners of the Company</i>	-	-	(1,350)	-	(1,350)
Balance at 30 September 2021	67,489	6,530	33,432	(6,781)	100,670

The attached notes 1 to 19 form part of these condensed interim financial statements.

AL BATINAH POWER COMPANY SAOG

Unaudited condensed statement of changes in equity

for the nine month period ended 30 September

	Share capital USD'000s	Legal reserve USD'000s	Retained earnings USD'000s	Hedging reserve USD'000s	Total USD'000s
Balance at 1 January 2022	175,523	19,876	71,561	(14,770)	252,190
<i>Total comprehensive income for the period</i>					
Net profit for the period	-	-	37,301	-	37,301
<i>Other comprehensive income for the period net of income tax</i>					
Cash flow hedges - effective portion of changes in fair value	-	-	-	14,017	14,017
<i>Total comprehensive income for the period</i>	-	-	37,301	14,017	51,318
<i>Transactions with owners of the Company</i>					
<i>Contribution and distribution</i>					
Dividend	-	-	(3,511)	-	(3,511)
<i>Total transaction with owners of the Company</i>	-	-	(3,511)	-	(3,511)
Balance at 30 September 2022	175,523	19,876	105,351	(753)	299,997
Balance at 1 January 2021	175,523	16,983	56,056	(23,616)	224,946
<i>Total comprehensive income for the period</i>					
Net profit for the period	-	-	34,407	-	34,407
<i>Other comprehensive income for the period net of income tax</i>					
Cash flow hedges - effective portion of changes in fair value	-	-	-	5,982	5,982
<i>Total comprehensive profit for the period</i>	-	-	34,407	5,982	40,389
<i>Transactions with owners of the Company</i>					
<i>Contribution and distribution</i>					
Dividend	-	-	(3,511)	-	(3,511)
<i>Total transaction with owners of the Company</i>	-	-	(3,511)	-	(3,511)
Balance at 30 September 2021	175,523	16,983	86,952	(17,634)	261,824

The attached notes 1 to 19 form part of these condensed interim financial statements.

AL BATINAH POWER COMPANY SAOG

Notes to the unaudited condensed interim financial statements

1 Legal status and principal activities

Al Batinah Power Company (the "Company") was registered as a closed Omani Joint Stock company ("SAOC") on 2 August 2010 under the Commercial Companies Law of Oman. Subsequently, the Company was converted to a Public Joint Stock Company ("SAOG") and was listed on the Muscat Stock Exchange on 23 June 2014.

The Company's objectives are to develop, finance, design, construct, operate, maintain, insure and own a power generating facility (the Sohar 2 Power Plant with a capacity of about 750MW), and associated gas interconnection facilities and other relevant infrastructure; to make available the demonstrated power capacity; and to sell the electrical energy generated to Oman Power and Water Procurement Company SAOC ("OPWP"). Accordingly, the Plant is considered and managed as one reportable segment. Commercial Operation of the Plant was achieved by the Company on 3 April 2013.

2 Basis of preparation and significant accounting policies

Basis of preparation

(a) *Statement of compliance*

These condensed interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting, applicable requirements of the Commercial Companies Law of Sultanate of Oman (as amended) ("CCL") and disclosure requirements of the Capital Market Authority of the Sultanate of Oman ("CMA"). Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the last annual financial statements as at and for the year ended 31 December 2021. The condensed interim financial statements do not include all information required for full annual financial statements prepared in accordance with International Financial Reporting Standards (IFRSs).

(b) *Basis of measurement*

These condensed interim financial statements are prepared on historical cost basis except for provision for asset retirement obligation and deferred finance costs which are measured at amortised cost and certain financial instruments which are measured at fair value.

(c) *Use of estimates and judgements*

The preparation of the financial statements in conformity with IFRSs requires the management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in these condensed interim financial statements are same as those that were applied to the financial statements as at and for the year ended 31 December 2021.

