

**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 9 months’ period ended on 30 September 2022.

**Operation Performance Highlights:**

Particulars	30 September 2022	30 September 2021	Change%
Gross Written Premium	26,118,477	24,609,011	6.1
Gross Underwriting Results	3,027,353	4,176,624	(27.5)
Realized Investment and other income	2,375,327	2,590,884	(8.3)
Net Profit for the year (after income tax)	1,431,217	2,474,789	(42.9)

**Gross Written Premium and Underwriting Results:**

Despite the continuous severe pricing competition and high motor loss ratio, the company managed to achieve a gross premium income of all lines of business amounted to OMR 26.11 million compared to OMR 24.60 million in the same corresponding period of the year 2021 depicting an increase of 6.1%. 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 3.02 million compared to underwriting profits of OMR 4.17 million in the corresponding period of last year depicting a decrease of (27.5%).

**Investment and other income Results:**

Considering the current & expected oil price movements accompanied 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 the equity investments in a gradual manner.

Therefore, the company achieved a total investment income of OMR 2.38 million, compared to OMR 2.59 million in the corresponding period last year depicting a decrease of (8%). The net investment income after deducting unrealized investment losses amounted to OMR 2.37 million compared to OMR 2.59 for the same period last year i.e. a decrease of (9%)

**Net profit:**

The company's net profit after tax amounted to OMR 1.41 million against a net profit after tax of OMR. 2.47 million in the corresponding period of last year, depicting a decrease of (42.9%), this is mainly due to higher motor claims ratio coupled with marginally lower investment income has contributed to the lower net profit. Management would take the best efforts to overcome this lower in net profit. Accordingly the earnings per share amounted to 0.014 Bzs against 0.025 Bzs in the corresponding period of last year. It is worth noting that the net asset value per share amounted to 0.288 Bzs compared to 0.294 Bzs in the same period of last year.

**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 Natural Catastrophic & Motor Accidents) and on the other hand, the performance of the investment portfolio is very much influenced by the prevailing economic and political conditions. Moreover, re-insurance companies have tightened terms and the renewal season has seen a reduction of capacities and coverage for Oman. 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.

**Acknowledgement:**

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 to the Omani people always Progress and prosperity.

Thank You and Kindest Regards

**Salim Bin Nassir Al Busaidi**  
**Chairman**