



OMINVEST

**OMAN INTERNATIONAL DEVELOPMENT
AND INVESTMENT COMPANY SAOG
AND ITS SUBSIDIARIES (OMINVEST)**

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED AND PARENT COMPANY
FINANCIAL STATEMENTS**

31 MARCH 2020



DIRECTORS' REPORT

For the Period ended 31 March 2020

Dear Shareholders

On behalf of the Board of Directors, I am pleased to present the Unaudited Financial Results of OMINVEST Group for the period ended 31 March 2020. During the period, OMINVEST delivered strong results both at the Group and the Parent level, despite the extremely difficult business and economic conditions caused by low oil prices and the outbreak of COVID-19.

In the face of ongoing challenges, OMINVEST Group and our subsidiaries and associate companies are focused on ensuring safety and well being of their staff and serving the needs of their customers and stakeholders with greater efficiencies. We are seeing an opportunity in these difficult times to become more tech-savvy, enhance our productivity, further grow top lines, reduce operating costs, and improve our bottom lines. Given our strong cash position (RO 29 million as at 31 March 2020) and low debt to equity profile, we are actively seeking growth investment opportunities to further diversify our revenues sources.

We are also cognizant of our responsibilities towards our communities and society. I am pleased to update you that OMINVEST contributed RO 500,000 to The Endowment Fund to support public health services to address challenges caused by COVID-19. In addition, our Subsidiaries and Associate companies combinedly contributed another RO 1,850,000 to the Fund towards this noble cause.

Below, I would like to present the financial performance of OMINVEST Group and our major portfolio companies for the Q1 2020:

Parent Company Performance

During the period ended 31 March 2020, total revenues rose by 7% to RO 18.34m and net profit remained flat at RO 13.06m, over the same period in 2019. The increase in our share of P&L of the subsidiary's income was nullified by decrease in interest income. As at 31 March 2020, total assets of the Parent Company stood at RO 633m compared to RO 601m as at 31 December 2019. Increase in total assets was due to growth in the portfolios and business activities of our key subsidiaries. Parent company paid cash dividend of 25 bz per share totaling to RO 20.19 million to the shareholders during this quarter.



Group Consolidated Performance

OMINVEST

During the period ended 31 March 2020, total Group revenues rose by 8% to RO 82.24m and the net profit attributable to OMINVEST's shareholders grew by 2% to RO 9.35m from RO 9.20m, over the same period in 2019. The growth is attributable to strong performance of our key subsidiaries: Jabreen International Development Company SAOC (Jabreen) and Oman Real Estate Investment and Services Corporation (ORIS).

Performance of Key Subsidiaries & Associates:

Oman Arab Bank (OAB), our subsidiary in the banking sector, reported a profit of RO 5.66m for the period ended 31 March 2020 compared to RO 7.24m for the same period in 2019, a decline of 22%. The decline is due to higher ECL provisions being created as a precautionary measure, given the stress in the economic and business conditions on account of COVID-19 and lower oil prices. OAB increased its Loans & Advances by 0.65% to RO 2.02bn compared to RO 2.01bn, as at 31 December 2019. Customers' deposits rose by 1.44% to RO 2.03bn compared to RO 2.00bn, as at 31 December 2019. The Shareholders' funds were RO 287m compared to RO 296m, as at 31 December 2019. OAB's transaction with Alizz Islamic Bank is progressing well towards its successful completion. We believe that, after this transactions' successful conclusion, OAB will further strengthen its position in the conventional and Islamic banking segments.

National Life & General Insurance Company (NLGIC), our subsidiary in the insurance sector, reported Gross Written Premium (GWP) of RO 52.4m, of which Oman contributed 49%, UAE 50%, and, Kuwait 1%. NLGIC achieved a net insurance premium of RO 29.74m compared to RO 25.33m in 2019, an impressive growth of 17%. For the period ended 31 March 2020, NLGIC reported net profit of RO 2.36m compared to RO 2.70m in 2019, a decline of 13%. The decline is due to decrease in profits from UAE operations. We believe that NLGIC's growth prospects are strong, its recurring revenues from insurance business are stable and on a clear growth trend.

Jabreen International Development Company SAOC (Jabreen), our subsidiary, is focused on making private equity investments in diverse sectors and expanding into new growth markets in Asia. Jabreen reported a net profit of RO 9.89m for the period ended 31 March 2020 compared to RO 8.06m for the same period in 2019. The profit growth was mainly attributable to the share of profits from key associates and dividend income received from Jabreen's public and private equity portfolios. During this period, Jabreen sold 6.74% of Ominvest shares it held, at a premium of 11% to market price and made new investments in its school platform. At 31 March 2020, Jabreen's total assets stood at RO 337m compared to RO 331m at 31 December 2019. We expect Jabreen to further enhance and diversify its investment income in the years ahead. International General Insurance (IGI), an associate in the insurance sector, got listed Nasdaq during March 2020.

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Oman Real Estate Investment and Services Corporation (ORIS), our subsidiary in the real estate sector, invests in iconic real estate projects and acts as lead Developer and Promoter of such projects. ORIS also provides real estate management services to our affiliates within OMINVEST Group and to large institutional clients outside the Group to generate fee income. ORIS is now in advance stages of initiating new large-scale commercial & residential projects at attractive locations in Muscat.

National Finance Company (NFC), one of our largest associates in the leasing sector, reported net profit of RO 2.01m for the period ended 31 March 2020 compared to a net profit of RO 2.06m for the same period in 2019 – a decline of 2.6%. NFC's revenues grew by 2.68% to RO 11.1m in this period compared with RO 10.8m in corresponding period in 2019. NFC continues to adopt a conservative approach to credit approvals keeping in view the overall macroeconomic scenario and perceived increase in credit risk. The projected lower levels of credit offtake combined with increased interest costs will make it challenging to sustain current profitability levels. NFC will continue to focus on strengthening our efficiencies, customer experience, product offerings and quality of service delivery. We expect NFC to further consolidate its position as the leading and best performing finance company in Oman.

