

Sector

Oman Banking Statistics

Monthly Update October 2025

Date

24 December 2025

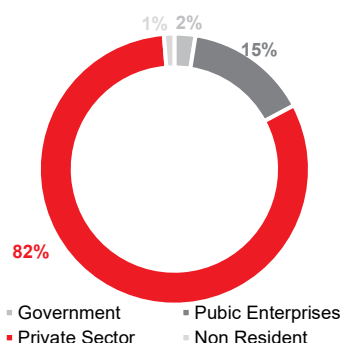
Highlights

- > CBO's latest data (October'25) shows that total credit in Omani banks rose by 9.0%YoY to OMR 34.7bn.
- > The loan-to-deposit ratio rose to 105.2% in October 2025, reaching its highest point since November 2023.
- > Total conventional credit reached OMR 27.3bn (+8.6%YoY & +0.5% MoM)
- > Broad money (M2) supply increased by 3.6%YoY, whereas narrow money (M1) saw a 7.3% YoY rise in October'25.
- > CBO's Foreign assets declined by 2.3% MoM and increased by 0.6% YoY.

Total Banking Sector (Conventional & Islamic)

- > Oman's banking sector total credit stood at OMR 34.7bn at the end of October 2025, up 0.6% MoM and 9.0% YoY.
- > Total deposits stood at OMR 33.0 bn in October 2025, rising 3.5% YoY and falling 0.2% MoM.
- > Islamic deposits rose 11.9% YoY to OMR 7.3bn by end-October 2025, accounting for 22.2% of total deposits.

Fig 1. Total credit Concentration October'25



Source: CBO, U Capital Research

Fig 2. Total Deposits Concentration October'25

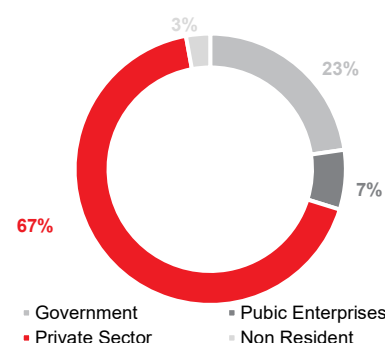
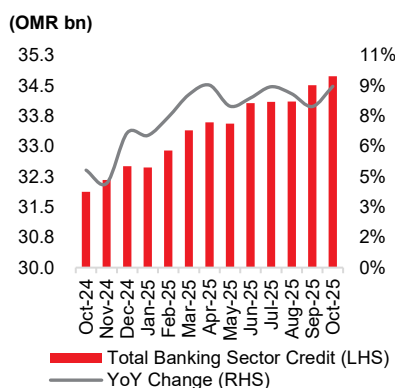
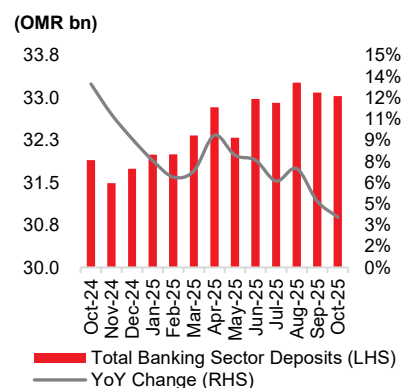


Fig 3. Omani Banking Sector: Total Credit



Source: CBO, U Capital Research

Fig 4. Omani Banking Sector: Total Deposit



Conventional Banking

- Total conventional credit reached OMR 27.3bn (0.5% MoM and 8.6% YoY)
- Conventional credit growth in October showed a broad-based MoM expansion across all segments. Credit to the government sector increased by 8.8% MoM (OMR 70.6mn), making it the largest positive contributor to monthly credit growth. Credit to public enterprises rose by 0.5% MoM, credit to the private sector increased by 0.2% MoM, while credit to non-residents expanded by 3.4% MoM.
- Conventional deposits increased by 1.4% YoY to reach OMR 25.7bn.
- On a monthly basis, deposits decreased by 0.3% MoM, driven by a 6.9% decrease in public enterprise deposits and a 1.6% decline in non resident sector deposits. The combined share of government and public enterprise deposits accounted for 28.9% of total conventional deposits.
- Loan-to-deposit (LTD) ratio climb to 106.2%, the highest reading since November 2023.

