



**Unaudited interim condensed consolidated
and parent company financial statements**

30 SEPTEMBER 2023



Director's Report For the Nine-Month Period Ended 30 September 2023

Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the unaudited financial results of Ominvest Group for the nine-month period ended 30 September 2023. Set out below is a brief note on the macroeconomics, notable events and financial performance of the Group.

A Brief on Macroeconomics

The global economy is expected to grow by 3.0% this year and 2.9% in 2024. The Energy Information Administration projects brent oil prices to average at USD 84.09 per barrel in 2023 and USD 94.91 per barrel in 2024. Global headline inflation is expected to drop to 6.9% in 2023 and 5.8% in 2024 as a result of the tight monetary policy stance taken by global central banks in the most recent period. There has been a recent rise in geopolitical risk as a result of the conflict in the region, however based on historical trends we see limited risk for both economic growth and inflation.

S&P Global Ratings and Fitch both upgraded the credit rating in Sultanate of Oman to BB+ in September with a stable outlook. Sultanate of Oman has seen rating upgrades by both agencies since the middle of last year on the back of an improved fiscal position due to government reforms which has led to lower debt. High oil prices have aided government policies and continue to provide a positive backdrop for improved macroeconomic indicators.

Sultanate of Oman's commitment to its agenda under Oman Vision 2040 should lead to continued diversification away from hydrocarbons and should support a more sustainable growth going forward.

Group Consolidated Performance

During the nine-month period ended 30 September 2023, the Group revenue increased by 38% to RO 322.8m as compared to RO 233.4m for the corresponding period in 2022, and the net profit attributable to Ominvest's shareholders decreased by 36% to RO 30.2m as compared to RO 47.2m for the corresponding period in 2022.

The decrease in profit compared to the previous period was due to reclassification of our investment in Bank Muscat. The Group had reclassified its investment in Bank Muscat from 'investment in associate' to 'financial investment' based on the external auditor's advice and in accordance with the requirements of IFRS. The net reclassification gain amounted to RO 38 million, which was almost equivalent to the special dividend of perpetual bonds received by the Group from Bank Muscat and trading profit of RO 2.9 million.

Parent Company Performance

During the nine-month period ended 30 September 2023, the Parent Company revenues decreased by 28% to RO 47.8m as compared to RO 66.4m for the corresponding period in 2022 and the net profit decreased by 36% to RO 30.5m as compared to RO 47.6m. The decrease in profit is due to the same reason as explained earlier.

Performance of Key Subsidiaries and Associates

LIVA Group SAOG (former National Life & General Insurance Company SAOG): Our subsidiary in insurance sector has successfully rebranded as LIVA Group.

In line with agreed strategy, effective 1 October 2023, the entire Oman insurance operations of National Life & General Insurance Company SAOG (National Life) and Al Ahlia Insurance Company SAOG has been combined into one operating entity. LIVA Group is in process of obtaining necessary regulatory approvals for amending commercial names for all other group entities within GCC. Muscat Stock exchange ticker of National Life changed from 'NLIF' to 'LIVA'.

LIVA Group's profit after tax and underwriting results have been constantly improving. Despite the challenges faced by reduced profitability in motor and medical insurance segments in the first half of 2023, the Group has achieved a profit of RO 1.6m during third quarter of 2023 compared to a loss of RO 1.5m in H1 2023. The primary factors driving the turnaround are mainly integration synergies and disciplined underwriting with a focus on good quality risk selection, supported by enhanced processes and monitoring tools.

The LIVA Group' revenues grew strongly by 57% to RO 229.7m during the nine months ended September 2023 as compared to RO 146.1m in the corresponding period of the previous year. This was primarily driven by the acquisition of LIVA Insurance BSC (former RSA ME) business, as well as the successful renewals of key partnerships and new wins during the current period, with significant growth in the medical portfolio in UAE and growth achieved in Saudi market. Investment income increased by 101% to RO 8.6m as compared to RO 4.2m in the corresponding period of the previous year, mainly due to optimization by changing the portfolio mix and synergies of consolidation. The synergies implemented over the past year are beginning to yield results, particularly since Q2 2023. This significant achievement will bolster our position as a leading insurer in the GCC region.

