DIRECTORS' REPORT
for the Quarter ended 30th June 2022

Dear Shareholders,

On behalf of the Board of Directors of Muscat Insurance Company S.A.O.G, we are pleased to present the Company's un-audited condensed financial statements for the second quarter ended 30th June 2022:

Company performance for the second quarter ended 30th June 2022

Insurance Operations

- Gross Written Premium increased by 2.5% to OMR 10.1m vs Q2/2021.
- Gross Underwriting Contribution decreased by 39% to OMR 851k.
- Overall expenses decreased by 10% to OMR 1.56m despite high reorganization costs in context of the closure of 9 uneconomic branch offices.

Investment Performance

- Net Investment Result increased by 71% to OMR 939k vs Q2/2021 despite highly adverse conditions in the capital markets. There were no extraordinary transactions of a non-recurring nature.

Profitability

- Net Profit after Tax comes in at OMR 473k which is a decrease of 16.8% vs Q2/2021.

Outlook

The Omanization rate in the Company's branch network remains at 100%, and the Board expects further regulatory support in this effort, which is focused on a long-term perspective for Oman. As part of its restructuring, the company is currently completely renewing its system landscape and is already selling an increasingly large part of its business online.

Acknowledgement

We express our sincere gratitude to His Majesty Sultan Haitham bin Tariq bin Taimur Al Said for his wise leadership and support provided to the industry. Furthermore, we thank the Ministry of Commerce and Industry and the Capital Market Authority for their continued guidance. In closing, we record our gratitude to all business partners and customers for their valuable support and to our management and staff for their continued dedicated efforts.

For and on behalf of the Board of Directors,

Dr. Loizos Christodoulides
Chairman