Acknowledgements:

On behalf of the Board, I thank the esteemed leaderships at the CMA, CBO, and MOCI for their continued support and guidance. I also take this opportunity to thank the management teams at OMINVEST and across our Group companies for their dedication and hard work.

We are profoundly thankful to our beloved leader His Majesty Sultan Haitham bin Tarik Al Said for his great vision as he continues to lead the Sultanate on the path of development, peace, and enduring prosperity.

Khalid Muhammad AlZubair
Chairman

UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY STATEMENT OF FINANCIAL POSITION AT 31 MARCH 2020

	Notes	Consolidated		Parent Company	
		(Unaudited) 31-Mar-20 (RO'000)	(Audited) 31-Dec-19 (RO'000)	(Unaudited) 31-Mar-20 (RO'000)	(Audited) 31-Dec-19 (RO'000)
Assets					
Balances with banks and money at call	5	130,910	191,505	29,131	4,549
Deposits with banks	6	184,785	80,916	-	-
Premium and insurance balance receivable	7	76,206	62,642	-	-
Re-insurance share in insurance funds	17	22,531	19,565	-	-
Investment securities	8	291,213	242,197	6,668	3,215
Investment in associates	9	223,538	239,635	37,559	38,937
Investment in subsidiaries	10	-	-	425,711	432,664
Loans and advances to customers	11	2,019,355	2,006,330	-	-
Due from subsidiaries		-	-	120,816	115,876
Other assets		95,791	69,296	9,720	2,322
Investment properties		10,800	10,776	2,100	2,100
Property and equipment		50,721	50,904	1,065	1,102
Intangible assets		18,135	18,377	-	-
Total assets		3,123,985	2,992,143	632,770	600,765
Equity and liabilities					
Equity					
Share capital	12	80,777	80,777	80,777	80,777
Share premium		43,838	43,838	43,838	43,838
Treasury shares	12(a)	(58,580)	(81,464)	-	-
Legal reserve		38,871	38,871	38,871	38,871
General reserve		13,033	13,033	13,033	13,033
Other non-distributable reserves	14	41,424	41,350	19,692	19,618
Cumulative changes in fair value reserve		(17,768)	(8,384)	(29,398)	(21,891)
Retained earnings		53,566	64,268	73,985	84,461
Equity attributable to equity holders of the Parent Company		195,161	192,289	240,798	258,707
Perpetual Tier I capital bonds		116,762	116,762	60,638	60,638
		311,923	309,051	301,436	319,345
Non-controlling interests		156,099	162,522	-	-
Total equity		468,022	471,573	301,436	319,345
Liabilities					
Due to banks	15	397,126	310,016	306,573	276,551
Deposits from customers	16	1,992,945	1,978,832	-	-
Insurance funds	17	103,472	80,108	-	-
Subordinated debt		20,000	20,000	-	-
Other liabilities		139,229	122,467	24,622	4,730
Taxation		3,191	9,147	139	139
Total liabilities		2,655,963	2,520,570	331,334	281,420
Total equity and liabilities		3,123,985	2,992,143	632,770	600,765
Net assets per share (Rial Omani)	28	0.292	0.313	0.298	0.320


KHALID MUHAMMAD ALZUBAIR
CHAIRMAN


ABDULAZIZ AL BALUSHI
GROUP CEO

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2020

		<i>Consolidated</i>		<i>Parent Company</i>	
	Notes	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-19</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-19</i> <i>(RO'000)</i>
Gross premium earned	18	37,280	36,739	-	-
Interest income	19	30,883	27,192	1,646	2,608
Investment income	21	5,837	1,663	(76)	40
Fee and commission income - net		632	1,995	-	-
Other operating income		2,916	2,368	30	72
Share of results from subsidiaries		-	-	16,046	13,767
Share of results from associates		4,692	6,321	698	681
Total revenue		82,240	76,278	18,344	17,168
Premium ceded to re-insurers	18	(7,543)	(11,407)	-	-
Net claims	17	(22,639)	(17,974)	-	-
Interest expense	20	(14,284)	(12,326)	(3,361)	(2,770)
Operating expenses	22	(18,346)	(17,611)	(1,420)	(1,365)
COVID-19 contribution		(1,175)	-	(500)	-
Allowance for loan impairment, net of recoveries		(3,937)	(1,921)	-	-
Total expenses		(67,924)	(61,239)	(5,281)	(4,135)
Profit before tax		14,316	15,039	13,063	13,033
Income tax expense		(1,702)	(1,748)	-	-
Profit for the period		12,614	13,291	13,063	13,033
Profit for the period attributable to:					
Equity holders of the Parent Company		9,352	9,204	13,063	13,033
Non-controlling interests		3,262	4,087	-	-
		12,614	13,291	13,063	13,033
Basic earnings per share attributable to the equity holders of the Parent Company (RO)	27	0.014	0.015	0.016	0.016
Other comprehensive expense:					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Movement in cash flow hedge		(368)	-	(368)	-
Foreign currency translation reserve		(3)	(65)	(3)	(65)
<i>Items not to be reclassified subsequently to profit or loss:</i>					
Fair value changes of financial assets fair value through other comprehensive income		(10,514)	(2,052)	(12,116)	(5,732)
Other comprehensive expense for the period		(10,885)	(2,117)	(12,487)	(5,797)
Total comprehensive income for the period		1,729	11,174	576	7,236
Total comprehensive income for the period attributable to:					
Equity holders of the Parent Company		(644)	6,970	576	7,236
Non-controlling interests		2,373	4,204	-	-
		1,729	11,174	576	7,236

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY STATEMENTS OF CASH FLOWS FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2020