The LIVA Group has now adopted and applied IFRS 17 Insurance Contracts which replaces IFRS 4. Accordingly, financial statements for the nine-month period ended 30 September 2023, are prepared and the corresponding period of the previous year have been restated in accordance with IFRS 17.

Bank Muscat SAOG, largest investment in our portfolio, yielded RO 10.23m cash dividend during the period. Bank Muscat reported an increase of 7% profit to RO 158.9m for the nine-month period ended 30 September 2023 as compared to RO 148.3m over the corresponding period in 2022. We are pleased to inform our shareholders that subsequent to the quarter end, we have received Central Bank of Oman's approval to increase our current shareholding in Bank Muscat up to 15%.

Oman Arab Bank SAOG (OAB) our associate in the banking sector, reported an increase of 68% in its consolidated profit to RO 17.9m for the nine-month period ended 30 September 2023 as compared to RO 10.6m over the corresponding period in 2022. Net loans and advances, including Islamic finance, increased strongly by 11% to RO 3.33bn at 30 September 2023 compared to RO 2.99bn at 30 September 2022. Customer deposits grew by 7% to RO 3.2bn at 30 September 2023 compared to RO 2.99bn at 30 September 2022. OAB continues to maintain a conservative position for creating loan loss provisions. Alizz Islamic Bank SAOC, a fully owned subsidiary of OAB, has consistently increased its profits and assets since the merger with OAB in 2020. During the period, OAB successfully issued subordinated perpetual bonds amounting to RO 50 million at an attractive coupon rate of 7% in the current difficult environment. The issue was oversubscribed by 60%.

National Finance Company SAOG (NFC), our associate in the leasing sector, reported an increase of 18% in profit to RO 8m for the nine-month ended 30 September 2023 compared to RO 6.8m for the corresponding period in 2022. During the period due to a strong balance sheet and liquidity, NFC repaid its perpetual bonds amounting to RO 18.2m on the first call date. NFC continues to adopt a prudent approach to credit approvals keeping in view the overall macroeconomic scenario and perceived increase in credit risk. NFC continues to improve its technological capabilities to be aligned with the digital transformation happening across the world and continues to remain a market leader amongst finance and leasing companies in the Sultanate of Oman.

International General Insurance (IGI), During the period, the Group acquired an additional 6% stake in International General Insurance (IGI) taking the total shareholding to 20.5%. Consequently, the Group has reclassified the investment in IGI from investment at fair value through other comprehensive income to investment in associate. IGI is an international specialty insurance and reinsurance group, registered in Bermuda and listed on the Nasdaq Capital Markets under the symbol "IGIC". IGI has a financial strength rating of "A-" (Strong) from S&P Global Ratings

and "A" (Excellent) from AM Best with a Stable Outlook. In 2022, IGI reported a 96% increase in net profit to \$85.5m from \$43.6m with return of equity of 22.7% and gross premiums of \$581.8m. During first half of 2023, IGI reported a 68% increase in net profit to \$74.4m compared to \$44.2m during first half of 2022. Increased profits were mainly due to the 22% increase in net premiums earned and significantly improved investment results. Annualized return on equity for Q2-2023 was 33.9%.

Muscat Resorts LLC, our real estate subsidiary, is embarking on a new real estate project 'LA VIE'. The project entails developing a golf course, hotel and residential units. The development is situated in the heart of Muscat's emerging urban center, Madinat Al Irfan, one of the capital's most sought-after locations. Terrace by LA VIE Club was officially open from 1 August 2023 and was opened to the public officially and memberships were launched on 1 September 2023. Further, during this quarter, after detailed technical and commercial evaluations, the letter of intent for the hotel and residential units' construction has been issued.

Other key investments include investment in Ahli Bank SAOG contributed cash dividend income amounting to RO 1.5m. On 30 September 2023, private equity investments, which are focused on diverse sectors and expanding into new growth markets in Asia, amounted to RO 91m.

Corporate Citizenship

We are proud to announce that we have completed our first Sustainability Report, meticulously prepared in adherence to the globally recognized GRI Standards. This comprehensive report underscores our unwavering commitment to environmental, social, and governance (ESG) principles, demonstrating our dedication to sustainable practices. We firmly believe that sustainability is not merely a responsibility but a cornerstone of our long-term success. We have established ambitious goals to minimize our environmental footprint, enhance our social responsibility, and reinforce our governance framework.