Fig 5. Conventional Credit Disbursal/ (Contraction)

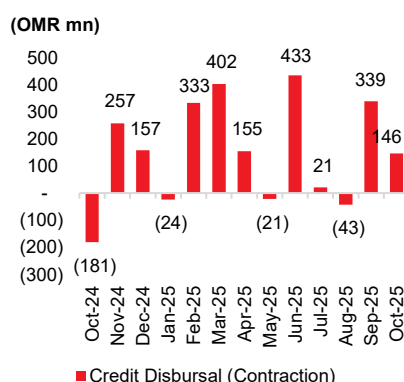
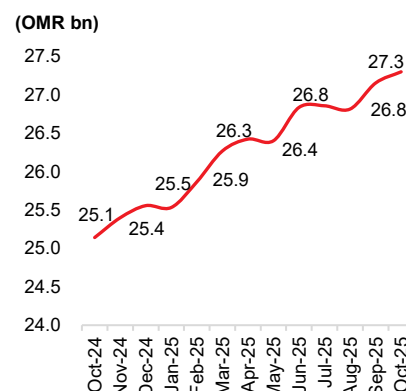


Fig 6. Conventional Banks: Total Credit

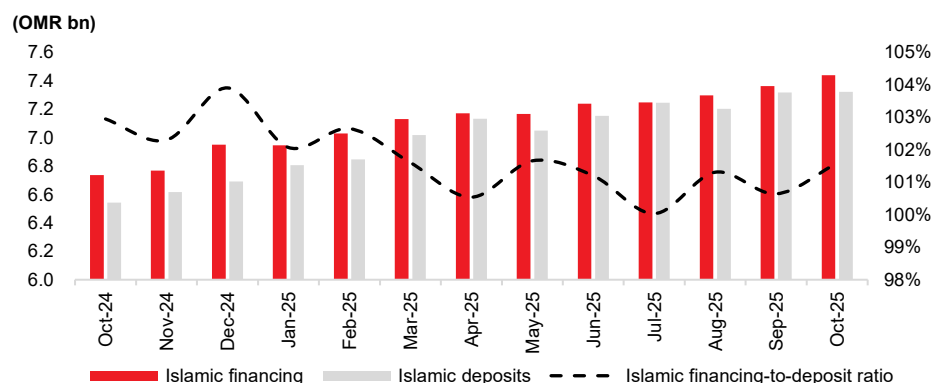


Source: CBO, U Capital Research

Islamic Banking

- At end October'25, Islamic banking financing (Banks & Islamic Windows) reached OMR 7.4bn (1.0% MoM and 10.4% YoY).
- Islamic deposits reached OMR 7.3bn (0.1% MoM and 11.9% YoY).
- Islamic financing accounts for 21.4% of total banking credit in Oman, while Islamic deposits represent 22.2% of total bank deposits. The Islamic financing-to-deposit ratio stood at 101.6% in October 2025, higher than 100.6% recorded in the previous month.

Fig 7. Islamic Banks: Islamic financing and deposits



Money Supply & CBO's Foreign Assets

- As per CBO, Oman's narrow money supply (M1) expanded by 7.3% YoY in October 2025, primarily driven by a 8.7% YoY increase in demand deposits. While currency with public experience decreased 0.1% YoY.
- Broad money (M2) supply declined by 0.2% MoM and increased 3.6% YoY. Domestic liquidity decreased by OMR 47.6mn on monthly basis. Annually, broad money expanded by OMR 887.8mn.
- CBO's foreign assets, which include bullion, IMF reserve assets, placements abroad, and foreign securities, increased to OMR 7.3bn (-2.3% MoM and +0.6% YoY) as of October'25.
- The foreign assets MoM is brought by Placements abroad, which account for 37.8% of total foreign assets, declined by 4.4% MoM. Securities, representing 49.7% of total foreign assets, decreased by 3.5% MoM. Bullion rose significantly 26.0% MoM (6.0% of total foreign assets), while IMF Reserve Assets fell by 1.2% MoM (6.5% of the total).

Fig 8. Money Supply MoM Growth %

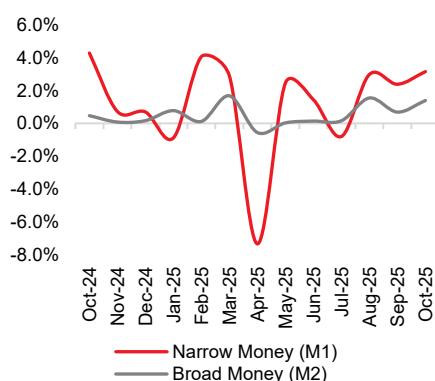
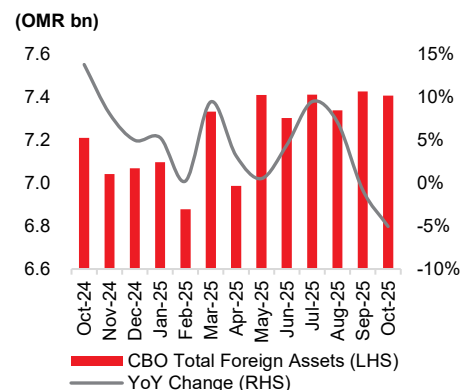


