

Chairman’s Report for the Period Ended 30th June 2025

Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the results achieved by the Company for the second quarter ending 30th June 2025. The Company has consistently demonstrated strong performance, reinforcing its leadership position in Oman’s insurance sector across multiple lines of business.

Financial Review

Insurance Operations

The Company recorded Gross Written Premiums of RO 57.706 million for the period ended 30th June 2025 compared to RO 52.493 million during the period ended 30th June 2024 reflecting a growth of 10%. The Company’s market share has improved to 18.2% from 17.8%. During the period under review, the Company continued to improve the overall portfolio balance, driven by prudent underwriting.

Insurance Revenue for the Period ended 30th June 2025 was RO 45.731 million against RO 44.372 million during the previous year, which represents 2.93% growth over previous year.

The Insurance Service Results were reported at RO 2.235 million compared to RO 1.991 million during the same period last year, a growth of 12.26%.

Investment Performance

Investment income was RO 2.083 million for the period ended 30th June 2025 as against RO 1.434 million for the last year same period. The performance of the Company’s associate investment – Dhofar Foods and Investment reported a lower sequential profit during the quarter under review.

Profitability

Net Profit after Tax increased by 9% for the period ended 30th June 2025 to RO 2.609 million as against RO 2.394 million in the same period last year.

Key Development

During the quarter under review, the Company converted the last tranche of optionally convertible bonds aggregating Rial Omani 1 million into equity shares. With this conversion, the Company's paid-up share capital stands at Rial Omani fourteen million (14,000,000) and the total outstanding shares issued by the Company stands at one hundred and sixteen million three hundred and fifty thousand nine hundred and eighty-nine (116,350,989). I would like to extend our heartfelt gratitude to our shareholders for their continued trust in the Company.

Corporate Social Responsibility (CSR)

As part of its commitment to community development, Dhofar Insurance seeks to exercise its role as a good corporate citizen and foster youth engagement and community development. During the period ended 30th June 2025, the Company contributed a sum of Rial Omani Thirteen Thousand Seven hundred and Eighty (13,780) towards various CSR activities.

Human Resource

During the year, we invested in a comprehensive training program to our employees, focusing on fostering individual growth and organizational excellence. As part of our HR initiatives, the Company has identified potential employees for leadership roles and sponsored their enrollment to obtain professional certifications from the Chartered Insurance Institute, Association of Chartered Certified Accountants and Chartered Institute of Personal Development.

As part of our commitment to local employment and the national economy, 83% of our workforce is Omani, reflecting our dedication to supporting Oman's workforce development and aligning with the country's vision for growth and employment.

Shareholders Returns

Basic Earnings per share (EPS) was reported at 23 Baizas per equity share; and

Net Asset Value (NAV) per share was reported at 358 Baiza per equity share as on 30th June 2025.

Acknowledgements



We express our deep gratitude and appreciation to our leader, His Majesty Sultan Haitham Bin Tarik for his vision and guidance, which sustained the country’s success, growth and prosperity.

The Board of Directors thank the Ministry of Commerce and Industry and Investment Promotion and the Financial Services Authority for the continued guidance and support. We also would like to thank the shareholders, reinsurers, customers, and employees of the Company for their continued trust and support

Tahir Salim Abdullah Al Amri

Chairman