

## Company Report

Dear Shareholders,

On behalf of the Board of Directors of Oman United Insurance Company SAO G, I have the pleasure to present to you the Un-Audited Financial Statements of the company for the Three months period ended on 31 March 2022.

### Operation Performance Highlights:

Particulars	31 <sup>st</sup> March 2022	31 <sup>st</sup> March 2021	Change%
Gross Written Premium	10,695,168	12,080,415	-11.5
Gross Underwriting Results	1,361,007	1,683,049	-19.1
Realized Investment and other income	1,036,182	977,969	+6.0
Net Profit for the year (after income tax)	1,097,041	917,527	+19.6

### Gross Written Premium and Underwriting Results:

The gross premium income of all insurance branches amounted to OMR 10.70 million compared to OMR 12.08 million in the same corresponding period of the year 2021 depicting a decrease of (11.5%). This decrease is attributable to the overall prevailing economic conditions accompanied by the severe pricing competition and the limited number of new projects that need insurance cover. As a result of our focus on the quality of business rather than the volume of business, and the selective underwriting policy adopted by the management thereof, the gross underwriting profit of all lines of business amounted to OMR 1.36 million compared to the Underwriting profits of OMR 1.68 million in the corresponding period of last year depicting a decrease of (19.1%).

### Investment and other income Results:

Considering the current & expected oil price movements coupled with improved economic activities within the local economy, we will be cautiously optimistic about the local equity market, thereby investing in the local equity shares in a phased manner in line with the Investment of the assets of Insurance and Takaful Insurance companies Regulation. By this approach, we will be diluting the investments from fixed income securities to equity investments in a gradual manner.

Therefore, the company achieved a total investment income of OMR 1.03 million, compared to OMR 978k in the corresponding period last year depicting an increase of 6%. The net investment income after deducting unrealized investment losses amounted to OMR 1.1 million compared to OMR 742K for the same period last year i.e. an increase of 48.1%.

### Net profit:

The company's net profit after tax amounted to OMR 1.1 million against a net profit after tax of OMR. 918k in the corresponding period of last year, depicting an increase of 19.6%, accordingly the earnings per share amounted to 11 Bzs against 9 Bzs in the corresponding period of last year. It is worth noting that the net asset value per share amounted to 285 Bzs compared to 278 Bzs in the same period of last year with a growth rate of 2.5%, this is despite the continuous distribution of dividends to the shareholders.

### Business risks:

**Honorable shareholders:** As you know, the insurance business is exposed to natural and other risks that are governed by fate and destiny, (Such as the pandemic of Coronavirus, Covid19) and on the other hand, the performance of the investment portfolio is very much influenced by the prevailing economic and political conditions.

However, the management has been exerting its utmost efforts by adopting a conservative risk management mechanism that mitigates the effects of the risks related to the activity.

**Acknowledgment:**

On behalf of the Board, I would like to thank the shareholders, our loyal customers, reinsurers, and employees. Our sincere thanks and appreciation also extended to Capital Market Authority for their tremendous support in regulating and developing the local insurance sector and for their assistance, which has led to the smooth functioning of operations.

Finally, our sincere thanks and gratitude to His Majesty Sultan Haitham Bin Tariq. We all pray to Almighty Allah to shower His Majesty with blessings, keep him in good health and give him long life. Our sincere thanks and appreciation extended to His Majesty's rational government and we wish the Omani people always Progress and prosperity.

Thank You and Kindest Regards

**Salim Bin Nassir Al Busaidi Chairman**

April / 2022