Fig 9. CBO Foreign Assets

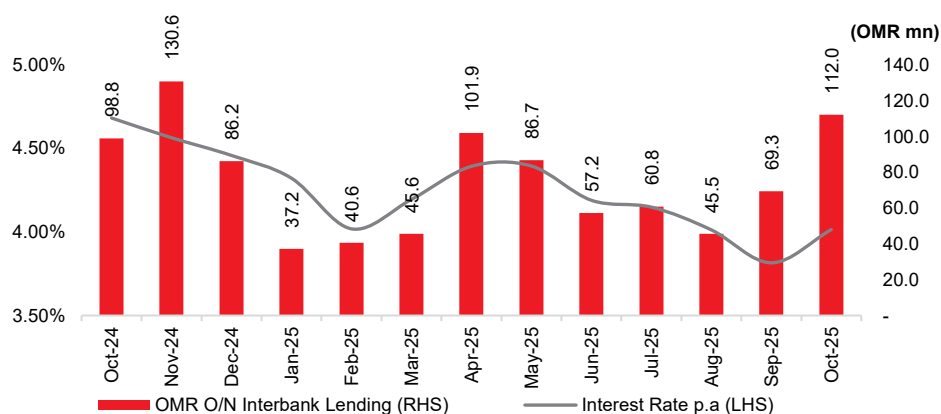


Source: CBO, U Capital Research

OMR Overnight Interbank Rate

- The OMR overnight domestic inter-bank lending rate decreased by 20 bps on a MoM basis to 4.0% in October'25. Overnight interbank lending amount increased to OMR 112.0mn.

Fig 10. OMR Overnight Domestic Inter-Bank Lending



Source: CBO, U Capital Research

Weighted Average Interest Rates on Lending & Deposits

- Latest CBO data for conventional banks indicated that the weighted average Oman Rial interest rate spread (calculated as lending rate minus deposit rate) remained broadly flat MoM in October '25 to 2.885%.
- On a YoY basis, the spread narrowed by 3 bps, reflecting an 18 bps decline in lending rates and a 15 bps drop in deposit rates.
- Weighted average FCY spread stood at 3.891% in October '25, down 83 bps YoY and lower by 9 bps MoM.
- The weighted average interest rate on private sector time deposits stood at 4.690%, down 6 bps MoM, while interest rates on all private sector OMR deposits rose 3 bps MoM but declined 9 bps YoY.

Fig 11. Weighted Average Interest Rate Spreads, %

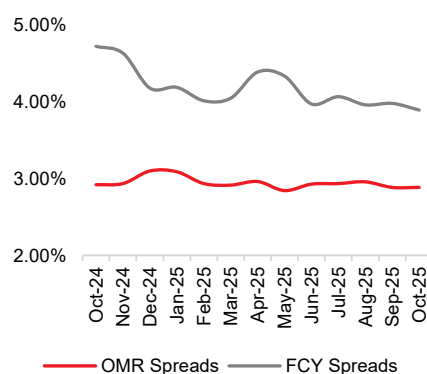
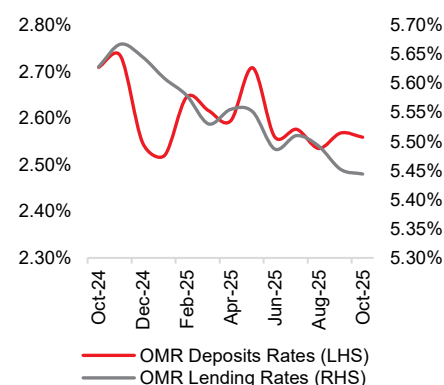


Fig 12. Weighted Average Interest Rate, %



Source: CBO, U Capital Research

- About 37.9% of conventional banks' total deposits (in OMR) have zero interest rates. Our records show this figure is lower compared to last month. The most significant chunk of the total credit of conventional banks (in OMR, approx. 59.4%) falls within the 5% to 7% interest rate bracket.

Fig 13. % of Conventional Bank OMR Deposits, October '25

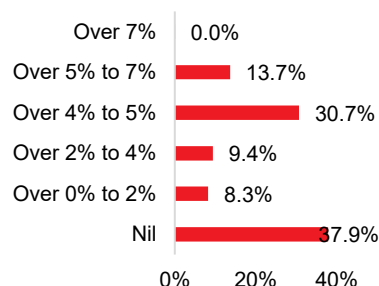
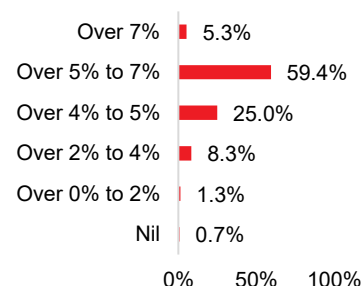


Fig 14. % of Conventional Bank OMR Lending, October '25



Source: CBO, U Capital Research



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