



## Chairman's Report

**Dear Shareholders,**

On behalf of the Board of Directors of Dhofar Insurance Company SAOG, I present to you the unaudited condensed Financial Statements for the six months ended 30 June 2018.

### Insurance Operations

The Company reported a 25% Year on Year fall in Gross Written Premium to RO 20.560 million for the six months ended 30 June 2018 compared to RO 27.515 million in the same period last year. This fall in Gross Premium is mainly due to more prudent underwriting and the need to improve the loss ratio. The net underwriting result was a profit of RO 3.531 million compared to a profit of RO 1.728 million over the same period last year. The Motor portfolio reserve for the quarter ended 30<sup>th</sup> June 2018 are as per the external actuary certificate.

### Cyclone Mekunu

The Company had undertaken a number of preparatory steps to ensure minimal damage to the Company's assets. Our claims personnel were on the ground assisting customers immediately the day following the cyclone. The Company has adequate reinsurance agreements in place with reputed global reinsurers to ensure that the policy holders are protected. Conservative estimates indicate that the Company's exposure net of reinsurance will not exceed RO 1 million.

### Investment Performance

The company earned an investment income of RO 0.690 million for the six months ended 30 June 2018 as against an investment income of RO 0.837 million for the same period last year. The company continues to adopt a prudent investment policy and majority of the assets in the investment portfolio of the company is made up of low risk and liquid investments.

### Profitability

The Company reported net profit after tax of RO 0.661 million for the six months ended 30 June 2018 as against a loss of RO 0.308 million compared to the same period last year.

### Right Issue

The Company successfully completed the capital restructuring proposal that included a two stage capital reduction and a Right issue of equity shares and mandatory convertible bonds aggregating RO 7 million. The Board of Directors would like to thank all major shareholders for reposing their faith and confidence in the Company.

## BRANCHES :

SALALAH	Tel.: 23294370	HARMA	Tel.: 23436058	MAHAQAH	Tel.: 25659322	TAGAH	Tel.: 23258033	طابق	٧٢٥٨٧٧٧	محافظة	٢٢٦٥٣٣٣	محطة	٢٢٦٦١٥٨	هيمام	٢٢٦٦١٧١	سلالة	٢٢٦٦١٧١
SOHAR	Tel.: 26842840	AL KHUWAR	Tel.: 24481528	QURYAT	Tel.: 24046303	INDUSTRIAL	Tel.: 23211541	الصناعية	٢٢٦٦١٥٨	قريات	٢٢٦٦١٥٨	قريات	٢٢٦٦١٥٨	الخوير	٢٢٦٦١٥٨	صهار	٢٢٦٦١٥٨
SUR	Tel.: 25543980	BAJAKA	Tel.: 26884749	AL AMIRAT	Tel.: 24075683	IZH	Tel.: 25341606	إركسي	٢٢٦٦١٥٨	الأميرك	٢٢٦٦١٥٨	الأميرك	٢٢٦٦١٥٨	بركاء	٢٢٦٦١٥٨	صو	٢٢٦٦١٥٨
NIZWA	Tel.: 25412094	SINAW	Tel.: 25524970	AL SWAQ	Tel.: 26860297	AL GHUBRAH	Tel.: 24493906	الغبرة	٢٢٦٦١٥٨	السويق	٢٢٦٦١٥٨	السويق	٢١٥٢١٩٧٠	منكوا	٢١٥٢١٩٧٠	نزي	٢١٥٢١٩٧٠
SEEB	Tel.: 24423079	MIRBAT	Tel.: 23284534	SAMAIL	Tel.: 25349099	SHINAS	Tel.: 26747479	شينا	٢٢٦٦١٥٨	سمائل	٢٢٦٦١٥٨	سمائل	٢٢٦٦١٥٨	مرياب	٢٢٦٦١٥٨	السيه	٢٢٦٦١٥٨
BURAIMI	Tel.: 25655721	KHASAB	Tel.: 26731706	JALAN	Tel.: 25554157	Al Rhoil	Tel.: 24443803	الرويل	٢٢٦٦١٥٨	جمالان	٢٢٦٦١٥٨	جمالان	٢٢٦٦١٥٨	خصب	٢٢٦٦١٥٨	البري	٢٢٦٦١٥٨
ISRI	Tel.: 25692254	MAZYUNAH	Tel.: 23271338	AL MAHA FIS	Tel.: 26840905	Al Mabika	Tel.: 24458761	المبيكة	٢٢٦٦١٥٨	الزينة (الها)	٢٢٦٦١٥٨	الزينة (الها)	٢٢٦٦١٥٨	الزينة	٢٢٦٦١٥٨	عبري	٢٢٦٦١٥٨
IBRA	Tel.: 25570742	SALALAH	Tel.: 23287034	BAHLA	Tel.: 25421021	Grand Mall	Tel.: under cooperation	جولدمال	٢٢٦٦١٥٨	بهاء	٢٢٦٦١٥٨	بهاء	٢٢٦٦١٥٨	مسالة	٢٢٦٦١٥٨	إبراء	٢٢٦٦١٥٨
DIBBA	Tel.: 26836808	SARFAIT	Tel.: 99297730	SAHM	Tel.: 26854991	Yasoon Mall	Tel.: under cooperation	ياسون مول	٢٢٦٦١٥٨	صحيح	٢٢٦٦١٥٨	صحيح	٢٢٦٦١٥٨	صريف	٢٢٦٦١٥٨	ديبا	٢٢٦٦١٥٨
AL DAQOON	Tel.: 25215112	AL SHOBOKHAY	Tel.: 20065150	AL MANVALEH	Tel.: 24510832	FARAHAL KHUJUD	Tel.: under cooperation	فرع الخوض	٢٢٦٦١٥٨	الموالم	٢٢٦٦١٥٨	الموالم	٢٢٦٦١٥٨	النايرة	٢٢٦٦١٥٨	الرقم	٢٢٦٦١٥٨
AL RUSTAQ	Tel.: 26875147	THUMRAIT	Tel.: 23279588	AL SAADA	Tel.: 23226273					السادة	٢٢٦٦١٥٨	السادة	٢٢٦٦١٥٨	ثمرات	٢٢٦٦١٥٨	الرشا	٢٢٦٦١٥٨

## الفروع :

**Acknowledgements**

The Board of Directors express their sincere gratitude, appreciation and extend our heartfelt greetings to His Majesty Sultan Qaboos Bin Said and to the people of Oman on the occasion of the blessed occasion of the 48<sup>th</sup> Renaissance day.

The Board of Directors also welcome and support the measures taken by the Ministry of Commerce and the Capital Market Authority to strengthen the Insurance sector in the Sultanate of Oman and would also like to thank the shareholders, reinsurers and customers of Dhofar Insurance Company SAOG for their trust and continued support

Majid Bin Sultan Al Toky

Chairman of the Board of Directors