		<i>Consolidated</i>		<i>Parent Company</i>	
	Notes	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-19</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-20</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>31-Mar-19</i> <i>(RO'000)</i>
Operating activities					
Profit before tax		14,316	15,039	13,063	13,033
<u>Adjustments for:</u>					
Depreciation on property and equipment	22	1,907	1,792	37	36
Amortization of intangible assets	22	242	236	173	174
Share of results from associates	9(a)	(4,692)	(6,321)	(698)	(681)
Share of results from subsidiaries		-	-	(16,046)	(13,767)
Allowance for loan impairment net of recoveries		3,937	1,921	-	-
Loss on sale of property and equipment		-	27	-	-
Net gains from associates	21	(3,728)	-	-	-
Change in the fair value of financial assets at fair value through profit or loss	21	205	137	179	(6)
Profit on sale of investments	21	(42)	(24)	-	-
Income from amortised cost investments		(2,106)	(1,453)	-	-
Operating results before working capital changes		10,039	11,354	(3,292)	(1,211)
Changes in operating assets and liabilities		-	-	-	-
Investment securities		(30,344)	(31,417)	(3,632)	(20,758)
Loans and advances to customers		(16,962)	(95,986)	-	-
Due from subsidiaries		-	-	(4,940)	-
Other assets		(12,723)	(10,251)	(457)	454
Deposits from customers		14,113	11,204	-	-
Premiums and insurance balances receivables		(13,564)	(29,888)	-	-
Re-insurance share in insurance funds		(2,966)	(2,946)	-	-
Insurance funds		23,364	26,956	-	-
Other liabilities		(3,257)	11,076	(670)	(1,018)
Cash used in operations		(32,300)	(109,898)	(12,991)	(22,533)
Tax paid		(6,951)	(6,999)	-	-
Net cash used in operating activities		(39,251)	(116,897)	(12,991)	(22,533)
Investing activities					
Investment in associates	9(a)	(18,424)	(4,939)	-	-
Sale of associates	9(a)	2,408	-	-	-
Sale of treasury shares		20,326	-	-	-
Dividend received from associates		110	121	-	-
Dividend received from subsidiaries		-	-	7,551	7,550
Capital expenditure on investment property		(24)	(41)	-	-
Proceeds from partial disposal of an investment property		-	513	-	-
Proceeds from disposal of property and equipment		34	264	-	-
Projects work in progress		-	8	-	-
Additions to property and equipment		(1,758)	(1,294)	-	-
Net cash generated from / (used in) investing activities		2,672	(5,368)	7,551	7,550
Financing activities					
Bank borrowings		31,022	31,000	30,022	20,500
Dividends paid		(7,257)	(8,409)	-	-
Net cash generated from financing activities		23,765	22,591	30,022	20,500
Net change in cash and cash equivalents		(12,814)	(99,674)	24,582	5,517
Cash and cash equivalents at the beginning of the period		240,456	318,616	4,549	2,363
Cash and cash equivalents at the end of the period	5	227,642	218,942	29,131	7,880

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

UNAUDITED INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2020

Consolidated	ATTRIBUTABLE TO EQUITY SHAREHOLDERS OF PARENT COMPANY												
	Share capital	Share premium	Treasury shares	Legal reserve*	General reserve	Other non-distributable reserves	Cumulative changes in fair value	Retained earnings	Total	Perpetual Tier I capital bonds	Sub-total	Non-Controlling interests	Total
	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)
At 1 January 2019	76,931	47,684	(81,464)	34,423	13,033	33,323	(8,391)	64,359	179,898	129,641	309,539	154,495	464,034
Profit for the period	-	-	-	-	-	-	-	9,204	9,204	-	9,204	4,087	13,291
Other comprehensive expense for the period	-	-	-	-	-	(65)	(2,169)	-	(2,234)	-	(2,234)	117	(2117)
Total comprehensive (expense) / income for the period	-	-	-	-	-	(65)	(2,169)	9,204	6,970	-	6,970	4,204	11,174
Transfer to / from retained earnings	-	-	-	-	-	456	-	(456)	-	-	-	-	-
Movements related to subsidiaries and fair value through other comprehensive income investments	-	-	-	-	-	-	-	(305)	(305)	-	(305)	(295)	(600)
Stock Dividend issued during period (note 12)	3,846	(3,846)	-	-	-	-	-	-	-	-	-	-	-
Dividend paid relating to 2018 (note 13)	-	-	-	-	-	-	-	(15,386)	(15,386)	-	(15,386)	(8,409)	(23,795)
Treasury Shares dividend adjustment (note 13)	-	-	-	-	-	-	-	3,693	3,693	-	3,693	-	3,693
At 31 March 2019	80,777	43,838	(81,464)	34,423	13,033	33,714	(10,560)	61,109	174,870	129,641	304,511	149,995	454,506
At 1 January 2020	80,777	43,838	(81,464)	38,871	13,033	41,350	(8,384)	64,268	192,289	116,762	309,051	162,522	471,573
Profit for the period	-	-	-	-	-	-	-	9,352	9,352	-	9,352	3,262	12,614
Other comprehensive expense for the period	-	-	-	-	-	(371)	(9,625)	-	(9,996)	-	(9,996)	(889)	(10,885)
Total comprehensive (expense) / income for the period	-	-	-	-	-	(371)	(9,625)	9,352	(644)	-	(644)	2,373	1,729
Transfer to / from retained earnings	-	-	-	-	-	445	241	(686)	-	-	-	-	-
Movements related to subsidiaries and FVTOCI investment	-	-	-	-	-	-	-	(101)	(101)	-	(101)	(98)	(199)
Sale of treasury shares (note 12(a))	-	-	22,884	-	-	-	-	(2,558)	20,326	-	20,326	-	20,326
Dividend paid relating to 2019 (note 13)	-	-	-	-	-	-	-	(20,194)	(20,194)	-	(20,194)	(8,698)	(28,892)
Treasury shares dividend adjustment (note 13)	-	-	-	-	-	-	-	3,485	3,485	-	3,485	-	3,485
At 31 March 2020	80,777	43,838	(58,580)	38,871	13,033	41,424	(17,768)	53,566	195,161	116,762	311,923	156,099	468,022

