



**OMINVEST**

**OMAN INTERNATIONAL DEVELOPMENT  
AND INVESTMENT COMPANY SAOG  
AND ITS SUBSIDIARIES (OMINVEST)**

**UNAUDITED INTERIM CONDENSED  
CONSOLIDATED AND PARENT COMPANY  
FINANCIAL STATEMENTS**

**31 MARCH 2021**



# ***BOARD OF DIRECTORS' REPORT***

## ***For the Period ended 31 March 2021***

### **Dear Shareholders**

On behalf of the Board of Directors, I am pleased to present the Unaudited Financial Results of OMINVEST Group for the period ended 31 March 2021. During the period, OMINVEST achieved steady results both at the Group and the Parent level, despite the difficult business and economic conditions caused by the continuation of COVID-19 pandemic. Below, I would like to present the financial performance of OMINVEST Group and our major portfolio companies for the Q1 2021:

### **Group Consolidated Performance**

During the period ended 31 March 2021, total Group revenues decreased by 38% to RO 52.87m and the net profit attributable to OMINVEST's shareholders grew by 1% to RO 9.40m from RO 9.35m, over the same period in 2020. The Group revenues declined during the period as Oman Arab Bank (OAB) was converted to an associate and the Group discontinued the consolidation of OAB's financials and commenced equity accounting for OAB's results in accordance with the requirements of International Financial Reporting Standards from 1st July 2020. The growth in profits is attributable to strong performance of our key subsidiaries: National Life & General Insurance Company SAOG (NLGIC) and Oman Real Estate Investment and Services SAOC (ORIS).

### **Parent Company Performance**

During the period ended 31 March 2021, total revenues increased by 1% to RO 18.48m and net profit also increased by 1% to RO 13.22m, over the same period in 2020. As of 31 March 2021, total assets of the Parent Company stood at RO 638m compared to RO 632m as of 31 December 2020. Increase in total assets was due to growth in the portfolios and business activities of our key subsidiaries. Parent company paid cash dividend of 25 bz per share totaling to RO 20.19 million to the shareholders during this quarter.



## Performance of Key Subsidiaries & Associates:

**Jabreen International Development Company SAOC (Jabreen)**, our subsidiary, is focused on making private equity investments in diverse sectors and expanding into new growth markets in Asia. Jabreen reported a net profit of RO 9.58m for the period ended 31 March 2021 compared to RO 11.26m for the same period in 2020. The profit decline was primarily due to an absence of one-time gain of RO 3.7 million recorded on change in investment classification of International General Insurance Holding Ltd (Nasdaq listed company) during Q1 – 2020. The decrease was partially offset by an increase in share of results from Bank Muscat and other portfolio companies. At 31 March 2021, Jabreen's total assets stood at RO 349.8m compared to RO 333.1m at 31 December 2020. We expect Jabreen to further enhance and diversify its investment income in the years ahead.

**National Life & General Insurance Company (NLGIC)**, our subsidiary in the insurance sector, reported net profit of RO 2.71m for the period ended 31 March 2021 compared to RO 2.36m for the same period in 2020, an increase of 15%. The increase is due to increase in investment income and underwriting results. NLGIC reported Gross Written Premium (GWP) of RO 56.45m, of which Oman contributed 51%, UAE 47%, and Kuwait 2%. NLGIC achieved a net insurance premium of RO 30.20m compared to RO 29.74m for the same period in 2020, growth of 2%. We believe that NLGIC's growth prospects are strong, its recurring revenues from insurance business are stable and on a clear growth trend.

**Oman Arab Bank (OAB)**, our associate in the banking sector, reported a profit of RO 3.32m for the period ended 31 March 2021 compared to RO 5.67m for the same period in 2020, a decline of 41.3%. The decline is due to higher ECL provisions being created, given the stress in the economic and business conditions and increase in expenses due to merger with Alizz Islamic Bank. OAB increased its Loans & Advances by 0.31% to RO 2.65bn compared to RO 2.64bn, as of 31 December 2020. Customers' deposits decreased by 0.34% to RO 2.74bn compared to RO 2.75bn, as of 31 December 2020. The Shareholders' funds were RO 362m compared to RO 359m, as of 31 December 2020.

**National Finance Company (NFC)**, one of our largest associates in the leasing sector, reported net profit of RO 1.70m for the period ended 31 March 2021 compared to a net profit of RO 2.01m for the same period in 2020 – a decline of 15.2%. NFC's revenues decreased by 7.7% to RO 10.25m in this period compared with RO 11.10m in corresponding period in 2020. NFC continues to adopt a conservative approach to credit approvals keeping in view the overall macroeconomic scenario and perceived increase in credit risk. The projected lower levels of credit offtake combined with increased interest costs will make it challenging to sustain current profitability levels.



NFC will continue to focus on strengthening its efficiencies, customer experience, product offerings and quality of service delivery. We expect NFC to further consolidate its position as the leading and best performing finance company in Oman.

**Oman Real Estate Investment and Services Corporation (ORIS)**, our subsidiary in the real estate sector, invests in iconic real estate projects and acts as lead Developer and Promoter of such projects. ORIS also provides real estate management services to our affiliates within OMINVEST Group and to large institutional clients outside the Group to generate fee income. ORIS is now in advance stages of initiating new large-scale commercial & residential projects at attractive locations in Muscat.

### **Corporate Citizenship**

In line with OMINVEST's purpose - Transforming Businesses to Enrich Societies - the General Commission of the Sultanate at Expo 2020 signed a Strategic Partnership agreement with OMINVEST towards supporting Omani innovators and small and medium enterprises (SMEs). As per the agreement, OMINVEST will extend its support to the General Commission to promote SMEs at the Oman Pavilion. OMINVEST will also support a special initiative designed to showcase Omani innovations during various exhibitions and activities to be held at this important six-month global event. Around 300 Omani SMEs from various spheres of the economy, owning around 2000 products, are expected to exhibit at the Oman Pavilion after receiving all needed support and capacity building in preparation.

### **Acknowledgements:**

We are profoundly grateful to our beloved leader His Majesty Sultan Haitham bin Tarik for his great vision and initiatives as he continues to lead the Sultanate on the path of development, peace, and enduring prosperity. We also extend our sincere wishes to His Majesty, the people of Oman and the Islamic nation on the occasion of Eid Al Fitr.

On behalf of the Board, I would like to thank the Capital Market Authority, Muscat Stock Exchange, Central Bank of Oman, and Ministry of Commerce, Industry and Investment Promotion for their continued support and guidance. I also take this opportunity to thank the management teams and employees at OMINVEST and across our Group companies for their dedication and hard work.