(d) *Presentation and functional currency*

These condensed financial statements are presented in United States Dollars ("USD"), which is the Company's functional currency, and also in Rial Omani ("RO") for local regulatory requirements. The Omani Rial amounts, which are presented in these financial statements have been translated from the USD amounts at an exchange rate of USD 1 = RO 0.3845. All amounts have been rounded to the nearest thousand (RO '000 and USD '000) except where otherwise stated.

Change in significant accounting policies

The significant accounting policies applied by the Company in these condensed interim financial statements are consistent with those applied by the Company in its financial statements as at and for the year ended 31 December 2021.

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Notes to the unaudited condensed interim financial statements

	30 September 2022 RO'000s	30 September 2022 USD'000s	30 September 2021 RO'000s	30 September 2021 USD'000s
3. Direct costs				
Fuel gas	22,773	59,227	13,958	36,301
Depreciation on property plant and equipment (note 6)	5,583	14,520	5,578	14,508
Operation and maintenance ("O&M") fees (note 15)	5,025	13,068	4,733	12,310
Seawater extraction	804	2,090	797	2,073
Insurance	495	1,289	468	1,216
Depreciation on right of use assets (note 7)	178	463	179	464
Fuel oil	65	170	68	178
Grid connection fee	11	28	12	31
Custom duty (note 15)	2	5	3	9
Other direct costs	173	450	247	643
	35,109	91,310	26,043	67,733
4. General and administrative expenses				
Secondment fees (note 15)	195	507	190	495
Employment costs	136	354	135	351
Public company related costs	64	166	69	178
Agency fees	39	102	40	104
Directors' sitting fees (note 15)	15	40	16	41
Office rent	14	35	13	34
Corporate social responsibility	7	17	23	60
Depreciation on property plant and equipment (note 6)	5	13	13	33
Other general and administrative expenses	93	242	69	180
	568	1,476	568	1,476
5. Finance costs (net)				
Interest on term loans	3,132	8,147	2,719	7,072
Swap interest	1,192	3,100	2,096	5,451
Amortisation of deferred finance costs	532	1,383	611	1,587
Interest on lease liabilities	144	374	151	392
Debt Service Reserve Account ("DSRA")				
LC cost (note 15)	143	372	137	357
Exchange loss	32	82	26	69
Interest on short term borrowing	22	58	44	115
Asset retirement obligation - unwinding of discount	16	41	17	44
Interest income	(52)	(135)	(2)	(5)
	5,161	13,422	5,799	15,082

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Notes to the unaudited condensed interim financial statements

6. Property, plant and equipment

	Property, plant and equipment RO'000s	Technical Spares RO'000s	Other assets RO'000s	Total RO'000s
Cost				
1 January 2022	296,552	1,699	141	298,392
Addition during the period	-	17	4	21
Disposal during the period	-	(3)	(15)	(18)
Transfer during the period	-	-	-	-
30 September 2022	<u>296,552</u>	<u>1,713</u>	<u>130</u>	<u>298,395</u>
Depreciation				
1 January 2022	66,224	544	130	66,898
Charge during the period	5,528	55	5	5,588
Disposal during the period	-	(1)	(14)	(15)
30 September 2022	<u>71,752</u>	<u>598</u>	<u>121</u>	<u>72,471</u>
Carrying amount				
30 September 2022	<u>224,800</u>	<u>1,115</u>	<u>9</u>	<u>225,924</u>
31 December 2021	<u>230,328</u>	<u>1,155</u>	<u>11</u>	<u>231,494</u>
Property, plant and equipment USD'000s				
Cost				
1 January 2022	771,268	4,418	366	776,052
Addition during the period	-	45	9	54
Disposal during the period	-	(7)	(38)	(45)
Transfer during the period	-	-	-	-
30 September 2022	<u>771,268</u>	<u>4,456</u>	<u>337</u>	<u>776,061</u>
Depreciation				
1 January 2022	172,233	1,414	338	173,985
Charge during the period	14,377	143	13	14,533
Disposal during the period	-	(2)	(37)	(39)
30 September 2022	<u>186,610</u>	<u>1,555</u>	<u>314</u>	<u>188,479</u>
Carrying amount				
30 September 2022	<u>584,658</u>	<u>2,901</u>	<u>23</u>	<u>587,582</u>
31 December 2021	<u>599,035</u>	<u>3,004</u>	<u>28</u>	<u>602,067</u>

The term loan facilities are secured by a comprehensive legal and commercial mortgage on all assets of the Company (note 13).