UNAUDITED INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2020

Parent company	<i>Share capital</i>	<i>Share premium</i>	<i>Legal reserve *</i>	<i>General reserve</i>	<i>Other non- distributable reserves</i>	<i>Cumulative changes in fair value</i>	<i>Retained earnings</i>	<i>Total</i>	<i>Perpetual Tier I capital bonds</i>	<i>Total</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
At 1 January 2019	76,931	47,684	34,423	13,033	11,591	(20,452)	84,763	247,973	60,638	308,611
Profit for the period	-	-	-	-	-	-	13,033	13,033	-	13,033
Other comprehensive expense for the period	-	-	-	-	(65)	(5,732)	-	(5,797)	-	(5,797)
Total comprehensive (expense) / income for the period	-	-	-	-	(65)	(5,732)	13,033	7,236	-	7,236
Transfer to / from retained earnings	-	-	-	-	456	-	(456)	-	-	-
Movements related to subsidiaries and FVTOCI investments	-	-	-	-	-	-	(306)	(306)	-	(306)
Stock dividend issued (note 12)	3,846	(3,846)	-	-	-	-	-	-	-	-
Dividend paid relating to 2018 (note 13)	-	-	-	-	-	-	(15,386)	(15,386)	-	(15,386)
At 31 March 2019	80,777	43,838	34,423	13,033	11,982	(26,184)	81,648	239,517	60,638	300,155
At 1 January 2020	80,777	43,838	38,871	13,033	19,618	(21,891)	84,461	258,707	60,638	319,345
Profit for the period	-	-	-	-	-	-	13,063	13,063	-	13,063
Other comprehensive expense for the period	-	-	-	-	(371)	(12,116)	-	(12,487)	-	(12,487)
Total comprehensive income / (expense) for the period	-	-	-	-	(371)	(12,116)	13,063	576	-	576
Transfer to / from retained earnings	-	-	-	-	445	4,609	(5,054)	-	-	-
Movements related to subsidiaries and FVTOCI investment	-	-	-	-	-	-	1,709	1,709	-	1,709
Dividend paid relating to 2019 (note 13)	-	-	-	-	-	-	(20,194)	(20,194)	-	(20,194)
At 31 March 2020	80,777	43,838	38,871	13,033	19,692	(29,766)	73,985	240,798	60,638	301,436

* Transfer to legal reserve is made on annual basis

The accompanying notes form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

1. GENERAL INFORMATION

Oman International Development and Investment Company SAOG ('the Company' or 'the Parent company' or "OMINVEST") is incorporated in the Sultanate of Oman as a public joint stock company and is listed on the Muscat Securities Market. The parent company is principally engaged in investment related activities and is in the business of banking, insurance and financing through its subsidiaries and associates.

The Company's principal place of business and registered address is OMINVEST Business Center, Seventh Floor, Building No. 95, Block No 9993, Muscat Hills, Madinat Al Erfaan, Muscat, Sultanate of Oman. The Company's postal address is PO Box 3886, Ruwi, Postal Code 112, Sultanate of Oman.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES.

The unaudited interim condensed financial statements for the three-month period ended 31 March 2020 comprise the Parent company and its subsidiaries (together referred to as the Group) and the Group's interest in associates. The separate financial statements represent the financial statements of the Parent company on stand-alone basis. These statements have been prepared in accordance with IAS 34, 'Interim financial reporting' and in compliance with the applicable provisions of the Rules and Guidelines on Disclosure by Issuers of Securities and Insider Trading ('R&G') issued by the Capital Market Authority ('CMA') of the Sultanate of Oman and with the Commercial Companies Law of 2019, as amended.

The accounting policies used in the preparation of the interim condensed financial statements are consistent with those used in the preparation of the audited annual financial statements for the year ended 31 December 2019 unless indicated below. The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2019, which have been prepared in accordance with International Financial Reporting Standards. Previous period numbers are reclassified / regrouped if necessary, for comparative purpose. The related adjustments are not material.

The unaudited interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for the period ended 31 March 2020 are not necessarily indicative of the results that may be expected for the financial year 2020.

3. ESTIMATES

The preparation of unaudited interim condensed financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these unaudited interim condensed financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimating uncertainty were the same as those that were applied to the financial statements for the year ended 31 December 2019.

4. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS EFFECTIVE IN 2020

For the period ended 31 March 2020, the Group has adopted all the new and revised standards and interpretations issued by the International Accounting Standards Board (IASB) and the International Financial Reporting Interpretations Committee (IFRIC) of the IASB that are relevant and mandatory to its operations and effective for periods beginning on 1 January 2020.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in statements of cash flows comprise the following:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>31-Mar-20</i>	<i>31-Dec-19</i>	<i>31-Mar-20</i>	<i>31-Dec-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Balances with banks and money at call	130,910	191,505	29,131	4,549
Deposits with banks (note 6)	184,785	80,916	-	-
Due to banks – current accounts (note 15)	(87,553)	(31,465)	-	-
Capital deposits (note 6)	(500)	(500)	-	-
	227,642	240,456	29,131	4,549

6. DEPOSITS WITH BANKS

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>31-Mar-20</i>	<i>31-Dec-19</i>	<i>31-Mar-20</i>	<i>31-Dec-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Money market placements	135,187	38,776	-	-
Current accounts	19,953	12,026	-	-
Capital deposits	500	500	-	-
Deposits	29,145	29,614	-	-
	184,785	80,916	-	-

7. PREMIUM AND INSURANCE BALANCES RECEIVABLE

	<i>Consolidated (Unaudited)</i>			<i>Consolidated (Audited)</i>		
	<i>31-Mar-20</i>			<i>31-Dec-19</i>		
	<i>Medical/</i>	<i>General</i>	<i>Total</i>	<i>Medical/</i>	<i>General</i>	<i>Total</i>
	<i>life</i>			<i>life</i>		
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
Premiums receivable	57,900	4,463	62,363	41,939	4,150	46,089
Reinsurance balances receivable	15,344	206	15,550	18,038	124	18,162
	73,244	4,669	77,913	59,977	4,274	64,251
Allowance for impaired debts	(998)	(709)	(1,707)	(903)	(706)	(1,609)
	72,246	3,960	76,206	59,074	3,568	62,642