**Khalid Muhammad AlZubair**  
Chairman

## UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2021

	Notes	Consolidated		Parent Company	
		(Unaudited) 31-Mar-21 (RO'000)	(Audited) 31-Dec-20 (RO'000)	(Unaudited) 31-Mar-21 (RO'000)	(Audited) 31-Dec-20 (RO'000)
<b>Assets</b>					
Balances with banks and money at call	5	40,984	40,874	24,000	24,125
Deposits with banks	6	79,907	85,885	33,023	44,289
Premium and insurance balance receivable	7	68,422	43,156	-	-
Re-insurance share in insurance funds	15	20,998	16,175	-	-
Investment securities	8	140,885	142,903	4,968	5,328
Investment in associates	9	323,016	323,368	145,304	142,250
Investment in subsidiaries	10	-	-	285,260	299,391
Due from subsidiaries		-	-	133,639	112,173
Other assets		41,934	14,400	8,990	1,140
Investment properties		9,449	11,139	2,100	2,100
Property and equipment		12,397	12,579	936	969
Intangible assets		21,488	21,795	-	-
<b>Total assets</b>		<b>759,480</b>	<b>712,274</b>	<b>638,220</b>	<b>631,765</b>
<b>Equity and liabilities</b>					
<b>Equity</b>					
Share capital	11	80,777	80,777	80,777	80,777
Share premium		43,838	43,838	43,838	43,838
Treasury shares		(58,580)	(58,580)	-	-
Legal reserve		19,859	19,859	19,859	19,859
Other non-distributable reserves	13	6,403	5,641	6,403	5,641
Cumulative changes in fair value reserve		(16,384)	(13,155)	(27,254)	(23,004)
Retained earnings		128,955	136,953	127,524	135,185
<b>Equity attributable to equity holders of the Parent Company</b>		<b>204,868</b>	<b>215,333</b>	<b>251,147</b>	<b>262,296</b>
Perpetual bonds		54,727	52,098	60,638	60,638
		<b>259,595</b>	<b>267,431</b>	<b>311,785</b>	<b>322,934</b>
Non-controlling interests		19,716	21,268	-	-
<b>Total equity</b>		<b>279,311</b>	<b>288,699</b>	<b>311,785</b>	<b>322,934</b>
<b>Liabilities</b>					
Due to banks	14	304,922	302,470	301,302	302,470
Insurance funds	15	103,909	74,713	-	-
Other liabilities		67,878	43,555	24,494	5,722
Taxation		3,460	2,837	639	639
<b>Total liabilities</b>		<b>480,169</b>	<b>423,575</b>	<b>326,435</b>	<b>308,831</b>
<b>Total equity and liabilities</b>		<b>759,480</b>	<b>712,274</b>	<b>638,220</b>	<b>631,765</b>
<b>Net assets per share (Rial Omani)</b>	26	<b>0.307</b>	<b>0.322</b>	<b>0.311</b>	<b>0.325</b>

  
Khalid Muhammad AlZubair  
Chairman

  
Khalid Abdullah Al Khalili  
Deputy Chairman

  
Abdulaziz Al Balushi  
Group CEO

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

**UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2021**

	Notes	<i>Consolidated</i>		<i>Parent Company</i>	
		<i>(Unaudited)</i> 31-Mar-21 <i>(RO'000)</i>	<i>(Unaudited)</i> 31-Mar-20 <i>(RO'000)</i>	<i>(Unaudited)</i> 31-Mar-21 <i>(RO'000)</i>	<i>(Unaudited)</i> 31-Mar-20 <i>(RO'000)</i>
Gross premium earned	16	35,745	37,280	-	-
Interest income	17	1,393	30,883	1,923	1,646
Investment income	19	6,058	5,837	2,958	(76)
Fee and commission income		2,176	4,252	-	-
Other operating income		386	2,916	-	30
Share of results from subsidiaries		-	-	11,959	16,046
Share of results from associates		7,110	4,692	1,639	698
<b>Total revenue</b>		<b>52,868</b>	<b>85,860</b>	<b>18,479</b>	<b>18,344</b>
Premium ceded to re-insurers	16	(5,541)	(7,543)	-	-
Net claims	15	(22,710)	(22,639)	-	-
Fee and commission expenses		(3,926)	(3,620)	-	-
Interest expense	18	(3,769)	(14,284)	(3,768)	(3,361)
Operating expenses	20	(6,414)	(18,346)	(1,489)	(1,420)
COVID-19 contribution		-	(1,175)	-	(500)
Allowance for loan impairment, net of recoveries		-	(3,937)	-	-
<b>Total expenses</b>		<b>(42,360)</b>	<b>(71,544)</b>	<b>(5,257)</b>	<b>(5,281)</b>
<b>Profit before tax</b>		<b>10,508</b>	<b>14,316</b>	<b>13,222</b>	<b>13,063</b>
Income tax expense		(576)	(1,702)	-	-
<b>Profit for the period</b>		<b>9,932</b>	<b>12,614</b>	<b>13,222</b>	<b>13,063</b>
<b>Profit for the period attributable to:</b>					
<b>Equity holders of the Parent Company</b>		<b>9,400</b>	<b>9,352</b>	<b>13,222</b>	<b>13,063</b>
<b>Non-controlling interests</b>		<b>532</b>	<b>3,262</b>	<b>-</b>	<b>-</b>
		<b>9,932</b>	<b>12,614</b>	<b>13,222</b>	<b>13,063</b>
<b>Basic earnings per share attributable to the equity holders of the Parent Company (RO)</b>	25	<b>0.014</b>	<b>0.014</b>	<b>0.016</b>	<b>0.016</b>
<b>Other comprehensive income / (expense) :</b>					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Movement in cash flow hedge		259	(368)	259	(368)
Foreign currency translation reserve		-	(3)	-	(3)
Changes in fair value of debt instruments at fair value through other comprehensive income		(463)	(1,996)	(434)	(1,873)
<i>Items that will not be reclassified subsequently to profit or loss:</i>					
Changes in fair value of equity instruments at fair value through other comprehensive income and share of OCI from equity accounted investee-net of tax		(2,768)	(8,518)	(3,751)	(10,243)
<b>Other comprehensive expense for the period</b>		<b>(2,972)</b>	<b>(10,885)</b>	<b>(3,926)</b>	<b>(12,487)</b>
<b>Total comprehensive income for the period</b>		<b>6,960</b>	<b>1,729</b>	<b>9,296</b>	<b>576</b>
<b>Total comprehensive income for the period attributable to:</b>					
<b>Equity holders of the Parent Company</b>		<b>6,495</b>	<b>(644)</b>	<b>9,296</b>	<b>576</b>
<b>Non-controlling interests</b>		<b>465</b>	<b>2,373</b>	<b>-</b>	<b>-</b>
		<b>6,960</b>	<b>1,729</b>	<b>9,296</b>	<b>576</b>

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.