The Company's plant is constructed on land leased from the Sohar Industrial Port Company SAOC (note 7).

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Notes to the unaudited condensed interim financial statements

7. Right-of-use assets

	Connection Equipment	Site Rent	Total
	RO'000s	RO'000s	RO'000s
Cost			
1 January 2022	999	2,720	3,719
Addition during the period	-	-	-
30 September 2022	999	2,720	3,719
Depreciation			
1 January 2022	375	336	711
Charge during the period	94	84	178
30 September 2022	469	420	889
Carrying amount			
30 September 2022	530	2,300	2,830
31 December 2021	624	2,384	3,008
	Connection Equipment	Site Rent	Total
	USD'000s	USD'000s	RO'000s
Cost			
1 January 2022	2,599	7,074	9,673
Addition during the period	-	-	-
30 September 2022	2,599	7,074	9,673
Depreciation			
1 January 2022	975	875	1,850
Charge during the period	244	219	463
30 September 2022	1,219	1,094	2,313
Carrying amount			
30 September 2022	1,380	5,980	7,360
31 December 2021	1,624	6,199	7,823

The Company has elected not to recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Company recognizes the lease payment associated with these leases as an expense on a straight-line basis over the lease term.

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Notes to the unaudited condensed interim financial statements

	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
8. Trade and other receivables				
Trade receivables	8,065	20,975	13,673	35,560
Prepayments	466	1,209	298	774
Due from a related party (note 15)	27	71	13	33
Accrued income	-	-	50	130
Other receivables	118	306	108	282
	8,676	22,561	14,142	36,779

9. Short term deposit

As per the Common Terms Agreement ("CTA"), the Company is required to maintain a debt service provisioning account ("DSPA") to ensure funds are available to service the loan instalments and interest on due date. At each repayment date at the end of October the Company is required to put the scheduled amount towards the next six monthly payments. The amount in the DSPA cannot be utilized for any purpose other than servicing the loan instalments and interest and is as such, restricted cash. The amount in the DSPA account was put into a short term deposit which matured on 26 April 2022.

	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
10. Cash and cash equivalents				
Short term deposits (less than 3 months)	12,804	33,300	-	-
Cash in hand and at bank	9,366	24,358	809	2,105
	22,170	57,658	809	2,105

11. Lease liabilities

	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
Lease liabilities included in the statement of financial position as:				
Current lease liabilities	117	305	153	397
Non-current lease liabilities	3,098	8,057	3,263	8,487
	3,215	8,362	3,416	8,884
	Contractual Undiscounted Cash flows RO'000s	Present value of lease payments RO'000s	Contractual Undiscounted Cash flows USD'000s	Present value of lease payments USD'000s
30 September 2022				
Within one year	301	117	784	305
In 2 to 5 years	1,345	722	3,498	1,878
More than 5 years	3,658	2,376	9,513	6,179
Lease liabilities	5,304	3,215	13,795	8,362

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Notes to the unaudited condensed interim financial statements

12. Equity

(a) Share capital

The details of the shareholders are as follows:

	Nationality	No. of shares held of nominal value 100 Bzs. each	% of total	Aggregate nominal value of shares held RO '000
30 September 2022				
Kahrabel FZE	UAE	201,791,343	29.90%	20,179
Middle East Investment LLC	Omani	96,508,899	14.30%	9,651
Civil Service Employees Pension Fund	Omani	87,413,257	12.95%	8,741
SEP International Netherlands B.V.	Netherlands	48,254,453	7.15%	4,825
Sojitz Global Investment B.V.	Netherlands	48,254,453	7.15%	4,825
Public Authority for Social Insurance	Omani	44,164,488	6.54%	4,416
Ministry of Defence Pension Fund	Omani	34,900,737	5.17%	3,490
Shareholders with less than 5% shareholding		113,599,800	16.84%	11,362
		674,887,430	100.00%	67,489
Nominal value in USD				175,523