8. INVESTMENT SECURITIES

As at the reporting date, investment securities comprised the following:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>31-Mar-20</i>	<i>31-Dec-19</i>	<i>31-Mar-20</i>	<i>31-Dec-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Financial assets at fair value through profit or loss (note 8a)	18,069	14,119	1,531	1,711
Financial assets at fair value through other comprehensive income (note 8b)	88,140	67,507	1,505	1,504
Investments at amortised cost (note 8c)	185,004	160,571	3,632	-
	291,213	242,197	6,668	3,215

(a) *Financial assets at fair value through profit or loss (FVTPL)*

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>31-Mar-20</i>	<i>31-Dec-19</i>	<i>31-Mar-20</i>	<i>31-Dec-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Financial sector	4,006	4,330	-	-
Industrial sector	869	891	484	484
Local quoted investments	4,875	5,221	484	484
Foreign quoted investments	184	190	17	25
Quoted investments	5,059	5,411	501	509
Unquoted local investments	1,482	1,806	795	967
Unquoted foreign investments	11,528	6,902	235	235
Financial assets at fair value through profit or loss	18,069	14,119	1,531	1,711

(b) *Financial assets at fair value through other comprehensive income*

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>31-Mar-20</i>	<i>31-Dec-19</i>	<i>31-Mar-20</i>	<i>31-Dec-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Local investments				
Quoted investments (cost)	63,748	63,762	-	-
Fair value reserve	(9,933)	(6,770)	-	-
Unquoted investments (cost)	1,074	1,074	861	861
Fair value reserve	537	537	581	581
Total local investments	55,426	58,603	1,442	1,442
Foreign investments				
Quoted investments (cost)	40,608	8,623	-	-
Fair value reserve	(8,669)	(495)	-	-
Unquoted investments (cost)	1,651	1,651	205	205
Fair value reserve	(876)	(875)	(142)	(143)
Total foreign investments	32,714	8,904	63	62
Total Investments at fair value through other comprehensive income	88,140	67,507	1,505	1,504

8. INVESTMENT SECURITIES (continued)

(c) Investment at amortised cost

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>31-Mar-20</i>	<i>31-Dec-19</i>	<i>31-Mar-20</i>	<i>31-Dec-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Oman Government development bonds & sukuks	159,959	143,994	3,632	-
Banks and corporate bonds	25,045	16,577	-	-
Total Investments at amortised cost	185,004	160,571	3,632	-

9. INVESTMENT IN ASSOCIATES

As at the reporting date, investments in associates represented holdings in the following companies:

<i>Consolidated</i>	<i>Country of incorporation</i>	<i>31-Mar-20 (Unaudited) Holding %</i>	<i>31-Dec-19 (Audited) Holding %</i>
Quoted			
Bank Muscat SAOG	Sultanate of Oman	9.99	9.99
National Finance Company SAOG	Sultanate of Oman	34.60	34.60
Al Ahlia Insurance Company SAOG	Sultanate of Oman	24.30	24.30
Takaful Oman Insurance SAOG (note 9(d))	Sultanate of Oman	24.52	18.14
Unquoted			
International General Insurance Holding Limited (IGI) (note 9(b))	United Arab Emirates	-	20.00
Al Omania Education Services SAOC (note 9(c))	Sultanate of Oman	40.00	-
Ubhar Capital SAOC	Sultanate of Oman	36.00	36.00
National Finance House B.S.C.	Kingdom of Bahrain	17.47	17.47
Modern Steel Mill LLC	Sultanate of Oman	19.49	19.49
Horizon (AD) Investment Ltd	Cayman Islands	14.85	14.85
EastBridge Partners Singapore	Singapore	43.00	43.00
Al Tarbiyah Al Islamyah School	Kingdom of Saudi Arabia	14.85	14.85
Parent Company			
	<i>Country of incorporation</i>	<i>31-Mar-20 (Unaudited) Holding %</i>	<i>31-Dec-19 (Audited) Holding %</i>
Quoted			
National Finance Company SAOG	Sultanate of Oman	34.60	34.60
Unquoted			
Ubhar Capital SAOC	Sultanate of Oman	36.00	36.00

9. INVESTMENT IN ASSOCIATES (continued)

9(a) Details regarding movement in investment in associates is set out below:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>31-Mar-20</i>	<i>31-Dec-19</i>	<i>31-Mar-20</i>	<i>31-Dec-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
At beginning of the year	239,635	219,055	38,936	36,982
Add : Purchase	18,424	9,952	-	-
Less : Sale	(2,408)	-	-	-
Add : share of results	4,692	25,699	698	3,389
Less : dividends accrued	(13,882)	(14,182)	(2,075)	(1,434)
Less: net transfers	(22,923)	(1,181)	-	-
Add: bargain gain	-	292	-	-
At the end of the period	223,538	239,635	37,559	38,937

9(b) During the period, International General Insurance (IGI) merged with Tiberius and achieved listing on NASDAQ. As a part of merger agreement, the Group received USD 6.25 million in cash and its shareholding in the merged entity was diluted to 14.3% resulting in a loss of significant influence over IGI. Consequently, IGI is reclassified as investment at fair value through other comprehensive income.

9(c) During the period, Group acquired 40% stake in Al Omania Education Services SAOC for RO 17.6 million. The company is registered in Oman and currently owns and operates three schools. The investment structure provides an annual guaranteed cash yield of 6% along with a put option at the end of fourth year at 9% IRR, subject to certain conditions

9(d) During the period, Group acquired additional 6.38% stake in Takaful Oman Insurance SAOG for RO 0.8 million to further enhance its holding in the company.