**UNAUDITED INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2021**

Consolidated	ATTRIBUTABLE TO EQUITY SHAREHOLDERS OF PARENT COMPANY												
	Share capital	Share premium	Treasury shares	Legal reserve*	General reserve	Other non-distributable reserves	Cumulative changes in fair value	Retained earnings	Total	Perpetual bonds	Sub-total	Non-Controlling interests	Total
	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)
<b>At 1 January 2020</b>	<b>80,777</b>	<b>43,838</b>	<b>(81,464)</b>	<b>38,871</b>	<b>13,033</b>	<b>41,350</b>	<b>(8,384)</b>	<b>64,268</b>	<b>192,289</b>	<b>116,762</b>	<b>309,051</b>	<b>162,522</b>	<b>471,573</b>
Profit for the period	-	-	-	-	-	-	-	9,352	9,352	-	9,352	3,262	12,614
Other comprehensive expense for the period	-	-	-	-	-	(371)	(9,625)	-	(9,996)	-	(9,996)	(889)	(10,885)
Total comprehensive (expense) / income for the period	-	-	-	-	-	(371)	(9,625)	9,352	(644)	-	(644)	2,373	1,729
Transfer to/ from retained earnings	-	-	-	-	-	445	241	(686)	-	-	-	-	-
Movement related to subsidiaries and FVTOCI investment	-	-	-	-	-	-	-	(101)	(101)	-	(101)	(98)	(199)
Sale of treasury shares (note 11 (i))	-	-	22,884	-	-	-	-	(2,558)	20,326	-	20,326	-	20,326
Dividend paid relating to 2019 (note 12)	-	-	-	-	-	-	-	(20,194)	(20,194)	-	(20,194)	(8,698)	(28,892)
Treasury shares dividend adjustment (12))	-	-	-	-	-	-	-	3,485	3,485	-	3,485	-	3,485
<b>At 31 March 2020</b>	<b>80,777</b>	<b>43,838</b>	<b>(58,580)</b>	<b>38,871</b>	<b>13,033</b>	<b>41,424</b>	<b>(17,768)</b>	<b>53,566</b>	<b>195,161</b>	<b>116,762</b>	<b>311,923</b>	<b>156,099</b>	<b>468,022</b>
<b>At 1 January 2021</b>	<b>80,777</b>	<b>43,838</b>	<b>(58,580)</b>	<b>19,859</b>	<b>-</b>	<b>5,641</b>	<b>(13,155)</b>	<b>136,953</b>	<b>215,333</b>	<b>52,098</b>	<b>267,431</b>	<b>21,268</b>	<b>288,699</b>
Profit for the period	-	-	-	-	-	-	-	9,400	9,400	-	9,400	532	9,932
Other comprehensive expense for the period	-	-	-	-	-	259	(3,164)	-	(2,905)	-	(2,905)	(67)	(2,972)
Total comprehensive (expense) / income for the period	-	-	-	-	-	259	(3,164)	9,400	6,495	-	6,495	465	6,960
Perpetual bond sold by Subsidiary	-	-	-	-	-	-	-	-	-	2,629	2,629	-	2,629
Transfer to / from retained earnings	-	-	-	-	-	503	(65)	(438)	-	-	-	-	-
Dividend paid relating to 2020 (note 12)	-	-	-	-	-	-	-	(20,194)	(20,194)	-	(20,194)	(2,017)	(22,211)
Adjustment of dividend paid on treasury shares (note 12)	-	-	-	-	-	-	-	3,485	3,485	-	3,485	-	3,485
Share of equity accounted investee for interest on perpetual bond	-	-	-	-	-	-	-	(251)	(251)	-	(251)	-	(251)
<b>At 31 March 2021</b>	<b>80,777</b>	<b>43,838</b>	<b>(58,580)</b>	<b>19,859</b>	<b>-</b>	<b>6,403</b>	<b>(16,384)</b>	<b>128,955</b>	<b>204,868</b>	<b>54,727</b>	<b>259,595</b>	<b>19,716</b>	<b>279,311</b>



**UNAUDITED INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2021**

<b>Parent company</b>	<i>Share capital (RO'000)</i>	<i>Share premium (RO'000)</i>	<i>Legal reserve * (RO'000)</i>	<i>General reserve (RO'000)</i>	<i>Other non-distributable reserves (RO'000)</i>	<i>Cumulative changes in fair value (RO'000)</i>	<i>Retained earnings (RO'000)</i>	<i>Total (RO'000)</i>	<i>Perpetual bonds (RO'000)</i>	<i>Total (RO'000)</i>
At 1 January 2020	80,777	43,838	38,871	13,033	19,618	(21,891)	84,461	258,707	60,638	319,345
Profit for the period	-	-	-	-	-	-	13,063	13,063	-	13,063
Other comprehensive expense for the period	-	-	-	-	(371)	(12,116)	-	(12,487)	-	(12,487)
Total comprehensive (expense) / income for the period	-	-	-	-	(371)	(12,116)	13,063	576	-	576
Transfer to / from retained earnings	-	-	-	-	445	4,609	(5,054)	-	-	-
Movements related to subsidiaries and FVTOCI investments	-	-	-	-	-	-	1,709	1,709	-	1,709
Dividend paid relating to 2019 (note 12)	-	-	-	-	-	-	(20,194)	(20,194)	-	(20,194)
At 31 March 2020	80,777	43,838	38,871	13,033	19,692	(29,398)	73,985	240,798	60,638	301,436
<b>At 1 January 2021</b>	<b>80,777</b>	<b>43,838</b>	<b>19,859</b>	<b>-</b>	<b>5,641</b>	<b>(23,004)</b>	<b>135,185</b>	<b>262,296</b>	<b>60,638</b>	<b>322,934</b>
<b>Profit for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,222</b>	<b>13,222</b>	<b>-</b>	<b>13,222</b>
<b>Other comprehensive expense for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>259</b>	<b>(4,185)</b>	<b>-</b>	<b>(3,926)</b>	<b>-</b>	<b>(3,926)</b>
<b>Total comprehensive income / (expense) for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>259</b>	<b>(4,185)</b>	<b>13,222</b>	<b>9,296</b>	<b>-</b>	<b>9,296</b>
<b>Dividend paid relating to 2020 (note 12)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(20,194)</b>	<b>(20,194)</b>	<b>-</b>	<b>(20,194)</b>
<b>Transfer to / from retained earnings</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>503</b>	<b>(65)</b>	<b>(438)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Share of equity accounted investee for interest on perpetual bond</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(251)</b>	<b>(251)</b>	<b>-</b>	<b>(251)</b>
<b>At 31 March 2021</b>	<b>80,777</b>	<b>43,838</b>	<b>19,859</b>	<b>-</b>	<b>6,403</b>	<b>(27,254)</b>	<b>127,524</b>	<b>251,147</b>	<b>60,638</b>	<b>311,785</b>

\* Transfer to legal reserve is made on annual basis

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.



**UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY  
STATEMENTS OF CASH FLOWS FOR THE  
THREE MONTH PERIOD ENDED 31 MARCH 2021**

	Notes	<i>Consolidated</i>		<i>Parent Company</i>	
		<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>
<b>Operating activities</b>					
Profit before tax		10,508	14,316	13,222	13,063
<u>Adjustments for:</u>					
Depreciation on property and equipment	20	381	1,907	38	37
Amortization of intangible assets	20	305	242	173	173
Share of results from associates	9(a)	(7,110)	(4,692)	(1,639)	(698)
Share of results from subsidiaries		-	-	(11,959)	(16,046)
Allowance for loan impairment net of recoveries		-	3,937	-	-
Gain on sale of property and equipment		(276)	-	-	-
Net adjustments related to associates	19	(2,789)	(3,728)	(2,789)	-
Change in the fair value of financial assets at fair value through profit or loss	19	(492)	205	(52)	179
Profit on sale of investments	19	(411)	(42)	-	-
Income from amortised cost investments		(406)	(2,106)	-	-
<b>Operating results before working capital changes</b>		<b>(290)</b>	<b>10,039</b>	<b>(3,006)</b>	<b>(3,292)</b>
<b>Changes in operating assets and liabilities</b>					
Investment securities		96	(30,344)	-	(3,632)
Loans and advances to customers		-	(16,962)	-	-
Due from subsidiaries		-	-	(16,095)	(4,940)
Other assets		(17,533)	(12,723)	86	(457)
Deposits from customers		-	14,113	-	-
Premiums and insurance balances receivables		(25,266)	(13,564)	-	-
Re-insurance share in insurance funds		(4,823)	(2,966)	-	-
Insurance funds		29,196	23,364	-	-
Other liabilities		5,911	(3,257)	(1,163)	(670)
<b>Cash used in operations</b>		<b>(12,709)</b>	<b>(32,300)</b>	<b>(20,178)</b>	<b>(12,991)</b>
Tax paid		(7)	(6,951)	-	-
<b>Net cash used in operating activities</b>		<b>(12,716)</b>	<b>(39,251)</b>	<b>(20,178)</b>	<b>(12,991)</b>
<b>Investing activities</b>					
Investment in associates		-	(18,424)	-	-
Sale of associates		-	2,408	-	-
Sale of treasury shares		-	20,326	-	-
Dividend received from associates		-	110	-	-
Dividend received from subsidiaries		-	-	9,960	7,551
Capital expenditure on investment property		-	(24)	-	-
Proceeds from partial disposal of an investment property		1,966	-	-	-
Proceeds from disposal of property and equipment		-	34	-	-
Additions to property and equipment		(199)	(1,758)	(5)	-
<b>Net cash generated from investing activities</b>		<b>1,767</b>	<b>2,672</b>	<b>9,955</b>	<b>7,551</b>
<b>Financing activities</b>					
Bank borrowings		2,452	31,022	(1,168)	30,022
Disposal of perpetual bonds by a subsidiary		2,629	-	-	-
Deposit made		(10,288)	-	(5,000)	-
Dividends paid		-	(7,257)	-	-
<b>Net cash (used in) / generated from financing activities</b>		<b>(5,207)</b>	<b>23,765</b>	<b>(6,168)</b>	<b>30,022</b>
<b>Net change in cash and cash equivalents</b>		<b>(16,156)</b>	<b>(12,814)</b>	<b>(16,391)</b>	<b>24,582</b>
Cash and cash equivalents at the beginning of the period		85,163	240,456	68,414	4,549
<b>Cash and cash equivalents at the end of the period</b>	5	<b>69,007</b>	<b>227,642</b>	<b>52,023</b>	<b>29,131</b>

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

## **1. GENERAL INFORMATION**

**Oman International Development and Investment Company SAOG** ('the Company' or 'the Parent company' or "OMINVEST") is incorporated in the Sultanate of Oman as a public joint stock company and is listed on the Muscat Securities Market. The parent company is principally engaged in investment related activities and is mainly in the business of banking, insurance and financing through its subsidiaries and associates.

The Company's principal place of business and registered address is OMINVEST Business Center, Seventh Floor, Building No. 95, Block No 9993, Muscat Hills, Madinat Al Erfaan, Muscat, Sultanate of Oman. The Company's postal address is PO Box 3886, Ruwi, Postal Code 112, Sultanate of Oman.

## **2. BASIS OF PREPARATION AND ACCOUNTING POLICIES.**

The unaudited interim condensed financial statements for the three-month period ended 31 March 2021 comprise the Parent company and its subsidiaries (together referred to as the Group) and the Group's interest in associates. The separate financial statements represent the financial statements of the Parent company on stand-alone basis. These statements has been prepared in accordance with IAS 34, 'Interim financial reporting' and in compliance with the applicable provisions of the Rules and Guidelines on Disclosure by Issuers of Securities and Insider Trading ('R&G') issued by the Capital Market Authority ('CMA') of the Sultanate of Oman and with the Commercial Companies Law of 2019, as amended.

The accounting policies used in the preparation of the interim condensed financial statements are consistent with those used in the preparation of the audited annual financial statements for the year ended 31 December 2020 unless indicated below. The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2020, which have been prepared in accordance with International Financial Reporting Standards. Previous period numbers are reclassified / regrouped if necessary, for comparative purpose. The related adjustments are not material.

The unaudited interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for the period ended 31 March 2021 are not necessarily indicative of the results that may be expected for the financial year 2021.

## **3. ESTIMATES**

The preparation of unaudited interim condensed financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these unaudited interim condensed financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimating uncertainty were the same as those that were applied to the financial statements for the year ended 31 December 2020.

## **4. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS EFFECTIVE IN 2021**

For the period ended 31 March 2021, the Group has adopted all the new and revised standards and interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) of the IASB that are relevant and mandatory to its operations and effective for periods beginning on 1 January 2021.