31 December 2021

Kahrabel FZE	UAE	201,791,343	29.90%	20,179
Middle East Investment LLC	Omani	96,508,899	14.30%	9,651
Civil Service Employees Pension Fund	Omani	88,043,257	13.05%	8,804
SEP International Netherlands B.V.	Netherlands	48,254,453	7.15%	4,825
Sojitz Global Investment B.V.	Netherlands	48,254,453	7.15%	4,825
Public Authority for Social Insurance	Omani	44,291,913	6.55%	4,429
Ministry of Defence Pension Fund	Omani	34,900,737	5.17%	3,490
Shareholders with less than 5% shareholding		112,842,375	16.73%	11,286
		674,887,430	100.00%	67,489
Nominal value in USD				175,523

The Company has authorized, issued and paid-up share capital of RO 67,488,743 consisting of 674,887,430 shares of RO 0.1 each (31 December 2021: RO 67,488,743 consisting of 674,887,430 shares of RO 0.1 each).

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at general meetings of the Company. All shares rank equally with regard to the Company's residual assets.

(b) Legal reserve

Article 132 of the Commercial Companies Law requires that 10% of Company's net profits, after deduction of taxes for establishing a legal reserve until such legal reserve amounts to at one-third of the Company's share capital.

(c) Hedging reserve

Hedging reserve comprises the effective portion of the cumulative net change in the fair value of cash flow hedging instruments related to hedged transactions that have not yet occurred.

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Notes to the unaudited condensed interim financial statements

	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
13. Term loans				
Term loans	109,116	283,787	110,718	287,952
Less: current portion	(17,139)	(44,575)	(17,608)	(45,795)
Non-current portion	91,977	239,212	93,110	242,157
Less: unamortised transaction cost	(1,828)	(4,755)	(2,360)	(6,138)
	90,149	234,457	90,750	236,019

On 16 September 2010, the Company entered into a Common Terms Agreement (“CTA”), for credit facilities with a consortium of international banks, export credit agencies and a local bank, with Credit Agricole Corporate & Investment Bank as the Global Facility Agent, Offshore Security Trustee, Offshore Account Bank, KEXIM Facility Agent and Commercial Facility Agent; with Bank Muscat SAOG as Onshore Security Agent and Onshore Account Bank; and with KfW IPEX - Bank GmbH as the Hermes Facility Agent.

At 30 September 2022 and 31 December 2021, the outstanding amounts were as follows:

	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
Commercial Facility	42,451	110,406	42,965	111,742
Hermes Covered Variable Facility	26,136	67,974	26,563	69,084
Hermes Covered Fixed Facility	16,683	43,388	16,955	44,096
KEXIM Direct Facility	16,243	42,244	16,508	42,933
KEXIM Covered Facility	7,603	19,775	7,727	20,097
	109,116	283,787	110,718	287,952

14. Trade and other payables

Fuel gas payable and accrual	7,941	20,654	12,238	31,829
Accrued interest cost	1,193	3,104	1,028	2,674
Due to related parties (note 15)	1,024	2,662	462	1,202
Other payable and accruals	1,555	4,044	786	2,046
	11,713	30,464	14,514	37,751

15. Related party transactions

Related parties comprise the shareholders, directors, key management personnel, business entities that have the ability to control or exercise significant influence over financial and operating decisions of the Company and entities over which certain shareholders are able to exercise significant influence. Prices and terms of these transactions, which are entered into in the normal course of business, are on mutually agreed terms and conditions.

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Notes to the unaudited condensed interim financial statements

15 Related party transactions (continued)

Key management benefits

Key management personnel are those having authority for planning, directing and controlling the activities of the Company, directly or indirectly, including any director (whether executive or otherwise). Total compensation paid to the top five employees, including key management personnel for the nine month period ended are as follows:

	30 September 2022 RO'000s	30 September 2022 USD'000s	30 September 2021 RO'000s	30 September 2021 USD'000s
Key management benefits	332	865	320	831

The Company had the following transactions with related parties during the nine month period ended:

	30 September 2022 RO'000s	30 September 2022 USD'000s	30 September 2021 RO'000s	30 September 2021 USD'000s
Shareholders:				
Middle East Investment LLC	31	82	30	79
Public Authority for Social Insurance	15	39	14	36
Group companies and other related parties:				
Suez-Tractebel Operation & Maintenance Oman LLC	5,325	13,849	5,044	13,119
Al Suwadi Power Company SAOG	197	513	153	399
Kahrabel Operations & Maintenance (Oman) LLC	112	291	104	271
Shikoku Electric Power Co., Inc.	76	196	15	39
ENGIE SA	66	171	63	164
International Power SA Dubai Branch	45	117	37	97
Sojitz Corporation	45	117	102	266
Directors'	15	40	16	41
Engie Impact Belgium SA	1	2	-	-
	5,928	15,417	5,578	14,511

The nature of the above transactions is as follows:

Operation and maintenance ("O&M") fees (note 3)	5,025	13,068	4,733	12,310
Value added tax (VAT)	232	604	141	367
Secondment fees (note 4)	195	507	190	495
Sharing of costs	190	494	150	391
DSRA LC cost (note 5)	143	372	137	357
Professional fees	45	117	37	97
Other O&M expenses	30	77	98	254
Capital & Initial spares	23	60	62	163
Directors' sitting fees (note 4)	15	40	16	41
Backcharge of expenses	9	22	-	-
Custom duty (note 3)	2	5	3	9
Others	19	51	11	27
	5,928	15,417	5,578	14,511

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Notes to the unaudited condensed interim financial statements

15 Related party transactions (continued)

	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
<i>Balance due from a related party:</i>				
Al Suwadi Power Company SAOG	27	71	13	33
<i>Balances due to related parties comprised:</i>				
Shareholders:				
Middle East Investment LLC	27	69	3	7
Public Authority for Social Insurance	12	31	15	39
Group companies and other related parties:				
Suez-Tractebel Operation & Maintenance Oman LLC	840	2,184	391	1,016
ENGIE SA	55	144	5	14
Kahrabel Operations & Maintenance (Oman) LLC	34	89	10	26
Shikoku Electric Power Co., Inc.	23	60	1	3
International Power SA Dubai Branch	15	39	6	16
Sojitz Corporation	13	34	11	28
Directors'	5	12	20	53
	1,024	2,662	462	1,202

16. Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2021.

17. Commitments

- a) Operation and maintenance commitments and land lease commitments are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2021 as reduced by amounts accounted for during the nine month period ended 30 September 2022.
- b) The Company has placed purchase orders for RO 36,992 (USD 96,208) which are outstanding as at 30 September 2022 [RO 36,549 (USD 95,056) as at 31 December 2021].

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Notes to the unaudited condensed interim financial statements

18. Net assets per share - adjusted

Net assets per share is calculated by dividing the net assets attributable to the ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period/year.

	30 September 2022 RO'000s	30 September 2022 USD'000s	Audited 31 December 2021 RO'000s	Audited 31 December 2021 USD'000s
Net assets - shareholder funds	115,638	300,750	102,646	266,960
Weighted average number of shares outstanding during the period/year ('000s)	674,887	674,887	674,887	674,887
Net asset per share (Baizas / cents) - adjusted	171.34	445.63	152.09	395.56

The management believes that the hedging deficit of RO 0.29 million [USD 0.75 million] as at 30 September 2022 (RO 5.68 million [USD 14.77 million] as at 31 December 2021) represents the loss which the Company would incur, if it opts to terminate its swap agreements on this date. However, under the terms of its financing agreements, the Company is not permitted to terminate the swap agreements. Accordingly the hedging deficit has been excluded from the Net assets - shareholder funds.

19. Basic earnings per share

Basic earnings per share is calculated by dividing the net profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

	30 September 2022 RO'000s	30 September 2022 USD'000s	30 September 2021 RO'000s	30 September 2021 USD'000s
Net profit for the period	14,342	37,301	13,229	34,407
Weighted average number of shares outstanding during the period ('000s)	674,887	674,887	674,887	674,887
Basic earnings per share (Baizas / cents)	21.25	55.27	19.60	50.98