

DHOFAR INTERNATIONAL DEVELOPMENT AND INVESTMENT COMPANY SAOG AND ITS SUBSIDIARIES

CHAIRMAN’S REPORT FOR THE SIX MONTHS ENDED 30 JUNE 2025

Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the Un-audited Financial Results of Dhofar International Development & Investment Company SAOG (“DIDIC”) for the period ending 30th June 2025.

During the first six months of 2025, MSX recorded a dip of 76 points and closed at 4500.87 points as on 30th June, 2025 which is a 1.70% drop over the six months period. However for the second quarter, MSX was up by 3.1%. During the six months period, the Company’s investments in equities at a group level recorded a increase of RO 1.09 million on account of increase in the prices of its key equity investments.

Group Consolidated Performance

During the six months period ending 30th June 2025, Net Profits After Taxes were RO 5.366 million and the total comprehensive income attributable to our shareholders amounted to RO 4.651 million as compared to Net Profit of RO 3.794 million and total comprehensive income of RO 3.588 million for the same period in 2024.

The Group ended the first six months of 2025 with total assets of RO 226.621 million, a marginal increase by 2.5% while shareholders’ equity of RO 140.99 million registered an increase of 5% from the first six months of 2024 where total assets amounted to RO 221.06 million and shareholders’ equity attributable to our shareholders was RO 134.23 million.

Performance of Key Associates

Bank Dhofar, our banking associate, reported after tax net profit of RO 23.665 million for the six months period ended 30 June 2025 as compared

to RO 22.118 million for the same period in 2024, representing an increase of 7%. The net interest income recorded a marginal decrease of 3.39% closing at RO 48.838 million and income from Islamic financing activities increased to RO 11.097 million compared to RO 9.794 million during same period of 2024 registering an increase by 13.3%. Net fees and commission income was higher by 37.69% at RO 16.168 mn compared to same period last year. Net loans and advances including Islamic financing witnessed an increase of 12% and reached RO 4.173 billion as at 30 June 2025 as compared to RO 3.733 billion as at 30 June 2024. Similarly, customer deposits including Islamic deposits, increased by 13.57% to RO 4.033 billion compared to comparative period of last year. Total shareholders' equity in the bank registered a marginal increase by 2.32%, increasing to RO 581.28 million from RO 568.101 million a year prior.

Dhofar Insurance, our insurance associate reported a growth of 3% in its insurance revenue of RO 45.731 million from RO 44.372 million a year earlier for the six months period. Also, its net insurance service results showed an improvement of 12.25% from RO 1.991 million in the first six months of 2024 to RO 2.235 million a year later. The Net insurance and investment results for 2025 is RO 3.555 million which is an increase of 12.37% as compared to the previous year. It also reported net profit of RO 2.61 million for the first six months period of 2025 as compared to RO 2.394 million a year earlier recording a growth of 8.97%. The shareholders' equity has increased by 9%, from RO 38.347 million as at 30 June 2024 to RO 41.614 million as at 30th June 2025.

Oman Investment & Finance Company, our billing and collection associate that has also ventured into money exchange and contracting operations through two specialized subsidiaries, has its revenue marginally declined in its group operations in the first six months of 2025 by 3.6%, with net profits decreasing by 35% to RO 2.963 million from RO 4.564 million a year earlier. The Shareholder's equity increased by 15%, from RO 33.179 million as at 30 June 2024 to RO 38.124 million as at 30 June 2025.

OIFC's merger with DIDIC was completed with effect from July 1, 2025. However, the Company is currently engaged in various post-merger activities including integration. These financials as on 30th June 2025 of the Company does not include any financial adjusted pertaining to this merger.

Acknowledgements

On behalf of the board of directors, I would like to extend our gratitude to the leadership of the FSA, CBO and MOCI for their continued support. I would also like to thank the management teams of DIDIC, our subsidiaries and associate companies for all their hard work and dedication.

Finally, we wish our country continued safety and stability under the wise leadership and guidance of His Majesty Sultan Haitham Bin Tarik, may

God protect him and prolong his life.

Khalid Bin Mustahail Ahmed Al Mashani

Chairman