**5. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents included in statements of cash flows comprise the following:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Balances with banks and money at call	<b>40,984</b>	40,874	<b>24,000</b>	24,125
Deposits with banks (note 6)	<b>79,907</b>	85,885	<b>33,023</b>	44,289
Deposits with banks with maturity above 3 months	<b>(51,884)</b>	(41,596)	<b>(5,000)</b>	-
	<b>69,007</b>	85,163	<b>52,023</b>	68,414

**6. DEPOSITS WITH BANKS**

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Deposits with banks and leasing companies				
Less than 3 months maturity	<b>28,023</b>	44,289	<b>28,023</b>	44,289
More than 3 months maturity	<b>51,884</b>	41,596	<b>5,000</b>	-
	<b>79,907</b>	85,885	<b>33,023</b>	44,289

**7. PREMIUM AND INSURANCE BALANCES RECEIVABLE**

	<i>Consolidated (Unaudited)</i>			<i>Consolidated (Audited)</i>		
	<i>31-Mar-21</i>			<i>31-Dec-20</i>		
	<i>Medical/</i> <i>life</i>	<i>General</i>	<i>Total</i>	<i>Medical/</i> <i>life</i>	<i>General</i>	<i>Total</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
Premiums receivable	<b>60,885</b>	<b>4,131</b>	<b>65,016</b>	34,338	4,046	38,384
Reinsurance balances receivable	<b>5,360</b>	<b>388</b>	<b>5,748</b>	6,494	497	6,991
	<b>66,245</b>	<b>4,519</b>	<b>70,764</b>	40,832	4,543	45,375
Allowance for impaired debts	<b>(1,473)</b>	<b>(869)</b>	<b>(2,342)</b>	(1,368)	(851)	(2,219)
	<b>64,772</b>	<b>3,650</b>	<b>68,422</b>	39,464	3,692	43,156

**8. INVESTMENT SECURITIES**

As at the reporting date, investment securities comprised the following:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Financial assets at fair value through profit or loss (note 8a)	<b>15,111</b>	14,128	<b>1,820</b>	1,770
Financial assets at fair value through other comprehensive income (note 8b)	<b>91,606</b>	94,768	<b>3,148</b>	3,558
Investments at amortised cost (note 8c)	<b>34,168</b>	34,007	-	-
	<b>140,885</b>	142,903	<b>4,968</b>	5,328

*(a) Financial assets at fair value through profit or loss (FVTPL)*

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Financial sector	<b>421</b>	456	-	-
Industrial sector	<b>803</b>	854	<b>449</b>	484
Local quoted investments	<b>1,224</b>	1,310	<b>449</b>	484
Foreign quoted investments	<b>352</b>	48	<b>64</b>	48
<b>Quoted investments</b>	<b>1,576</b>	1,358	<b>513</b>	532
<b>Unquoted local investments</b>	<b>2,012</b>	1,883	<b>1,079</b>	1,003
<b>Unquoted foreign investments</b>	<b>11,523</b>	10,887	<b>228</b>	235
<b>Financial assets at fair value through profit or loss</b>	<b>15,111</b>	14,128	<b>1,820</b>	1,770

*(b) Financial assets at fair value through other comprehensive income*

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
<b>Local investments</b>				
Quoted investments (cost)	<b>69,160</b>	69,262	<b>2,300</b>	2,300
Fair value reserve	<b>(9,125)</b>	(5,457)	<b>(657)</b>	(247)
Unquoted investments (cost)	<b>861</b>	861	<b>861</b>	861
Fair value reserve	<b>581</b>	581	<b>581</b>	581
Total local investments	<b>61,477</b>	65,247	<b>3,085</b>	3,495
<b>Foreign investments</b>				
Quoted investments (cost)	<b>35,504</b>	35,213	-	-
Fair value reserve	<b>(5,558)</b>	(5,875)	-	-
Unquoted investments (cost)	<b>1,058</b>	1,058	<b>205</b>	205
Fair value reserve	<b>(875)</b>	(875)	<b>(142)</b>	(142)
Total foreign investments	<b>30,129</b>	29,521	<b>63</b>	63
<b>Total Investments at fair value through other comprehensive income</b>	<b>91,606</b>	94,768	<b>3,148</b>	3,558

8. INVESTMENT SECURITIES (continued)

(c) Investment at amortised cost

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Investment in an education sector entity	19,963	18,861	-	-
Banks and corporate bonds	14,205	15,146	-	-
<b>Total Investments at amortised cost</b>	<b>34,168</b>	<b>34,007</b>	<b>-</b>	<b>-</b>

9. INVESTMENT IN ASSOCIATES

As at the reporting date, investments in associates represented holdings in the following companies:

<i>Consolidated</i>	<i>Country of incorporation</i>	<i>31-Mar-21</i> <i>(Unaudited)</i> <i>Holding %</i>	<i>31-Dec-20</i> <i>(Audited)</i> <i>Holding %</i>
<b>Quoted</b>			
Bank Muscat SAOG	Sultanate of Oman	9.99	9.99
Oman Arab Bank SAOG	Sultanate of Oman	31.64	31.64
National Finance Company SAOG	Sultanate of Oman	34.60	34.60
Al Ahlia Insurance Company SAOG	Sultanate of Oman	24.30	24.30
Takaful Oman Insurance SAOG	Sultanate of Oman	24.52	24.52
<b>Unquoted</b>			
National Finance House B.S.C.	Kingdom of Bahrain	17.47	17.47
Modern Steel Mill LLC	Sultanate of Oman	19.49	19.49
Horizon (AD) Investment Ltd	Cayman Islands	14.85	14.85
EastBridge Partners Pte Ltd	Singapore	43.00	43.00
<b>Parent Company</b>			
	<i>Country of incorporation</i>	<i>31-Mar-21</i> <i>(Unaudited)</i> <i>Holding %</i>	<i>31-Dec-20</i> <i>(Audited)</i> <i>Holding %</i>
<b>Quoted</b>			
Oman Arab Bank SAOG	Sultanate of Oman	31.64	31.64
National Finance Company SAOG	Sultanate of Oman	34.60	34.60

**9. INVESTMENT IN ASSOCIATES (continued)**

9(a) Details regarding movement in investment in associates is set out below:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
At beginning of the year	<b>323,368</b>	239,635	<b>142,250</b>	38,937
Purchase	-	1,182	-	-
Transfer of Subsidiary to associate	-	113,229	-	113,229
Derecognition of associate	-	(30,742)	-	(5,410)
Share of results	<b>7,110</b>	22,080	<b>1,639</b>	3,956
Share of other comprehensive income from associates	-	(685)	-	-
Dividends accrued	<b>(10,000)</b>	(14,190)	<b>(1,123)</b>	(2,037)
Net adjustments	<b>2,789</b>	(4,289)	<b>2,789</b>	(4,289)
Interest on perpetual bonds	<b>(251)</b>	(2,852)	<b>(251)</b>	(2,136)
At the end of the period	<b>323,016</b>	323,368	<b>145,304</b>	142,250

**10. INVESTMENT IN SUBSIDIARIES**

As at the reporting date, investments held by the Group in subsidiaries are:

	<i>Country of Incorporation</i>	<i>31-Mar-21 (Unaudited) Holding</i>	<i>31-Dec-20 (Audited) Holding</i>
National Life and General Insurance Company SAOG <i>(Principal activity: Insurance)</i>	Oman	<b>73.45</b>	73.45
Jabreen International Development Company SAOC (Jabreen) <i>(Principal activity: Investments)</i>	Oman	<b>100.00</b>	100.00
Oman Real Estate Investment & Services SAOC <i>(Principal activity: Real Estate and Investments)</i>	Oman	<b>100.00</b>	100.00
OMINVEST International Holdings Limited <i>(Principal activity: Investments)</i>	UAE	<b>100.00</b>	100.00
Ubhar Capital SAOC [note 10(i)] <i>(Principal activity: Brokerage and Investment banking)</i>	Oman	<b>66.00</b>	66.00
Salalah Resorts LLC <i>(Principal activity: Integrated Tourism Project)</i>	Oman	<b>99.99</b>	99.99
Al Jabal Al Aswad Investment LLC <i>(Principal activity: Real Estate)</i>	Oman	<b>99.98</b>	99.98
Gulf Acrylic Industries LLC [note 10(i)] <i>(Principal activity: Manufacturing)</i>	Oman	<b>51.70</b>	51.70
Shamel Plastic Industries LLC [note 10(i)] <i>(Principal activity: Manufacturing)</i>	Oman	<b>51.65</b>	51.65
Jabreen Capital Asia Pte. Ltd [note 10(i)] <i>(Principal activity: Investment activities)</i>	Singapore	<b>100.00</b>	100.00

**10. INVESTMENT IN SUBSIDIARIES (continued)**

(i) These subsidiaries are held through Jabreen.

(ii) Details regarding movement in investment in subsidiaries is set out below:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
At beginning of the year	-	-	<b>299,391</b>	<b>432,664</b>
Transfer from subsidiary to associate	-	-	-	<b>(147,189)</b>
Derecognition of subsidiary	-	-	-	<b>(1,995)</b>
Transfer from associate	-	-	-	<b>5,410</b>
Disposal [note 10(iii)]	-	-	<b>(5,371)</b>	-
Share of results	-	-	<b>11,959</b>	<b>40,387</b>
Dividends accrued	-	-	<b>(16,772)</b>	<b>(22,376)</b>
Other movements	-	-	<b>(3,947)</b>	<b>(7,510)</b>
At the end of the period	<b>-</b>	<b>-</b>	<b>285,260</b>	<b>299,391</b>

(iii) During the period, Parent company sold its 36% stake in Ubhar Capital SAOC to its 100% owned subsidiary Jabreen International Development Company SAOC for effective and efficient management of Ubhar Capital SAOC.

**11. SHARE CAPITAL**

	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Authorized 900,000,000 ordinary shares of RO 0.100 each (31 December 2020 - 900,000,000 ordinary shares of RO 0.100 each)	<b>90,000</b>	90,000
Issued and fully paid 807,772,329 ordinary shares of RO 0.100 each (31 December 2020 – 807,772,329 shares of RO 0.100 each)	<b>80,777</b>	80,777

**11(i) TREASURY SHARES**

During 2020, Group sold 6.74% treasury shares for RO 20.3 million at a premium of 11% above the prevailing market value.

**12. DIVIDEND PAID**

*Parent Company*

At the Annual General Meeting of the shareholders of the Parent Company held on 31 March 2021, cash dividend of RO 0.025 per share (2019 - RO 0.025 per share) amounting to RO 20,194,308 (2019 - RO 20,194,308) was approved and distributed to the shareholders.

Treasury shares dividend amounting to RO 3,485,173 (2019 – RO 3,485,173) is adjusted at the consolidation level.

**13. OTHER NON-DISTRIBUTABLE RESERVES**

<b>Consolidated</b>	<i>Capital reserve</i>	<i>Impairment reserve</i>	<i>Contingency reserve</i>	<i>Special reserve</i>	<i>Sub. debt reserve</i>	<i>Foreign currency revaluation Reserve</i>	<i>Hedging reserve</i>	<i>Revaluation reserve</i>	<i>Total</i>
At 1 January 2020	21,732	4,656	4,596	1,996	8,160	(24)	-	234	41,350
Net changes in fair values	-	-	-	-	-	(3)	(368)	-	(371)
Other comprehensive expense	-	-	-	-	-	(3)	(368)	-	(371)
Transfer to / from retained earnings	-	-	445	-	-	-	-	-	445
At 31 March 2020	21,732	4,656	5,041	1,996	8,160	(27)	(368)	234	41,424
<b>At 1 January 2021</b>	-	-	<b>5,907</b>	-	-	<b>(25)</b>	<b>(475)</b>	<b>234</b>	<b>5,641</b>
Net changes in fair values	-	-	-	-	-	-	<b>259</b>	-	<b>259</b>
Other comprehensive expense	-	-	-	-	-	-	<b>259</b>	-	<b>259</b>
Transfer to / from retained earnings	-	-	<b>503</b>	-	-	-	-	-	<b>503</b>
At 31 March 2021	-	-	<b>6,410</b>	-	-	<b>(25)</b>	<b>(216)</b>	<b>234</b>	<b>6,403</b>

<b>Parent Company</b>	<i>Impairment reserve</i>	<i>Contingency reserve</i>	<i>Special reserve</i>	<i>Sub. debt reserve</i>	<i>Foreign currency revaluation reserve</i>	<i>Hedging reserve</i>	<i>Revaluation reserve</i>	<i>Total</i>
At 1 January 2020	4,656	4,596	1,996	8,160	(24)	-	234	19,618
Net changes in fair values	-	-	-	-	(3)	(368)	-	(371)
Other comprehensive expense	-	-	-	-	(3)	(368)	-	(371)
Transfer to / from retained earnings	-	445	-	-	-	-	-	445
At 31 March 2020	4,656	5,041	1,996	8,160	(27)	(368)	234	19,692
<b>At 1 January 2021</b>	-	<b>5,907</b>	-	-	<b>(25)</b>	<b>(475)</b>	<b>234</b>	<b>5,641</b>
Net changes in fair values	-	-	-	-	-	<b>259</b>	-	<b>259</b>
Other comprehensive expense	-	-	-	-	-	<b>259</b>	-	<b>259</b>
Transfer to / from retained earnings	-	<b>503</b>	-	-	-	-	-	<b>503</b>
At 31 March 2021	-	<b>6,410</b>	-	-	<b>(25)</b>	<b>(216)</b>	<b>234</b>	<b>6,403</b>



**14. DUE TO BANKS**

As at the reporting date, due to banks are as follows:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Terms loans	<b>306,865</b>	304,299	<b>303,245</b>	304,299
Less: Unamortized bank processing fees	<b>(1,943)</b>	(1,829)	<b>(1,943)</b>	(1,829)
	<b>304,922</b>	302,470	<b>301,302</b>	302,470