10. INVESTMENT IN SUBSIDIARIES

As at the reporting date, investments held by the Parent Company in subsidiaries are as set out below:

<i>Parent Company</i>	<i>Country of incorporation</i>	<i>Principal activity</i>	<i>31-Mar-20 (Unaudited) Holding (%)</i>	<i>31-Dec-19 (Audited) Holding (%)</i>
Oman Arab Bank SAOC	Sultanate of Oman	Banking	50.99	50.99
National Life and General Insurance Co SAOG	Sultanate of Oman	Insurance	73.45	73.45
Oman National Investment Corporation SAOC (Jabreen Capital)	Sultanate of Oman	Investment	99.60	99.60
Oman Real Estate Investment and Services SAOC	Sultanate of Oman	Real Estate	100.00	100.00
Salalah Resorts SAOG	Sultanate of Oman	Integrated Tourism Project	99.99	99.99
Al Jabal Al Aswad Investment LLC	Sultanate of Oman	Real Estate	99.98	99.98
Budva Beach Properties doo	Montenegro	Tourism Project	100.00	100.00

10. INVESTMENT IN SUBSIDIARIES (continued)

Details regarding movement in investment in subsidiaries is set out below:

	Consolidated		Parent Company	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	31-Mar-20	31-Dec-19	31-Mar-20	31-Dec-19
	(RO'000)	(RO'000)	(RO'000)	(RO'000)
At beginning of the year	-	-	432,664	307,702
Add : transfer of subordinated loan	-	-	-	100,000
Add : share of results	-	-	16,046	45,239
Less : dividends accrued	-	-	(12,416)	(14,443)
Less: other movements	-	-	(10,583)	(5,834)
At the end of the period	-	-	425,711	432,664

11. LOANS AND ADVANCES TO CUSTOMERS

- a. At 31 March 2020, loans and advances to customers extended by the banking subsidiary were as follows:

	<i>(Unaudited)</i>	<i>(Audited)</i>
	31-Mar-20	31-Dec-19
	RO 000	RO 000
Commercial loans	1,164,012	1,161,929
Overdrafts	148,568	135,634
Personal loans	760,672	758,311
Credit cards	3,783	4,016
	2,077,035	2,059,890
Less: Allowance for loan impairment and reserved interest	(57,680)	(53,560)
	2,019,355	2,006,330

- b. *Allowance for loan impairment and contractual interest not recognized.*

The movements in the provision for loan impairment and contractual interest not recognized were as follows:

	31-Mar-20 (Unaudited)		
	<i>Allowance for loan impairment</i>	<i>Contractual interest not recognized</i>	<i>Total</i>
	RO' 000	RO' 000	RO' 000
Balance at beginning of period	47,153	6,407	53,560
Provided during the period	4,976	503	5,479
Amounts written off during the period	(31)	(1)	(32)
Amounts recovered during the period	(912)	(415)	(1,327)
Balance at end of period	51,186	6,494	57,680

11. LOANS AND ADVANCES TO CUSTOMERS (continued)

b. Allowance for loan impairment and contractual interest not recognized (continued)

	31-Mar-19 (Unaudited)		
	Allowance for loan impairment	Contractual interest not recognized	Total
	RO' 000	RO' 000	RO' 000
Balance at beginning of period	47,596	7,623	55,219
Provided during the period	4,789	937	5,726
Amounts written off during the period	(7)	(1)	(8)
Amounts recovered during the period	(2,454)	(238)	(2,692)
Balance at end of period	49,924	8,321	58,245

12. SHARE CAPITAL

	(Unaudited) 31-Mar-20 (RO'000)	(Audited) 31-Dec-19 (RO'000)
Authorized 900,000,000 ordinary shares of RO 0.100 each (31 December 2019 - 900,000,000 ordinary shares of RO 0.100 each)	90,000	90,000
Issued and fully paid 807,772,329 ordinary shares of RO 0.100 each (31 December 2019 – 807,772,329 shares of RO 0.100 each)	80,777	80,777

During 2019, Parent Company issued stock dividend of 38,465,349 shares at 100 baisa per share by transferring RO 3,846,535 from share premium account balance.

12(a) TREASURY SHARES

During the period, Group sold 6.74% treasury shares for RO 20.3 million at a premium of 11% above the prevailing market value.

13. DIVIDEND PAID

Parent Company

CMA vide its circular no. (4/2020) dated 18 March 2020 approved the distribution of dividends for the listed companies. Accordingly, the Parent Company distributed the cash dividend of RO 0.025 per share (2019 - RO 0.020 per share) amounting to RO 20,194,308 (2019 - RO 15,386,140) to its shareholders (record date being 30 March 2020) as recommended in the agenda and as approved by the regulators. The same was subsequently ratified by the shareholders in the AGM held on 17 May 2020 via electronic platform, as per the CMA guidelines

Treasury shares dividend amounting to RO 3,485,173 (2018 – RO 3,692,674) is adjusted at the consolidation level.

14. OTHER NON-DISTRIBUTABLE RESERVES

Consolidated	<i>Capital reserve</i>	<i>Impairment reserve</i>	<i>Contingency reserve</i>	<i>Special reserve</i>	<i>Sub. debt reserve</i>	<i>Foreign currency revaluation Reserve</i>	<i>Hedging reserve</i>	<i>Revaluation reserve</i>	<i>Total</i>
At 1 January 2019	21,732	-	3,251	1,996	6,119	(9)	-	234	33,323
Net changes in fair values	-	-	-	-	-	(65)	-	-	(65)
Other comprehensive expense	-	-	-	-	-	(65)	-	-	(65)
Transfer to / from retained earnings	-	-	456	-	-	-	-	-	456
At 31 March 2019	21,732	-	3,707	1,996	6,119	(74)	-	234	33,714
At 1 January 2020	21,732	4,656	4,596	1,996	8,160	(24)	-	234	41,350
Net changes in fair values	-	-	-	-	-	(3)	(368)	-	(371)
Other comprehensive expense	-	-	-	-	-	(3)	(368)	-	(371)
Transfer to / from retained earnings	-	-	445	-	-	-	-	-	445
At 31 March 2020	21,732	4,656	5,041	1,996	8,160	(27)	(368)	234	41,424

