MUSCAT NATIONAL HOLDING COMPANY SAOG

BOARD OF DIRECTORS' REPORT ON THE SIX MONTHS (UN-AUDITED) CONSOLIDATED RESULTS FOR THE PERIOD ENDED 30th JUNE 2010

I am pleased to present on behalf of the Board of Muscat National Holding Company the consolidated un-audited results for the six months ended 30th June 2010.

The consolidated gross premium increased by 4.2 % to OMR 9,023,817 from OMR 8,659,842 last year 2009.

The investment income is OMR 200,155 compared to OMR 2,732,524 for the corresponding period of 2009.

General and Administrative Expenses are at OMR 659,725 compared to OMR 597,398 in the same period 2009.

The net profit before tax is OMR 566,387 compared to OMR 3,113,347 for the same period 2009.

The net profit after tax for the period is at OMR 471,954 compared with OMR 3,037,620 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,

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Reem Omar Zawawi
Chairperson