The maturity profile of terms loans is as follows:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Due within one year	<b>78,862</b>	70,296	<b>75,242</b>	70,296
Due in more than one year	<b>228,003</b>	234,003	<b>228,003</b>	234,003
	<b>306,865</b>	304,299	<b>303,245</b>	304,299

**15. INSURANCE FUNDS**

	<i>Consolidated</i>					
	<i>31-Mar-21 (Unaudited)</i>			<i>31-Dec-20 (Audited)</i>		
	<i>Gross</i>	<i>Reinsurers share</i>	<i>Net</i>	<i>Gross</i>	<i>Reinsurers share</i>	<i>Net</i>
<i>RO '000</i>	<i>RO '000</i>	<i>RO'000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO'000</i>	
Actuarial / mathematical and unexpired risk reserve – life & medical assurance	<b>63,804</b>	<b>(13,896)</b>	<b>49,908</b>	43,373	(10,138)	33,235
Unexpired risk reserve – general insurance	<b>8,447</b>	<b>(225)</b>	<b>8,222</b>	8,169	(170)	7,999
Closing claims outstanding (including IBNR)	<b>31,658</b>	<b>(6,877)</b>	<b>24,781</b>	23,171	(5,867)	17,304
	<b>103,909</b>	<b>(20,998)</b>	<b>82,911</b>	74,713	(16,175)	58,538

The amounts of claims provided during the period are as follows:

	<i>31-Mar-21 (Unaudited)</i>			<i>31-Mar-20 (Unaudited)</i>		
	<i>Gross outstanding claims</i>	<i>Reinsurers share of outstanding claims</i>	<i>Net outstanding claims</i>	<i>Gross outstanding claims</i>	<i>Reinsurers share of outstanding claims</i>	<i>Net outstanding claims</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
At acquisition date claims outstanding (including IBNR)	<b>23,171</b>	<b>(5,867)</b>	<b>17,304</b>	21,704	(6,020)	15,684
Claims provided during the period	<b>28,524</b>	<b>(5,814)</b>	<b>22,710</b>	29,963	(7,324)	22,639
Claims paid during the period	<b>(20,037)</b>	<b>4,804</b>	<b>(15,233)</b>	(21,702)	5,522	(16,180)
Closing claims outstanding (including IBNR)	<b>31,658</b>	<b>(6,877)</b>	<b>24,781</b>	29,965	(7,822)	22,143

**16. GROSS PREMIUMS AND PREMIUMS CEDED TO REINSURERS**

<i>Consolidated</i>	<i>31-Mar-21 (Unaudited)</i>			<i>31-Mar-20 (Unaudited)</i>		
	<i>Life &amp; Medical</i>	<i>General</i>	<i>Total</i>	<i>Life &amp; Medical</i>	<i>General</i>	<i>Total</i>
	<i>RO'000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO 000</i>	<i>RO '000</i>	<i>RO '000</i>
Gross written premiums	<b>51,215</b>	<b>5,239</b>	<b>56,454</b>	47,219	5,165	52,384
Movement in unearned premiums	<b>(20,431)</b>	<b>(278)</b>	<b>(20,709)</b>	(14,702)	(402)	(15,104)
<b>Gross premium, earned</b>	<b>30,784</b>	<b>4,961</b>	<b>35,745</b>	32,517	4,763	37,280
Reinsurance premiums ceded	<b>(9,035)</b>	<b>(320)</b>	<b>(9,355)</b>	(8,425)	(282)	(8,707)
Movement in unearned premiums	<b>3,759</b>	<b>55</b>	<b>3,814</b>	1,179	(15)	1,164
<b>Premium ceded to reinsurers</b>	<b>(5,276)</b>	<b>(265)</b>	<b>(5,541)</b>	(7,246)	(297)	(7,543)
<b>Net insurance premium revenue</b>	<b>25,508</b>	<b>4,696</b>	<b>30,204</b>	25,271	4,466	29,737

**17. INTEREST INCOME**

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>31-Mar-21</i>	<i>31-Mar-20</i>	<i>31-Mar-21</i>	<i>31-Mar-20</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Loans and advances to customers	-	27,528	-	-
Placements with banks and other money market placements	<b>837</b>	812	<b>387</b>	-
Other interest income	<b>556</b>	2,543	<b>1,536</b>	1,646
	<b>1,393</b>	30,883	<b>1,923</b>	1,646

**18. INTEREST EXPENSE**

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>3 months ended 31-Mar-21</i>	<i>3 months ended 31-Mar-20</i>	<i>3 months ended 31-Mar-21</i>	<i>3 months ended 31-Mar-20</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Time deposits	-	8,502	-	-
Subordinated bonds	-	274	-	-
Call, savings and other accounts	-	2,057	-	-
Bank borrowings	<b>3,769</b>	3,451	<b>3,768</b>	3,361
	<b>3,769</b>	14,284	<b>3,768</b>	3,361

**19. INVESTMENT INCOME**

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>3 months ended 31-Mar-21</i>	<i>3 months ended 31-Mar-20</i>	<i>3 months ended 31-Mar-21</i>	<i>3 months ended 31-Mar-20</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Dividend from investments	<b>1,482</b>	2,100	<b>77</b>	48
<u>Quoted local investments</u>				
Profit on sale	<b>411</b>	42	-	-
Change in fair value	<b>(37)</b>	127	<b>(34)</b>	-
<u>Quoted foreign investments</u>				
Change in fair value	<b>529</b>	(3)	<b>86</b>	(3)
<u>Unquoted foreign investments</u>				
Change in fair value	-	(329)	-	(176)
<u>Investment properties</u>				
- Net gain on investment properties	<b>276</b>	-	-	-
- Rental income	<b>202</b>	172	<b>40</b>	55
Net adjustments related to associates	<b>2,789</b>	3,728	<b>2,789</b>	-
Amortized cost investment income	<b>406</b>	-	-	-
	<b>6,058</b>	5,837	<b>2,958</b>	(76)

**20. OPERATING EXPENSES**

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>3 months ended 31-Mar-21</i>	<i>3 months ended 31-Mar-20</i>	<i>3 months ended 31-Mar-21</i>	<i>3 months ended 31-Mar-20</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Staff costs	<b>4,001</b>	9,224	<b>1,066</b>	1,029
Other operating expenses	<b>1,576</b>	6,840	<b>162</b>	131
Amortization of intangible assets	<b>305</b>	242	<b>173</b>	173
Depreciation	<b>381</b>	1,907	<b>38</b>	37
<i>Directors' sitting fees and remuneration:</i>				
Parent Company	<b>50</b>	50	<b>50</b>	50
Subsidiaries and adjustments	<b>101</b>	83	-	-
	<b>6,414</b>	18,346	<b>1,489</b>	1,420

**21. SEGMENTAL INFORMATION**

The Group is organized into four main business segments:

- 1) Investment Segment – incorporating investment activities for both short-term and long-term purposes.
- 2) Banking Segment – incorporating corporate, retail and treasury and investment banking activities carried out by the Group's investment in banking sector.
- 3) Insurance Segment – incorporating insurance related activities for Life and General Insurance.
- 4) Real Estate Segment – incorporating activities in real estate sector.

