



**BOARD OF DIRECTORS' REPORT ON THE THREE MONTHS (UNAUDITED)
CONSOLIDATED RESULTS FOR THE PERIOD ENDED 31 MARCH 2010**

I am pleased to present, on behalf of the Board of Muscat National Holding Company SAOG the consolidated unaudited results for the three months ended 31 March 2010.

The consolidated gross premium increased to OMR 6,571,843 from OMR 6,070,881 last year by 8.2%.

The gross underwriting results for this quarter is higher by 16.6% at OMR 624,434 compared to OMR 535,204 for the same period last year.

The Investment income is OMR 1,147,675 compared with OMR 2,027,754 for the corresponding period of 2009.

General and Administrative Expenses are at OMR 304,442 this quarter compared to OMR 294,729 in the same period 2009.

The net profit before tax is OMR 1,418,725 compared to OMR 2,207,448 for the same period 2009.

The net profit after tax for the period is at OMR 1,367,979 compared with OMR 2,175,867 for the same period last year.

The Board of Directors conveys its thanks to our Customers, Reinsurers and Shareholders for their ongoing support.

The Board of Directors especially appreciates the continued dedicated efforts made by the Management and staff of the company.

On behalf of the Board, I would like to take this opportunity to express our most humble gratitude and loyalty to His Majesty Sultan Qaboos bin Said for the continued peace and stability, which his reign has brought us. We also wish His Majesty the strength and good health to allow him to continue to lead us on an enlightened path to future prosperity and development for Oman and its people.

For and on behalf of the Board of Directors,

Reem Omar Zawawi
Chairperson