Parent Company	<i>Impairment reserve</i>	<i>Contingency reserve</i>	<i>Special reserve</i>	<i>Sub. debt reserve</i>	<i>Foreign currency revaluation reserve</i>	<i>Hedging reserve</i>	<i>Revaluation reserve</i>	<i>Total</i>
At 1 January 2019	-	3,251	1,996	6,119	(9)	-	234	11,591
Net changes in fair values	-	-	-	-	(65)	-	-	(65)
Other comprehensive expense	-	-	-	-	(65)	-	-	(65)
Transfer to / from retained earnings	-	456	-	-	-	-	-	456
At 31 March 2019	-	3,707	1,996	6,119	(74)	-	234	11,982
At 1 January 2020	4,656	4,596	1,996	8,160	(24)	-	234	19,618
Net changes in fair values	-	-	-	-	(3)	(368)	-	(371)
Other comprehensive expense	-	-	-	-	(3)	(368)	-	(371)
Transfer to / from retained earnings	-	445	-	-	-	-	-	445
At 31 March 2020	4,656	5,041	1,996	8,160	(27)	(368)	234	19,692

15. DUE TO BANKS

As at the reporting date, due to banks are as follows:

	Consolidated		Parent Company	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	31-Mar-20	31-Dec-19	31-Mar-20	31-Dec-19
	(RO'000)	(RO'000)	(RO'000)	(RO'000)
Due to banks – current accounts	87,553	31,465	-	
Terms loans	309,573	278,551	306,573	276,551
	397,126	310,016	306,573	276,551

The maturity profile of terms loans is as follows:

	Consolidated		Parent Company	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	31-Mar-20	31-Dec-19	31-Mar-20	31-Dec-19
	(RO'000)	(RO'000)	(RO'000)	(RO'000)
Due within one year	89,894	93,896	86,894	91,896
Due in more than one year	219,679	184,655	219,679	184,655
	309,573	278,551	306,573	276,551

16. DEPOSITS FROM CUSTOMERS

	Consolidated		Parent Company	
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	31-Mar-20	31-Dec-19	31-Mar-20	31-Dec-19
	(RO'000)	(RO'000)	(RO'000)	(RO'000)
Term deposits	889,382	906,344	-	-
Demand and call accounts	777,593	765,517	-	-
Saving accounts	325,970	306,971	-	-
	1,992,945	1,978,832	-	-

17. INSURANCE FUNDS

	<i>Consolidated</i>					
	<i>31-Mar-20 (Unaudited)</i>			<i>31-Dec-19 (Audited)</i>		
	<i>Gross</i>	<i>Reinsurers share</i>	<i>Net</i>	<i>Gross</i>	<i>Reinsurers share</i>	<i>Net</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO'000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO'000</i>
Actuarial / mathematical and unexpired risk reserve – life assurance	64,995	(14,471)	50,524	50,293	(13,292)	37,001
Unexpired risk reserve – general insurance	8,512	(238)	8,274	8,110	(253)	7,857
Closing claims outstanding (including IBNR)	29,965	(7,822)	22,143	21,705	(6,020)	15,685
	103,472	(22,531)	80,941	80,108	(19,565)	60,543

The amounts of claims provided during the period are as follows:

	<i>31-Mar-20 (Unaudited)</i>			<i>31-Mar-19 (Unaudited)</i>		
	<i>Gross outstanding claims</i>	<i>Reinsurers share of outstanding claims</i>	<i>Net outstanding claims</i>	<i>Gross outstanding claims</i>	<i>Reinsurers share of outstanding claims</i>	<i>Net outstanding claims</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
At acquisition date claims outstanding (including IBNR)	21,704	(6,020)	15,684	25,048	(9,721)	15,327
Claims provided during the period	29,963	(7,324)	22,639	27,761	(9,787)	17,974
Claims paid during the period	(21,702)	5,522	(16,180)	(18,859)	6,925	(11,934)
Closing claims outstanding (including IBNR)	29,965	(7,822)	22,143	33,950	(12,583)	21,367

18. GROSS PREMIUMS AND PREMIUMS CEDED TO REINSURERS

<i>Consolidated</i>	<i>31-Mar-20 (Unaudited)</i>			<i>31-Mar-19 (Unaudited)</i>		
	<i>Life</i>	<i>General</i>	<i>Total</i>	<i>Life</i>	<i>General</i>	<i>Total</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>	<i>RO '000</i>
Gross written premiums	47,219	5,165	52,384	50,490	4,304	54,794
Movement in unearned premiums	(14,702)	(402)	(15,104)	(18,066)	11	(18,055)
Gross premium, earned	32,517	4,763	37,280	32,424	4,315	36,739
Reinsurance premiums ceded	(8,425)	(282)	(8,707)	(11,173)	(318)	(11,491)
Movement in unearned premiums	1,179	(15)	1,164	97	(13)	84
Premium ceded to reinsurers	(7,246)	(297)	(7,543)	(11,076)	(331)	(11,407)
Net insurance premium revenue	25,271	4,466	29,737	21,348	3,984	25,332

19. INTEREST INCOME

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>31-Mar-20</i>	<i>31-Mar-19</i>	<i>31-Mar-20</i>	<i>31-Mar-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Loans and advances to customers	27,528	24,656	-	-
Placements with banks and other money market placements	812	695	-	-
Other interest income	2,543	1,841	1,646	2,608
	30,883	27,192	1,646	2,608

20. INTEREST EXPENSE

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>3 months ended 31-Mar-20 (RO'000)</i>	<i>3 months ended 31-Mar-19 (RO'000)</i>	<i>3 months ended 31-Mar-20 (RO'000)</i>	<i>3 months ended 31-Mar-19 (RO'000)</i>
Time deposits	8,502	7,443	-	-
Subordinated bonds	274	271	-	-
Call, savings and other accounts	2,057	1,830	-	-
Bank Borrowings	3,451	2,782	3,361	2,770
	14,284	12,326	3,361	2,770

21. INVESTMENT INCOME

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>3 months ended 31-Mar-20 (RO'000)</i>	<i>3 months ended 31-Mar-19 (RO'000)</i>	<i>3 months ended 31-Mar-20 (RO'000)</i>	<i>3 months ended 31-Mar-19 (RO'000)</i>
Dividend from investments	2,100	1,673	48	34
<u>Quoted local investments</u>				
Profit on sale	42	24	-	-
Change in fair value	127	(235)	-	-
<u>Unquoted local investments</u>				
Change in fair value	-	92	-	-
<u>Quoted foreign investments</u>				
Change in fair value	(3)	6	(3)	6
<u>Unquoted foreign investments</u>				
Change in fair value	(329)	-	(176)	-
<u>Investment properties</u>				
Rental income	172	103	55	-
Net gains from associates	3,728	-	-	-
	5,837	1,663	(76)	40