Transactions between the business segments are on normal commercial terms and conditions and are entered between the subsidiaries and the rest of the Group. Such transactions are eliminated on consolidation.

	<i>Investments</i>	<i>Banking</i>	<i>Insurance</i>	<i>Real estate</i>	<i>Adjustments</i>	<i>Total</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
<i>31 March 2021</i>						
<b>Segment revenues</b>	<b>23,755</b>	<b>6,550</b>	<b>39,483</b>	<b>606</b>	<b>(17,526)</b>	<b>52,868</b>
<b>Segment results</b>	<b>15,679</b>	<b>6,550</b>	<b>3,269</b>	<b>452</b>	<b>(16,018)</b>	<b>9,932</b>
<b>Segment assets</b>	<b>547,895</b>	<b>280,244</b>	<b>246,903</b>	<b>14,203</b>	<b>(329,765)</b>	<b>759,480</b>
<i>31 March 2020</i>						
Segment revenues	31,844	35,527	39,805	353	(21,669)	85,860
Segment results	24,357	5,658	2,356	239	(19,996)	12,614
<i>31 December 2020</i>						
Segment assets	554,946	284,433	213,818	14,223	(355,146)	712,274

**22. RELATED PARTY TRANSACTIONS**

Related party transactions are as follows:

<i>Consolidated</i>	<i>Directors</i>	<i>Associates</i>	<i>Other related parties</i>	<i>Non-controlling interests</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<b><u>Statement of comprehensive income</u></b>				
<i>31-March-2021</i>				
Interest and commission income	-	<b>478</b>	<b>17</b>	-
Interest expense	-	<b>1,536</b>	-	-
Directors' sitting fees and Remuneration	<b>151</b>	-	-	-
Premiums received	-	<b>1,205</b>	<b>316</b>	-
Claims paid	-	<b>357</b>	<b>148</b>	-
Operating expenses/capex	-	<b>85</b>	<b>166</b>	-

<i>31-March-2020</i>				
Interest and commission income	87	569	521	20
Interest expense	-	1,745	-	116
Directors' sitting fees and Remuneration	133	-	-	-
Premiums received	-	254	44	-
Claims paid	-	49	264	-
Operating expenses/capex	-	120	28	-

**Statement of financial positions**

*31-March-2021*

Investment in perpetual bonds	-	<b>1,479</b>	-	-
Borrowing arrangements	-	<b>120,339</b>	-	-
Current and other deposit accounts	-	<b>40,000</b>	-	-
Insurance and other receivables	-	<b>1,637</b>	<b>471</b>	-
Payables	-	<b>503</b>	<b>506</b>	-

*31-December-2020*

Sale of treasury shares	20,367	-	-	-
Purchase of investment	-	-	18,401	-
Borrowing arrangements	-	123,996	-	-
Current and other deposits accounts	-	14,910	-	-
Premiums and other receivables	-	1,471	484	-
Payables	-	587	218	-

**22. RELATED PARTY TRANSACTIONS (continued)**

<i>Parent Company</i>	<i>31-Mar-21 (Unaudited)</i>			<i>31-Mar-20 (Unaudited)</i>		
	<i>Subsidiaries</i>	<i>Associates</i>	<i>Directors/ Others</i>	<i>Subsidiaries</i>	<i>Associates</i>	<i>Directors/ Others</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<b><u>Statement of comprehensive income</u></b>						
Directors' sitting fees and remuneration	-	-	50	-	-	50
Operating expenses & CSR	28	-	17	28	-	1
Interest and other income	1,587	215	-	1,672	-	-
Interest expenses	51	289	1,247	40	-	1,536
Premiums	-	-	-	83	-	-
Claims	13	-	-	13	-	-
<b><u>Other transactions</u></b>						
Dividend from subsidiaries	16,772	-	-	12,416	-	-
Dividend from associates	-	1,124	-	-	2,075	-
Sale of investment	5,371	-	-	-	-	-
	<i>31-Mar-21 (Unaudited)</i>			<i>31-Dec-20 (Audited)</i>		
<b><u>Statement of financial positions</u></b>						
Bank borrowings	-	29,839	90,500	-	23,996	100,000
Bank balances	-	20,061	-	-	31,426	-
Due from subsidiaries (Net)	133,639	-	-	112,173	-	-
Payables	-	-	1	-	-	3

**23. CONTINGENT LIABILITIES**

On 31 March 2021, there were contingent liabilities in respect of guarantees issued by commercial banks on behalf of the Group amounting to RO 263,568 (31 December 2020 - RO 683,663) given in the normal course of business from which it is anticipated that no material liabilities will arise.

**24. RISK FACTORS**

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk, liquidity risk and insurance risks. The unaudited interim condensed financial statements do not include all financial and insurance risk management information and disclosures required in the annual financial statements and should be read in conjunction with the annual financial statements as at 31 December 2020. There have been no changes in the risk management policies since year end.

**25. BASIC EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the profit for the period by the weighted average number of shares outstanding during the period.

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>
Profit for the period attributable to shareholders of the parent (RO'000)	<b>9,400</b>	9,352	<b>13,222</b>	13,063
Weighted average number of shares outstanding during the period	<b>668,365,426</b>	661,184,092	<b>807,772,329</b>	807,772,329
Basic earnings per share (RO)	<b>0.014</b>	0.014	<b>0.016</b>	0.016

As there were no dilutive potential shares, the diluted earnings per share is identical to the basic earnings per share.

**26. NET ASSETS PER SHARE**

The calculation of net assets per share is as follows:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-21</i> <i>(RO'000)</i>	<i>(Audited)</i> <i>31-Dec-20</i> <i>(RO'000)</i>
Equity attributable to shareholders of the parent (RO'000)	<b>204,868</b>	215,333	<b>251,147</b>	262,296
Number of shares outstanding at the end of the period	<b>668,365,426</b>	668,365,426	<b>807,772,329</b>	807,772,329
Net assets per share (RO)	<b>0.307</b>	0.322	<b>0.311</b>	0.325

**27. APPROVAL OF FINANCIAL STATEMENTS**

These unaudited condensed interim financial statements were approved and authorized for release by the Board of Directors on 10 May 2021.