22. OPERATING EXPENSES

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>3 months ended 31-Mar-20</i>	<i>3 months ended 31-Mar-19</i>	<i>3 months ended 31-Mar-20</i>	<i>3 months ended 31-Mar-19</i>
	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>	<i>(RO'000)</i>
Staff costs	9,224	10,542	1,029	931
Other operating expenses	6,840	4,935	131	174
Amortization of intangible assets	242	242	173	173
Depreciation	1,907	1,786	37	37
<i>Directors' sitting fees and remuneration:</i>				
Parent Company	50	50	50	50
Subsidiaries and adjustments	83	56	-	-
	18,346	17,611	1,420	1,365

23. SEGMENTAL INFORMATION

The Group is organized into four main business segments:

- 1) Investment Segment – incorporating investment activities for both short-term and long-term purposes;
- 2) Banking Segment – incorporating corporate, retail and treasury and investment banking activities carried out by the Group's banking subsidiary;
- 3) Insurance Segment – incorporating insurance related activities for Life and General Insurance;
- 4) Real Estate Segment – incorporating activities in real estate sector.

Transactions between the business segments are on normal commercial terms and conditions and are entered between the subsidiaries and the rest of the Group. Such transactions are eliminated on consolidation.

	<i>Investments RO '000</i>	<i>Banking RO '000</i>	<i>Insurance RO '000</i>	<i>Real estate RO '000</i>	<i>Adjustments RO '000</i>	<i>Total RO '000</i>
<i>31 March 2020</i>						
Segment revenues	31,844	35,527	36,185	353	(21,669)	82,240
Segment results	24,357	5,658	2,356	239	(19,996)	12,614
Segment assets	755,740	2,569,490	196,756	14,703	(412,704)	3,123,985
<i>31 March 2019</i>						
Segment revenues	28,096	32,816	35,724	166	(20,524)	76,278
Segment results	21,095	7,245	2,704	26	(17,779)	13,291
<i>31 December 2019</i>						
Segment assets	718,213	2,497,129	188,218	14,912	(426,329)	2,992,143

24. RELATED PARTY TRANSACTIONS

Related party transactions are as follows:

<i>Consolidated</i>	<i>Directors</i>	<i>Associates</i>	<i>Other related parties</i>	<i>Non-controlling interests</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<u>Statement of comprehensive income</u>				
<i>30-March-2020</i>				
Interest and commission income	87	569	521	20
Interest expense	-	1,745	-	116
Directors' sitting fees and Remuneration	133	-	-	-
Premiums received	-	254	44	-
Claims paid	-	49	264	-
Operating expenses/capex	-	120	28	-

<i>30-March-2019</i>				
Interest and commission income	62	519	414	23
Interest and other expense	40	1,870	30	116
Directors' sitting fees and Remuneration	106	-	-	-
Premiums received	-	196	36	-
Claims paid	-	52	211	-

Statement of financial positions

31-March-2020

Sale of treasury shares	-	-	20,326	-
Purchase of investment	-	-	18,401	-
Borrowing arrangements	-	123,500	-	-
Loans and advances	7,198	28,355	39,368	36,397
Current and deposits from Customers	582	40,757	4,592	6,487
Insurance balance receivables	-	429	145	-
Payables	-	46	514	-

Off balance sheet

Letters of credit and guarantees	-	-	8,985	141,852
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31-December-2019

Borrowing arrangements	-	129,000	-	-
Loans and advances	7,569	32,580	42,356	15,836
Current and deposits from Customers	694	40,990	4,890	1,434
Insurance balance receivables	-	64	203	-
Payables and deposits	-	33	391	-

Off balance sheet

Letters of credit and guarantees	-	-	4,800	136,786
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Parent Company

31-Mar-19 (Unaudited)

25. CONTINGENT LIABILITIES

<i>(Unaudited)</i>	<i>(Audited)</i>
31 March	31 Dec
2020	2019
<i>(RO'000)</i>	<i>(RO'000)</i>
191,695	162,993
559,448	557,036
751,143	720,029

Letters of credit and guarantees amounting to RO 444,330 thousand (31 Dec 2019 - RO 380,730 thousand) were counter guaranteed by other banks.

26. RISK FACTORS

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk, liquidity risk and insurance risks. The unaudited interim condensed financial statements do not include all financial and insurance risk management information and disclosures required in the annual financial statements and should be read in conjunction with the annual financial statements as at 31 December 2019. There have been no changes in the risk management policies since year end.

27. BASIC EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the period by the weighted average number of shares outstanding during the period.

	Consolidated		Parent Company	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	31-Mar-20	31-Mar-19	31-Mar-20	31-Mar-19
	(RO'000)	(RO'000)	(RO'000)	(RO'000)
Profit for the period attributable to shareholders of the parent (RO'000)	9,352	9,204	13,063	13,033
Weighted average number of shares outstanding during the period	661,184,092	613,906,972	807,772,329	807,772,329
Basic earnings per share (RO)	0.014	0.015	0.016	0.016

As there were no dilutive potential shares, the diluted earnings per share is identical to the basic earnings per share.

28. NET ASSETS PER SHARE

The calculation of net assets per share is as follows:

	Consolidated		Parent Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31-Mar-20	31-Dec-19	31-Mar-20	31-Dec-19
	(RO'000)	(RO'000)	(RO'000)	(RO'000)
Equity attributable to shareholders of the parent (RO'000)	195,641	192,289	240,798	258,707
Number of shares outstanding at the end of the period	668,365,426	613,906,972	807,772,329	807,772,329
Net assets per share (RO)	0.292	0.313	0.298	0.320

29. APPROVAL OF FINANCIAL STATEMENTS

These unaudited condensed interim financial statements were approved and authorized for release by the Board of Directors on 14 June 2020.