We are pleased to report the successful conclusion of our partnership with Injaz Oman's "The Company Program", which empowered 87 individual Omani youth to embark on their entrepreneurial journeys. Through a comprehensive training program encompassing 1,044 hours of instruction, participants gained valuable insights into ideation, market analysis, financial planning, marketing strategies, and the practical aspects of establishing and operating their own businesses. This transformative experience culminated in the development of sustainable innovations and solutions across diverse sectors, including technology, tourism, recycling, education, and sports.

Aligning with our shared values, we are proud to announce the successful completion of our Strategic Partnership with the Human Development Centre for the Disabled (HDCD) in support of the "Together for Them" initiative. This 36-week professional training program provided 84 individuals with varying disabilities with quality training. As a result of the program, 55 candidates secured employment, with five of them receiving sponsorship from Ominvest. The 'Together for Them' initiative aligns perfectly with our commitment to social responsibility and our belief in the inherent potential of every individual, regardless of their abilities.

In a significant move to enhance support for individuals with disabilities, we are honored to announce that Ominvest and the Ministry of Social Development (MoSD) have signed a strategic support agreement to bolster the "Lab for the Development of Services and Programs for People with Disabilities" initiative. This collaboration is aligned with Oman Vision 2040 and aims to generate innovative initiatives and projects that harmonize with the vision's priorities and strategic objectives. This partnership will leverage the expertise of both parties to create a comprehensive support system that promotes inclusion, participation, and equal opportunities for all. This support exemplifies the power of collaboration between government and private sector institutions. We are confident that the Lab initiative will yield a multitude of projects and investment opportunities that will refine governance and regulation, while bolstering early intervention, empowerment, and integration programs for people with disabilities at all levels.

Acknowledgements

We are grateful to our inspirational leader His Majesty Sultan Haitham bin Tarik for his vision and initiatives as he continues to lead the country on the path of development, peace, and enduring prosperity. We take this opportunity to congratulate his Majesty on the occasion of the Fifty-Third National Day, praying to God Almighty to protect him and provide him with abundant health and to protect Sultanate of Oman and preserve its security and safety.


On behalf of the Board of Directors, I would like to thank the Capital Market Authority, Muscat Stock Exchange, and Central Bank of Oman for their continued support and guidance. I would also like to thank our dedicated employees at Ominvest and across our Group companies for their commitment and hard work.

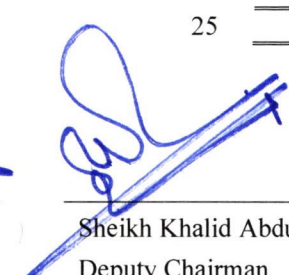


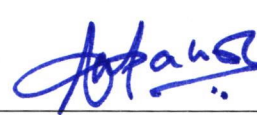
Khalid Muhammad AlZubair
Chairman

UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY STATEMENT OF FINANCIAL POSITION AT 30 SEPTEMBER 2023

	Notes	Consolidated		Parent Company	
		(Unaudited) 30-Sep-23 (RO'000)	(Unaudited) 31-Dec-22 (RO'000) (Restated)	(Unaudited) 30-Sep-23 (RO'000)	(Unaudited) 31-Dec-22 (RO'000) (Restated)
Assets					
Balances with banks and money at call	5	66,394	83,630	160	16,122
Deposits with banks	6	135,474	166,696	-	5,287
Insurance contract assets	7	11,944	7,908	-	-
Re-insurance contract assets	15	53,044	53,561	-	-
Investment securities	8	543,934	568,581	4,992	5,421
Investment in associates	9	214,361	157,463	149,304	136,351
Investment in subsidiaries	10	-	-	443,130	408,357
Due from subsidiaries		-	-	77,270	92,992
Other assets		53,141	56,789	1,408	2,849
Investment properties		7,815	9,709	2,000	2,000
Property and equipment		29,993	27,573	805	805
Intangible assets		49,564	53,127	-	-
Total assets		1,165,664	1,185,037	679,069	670,184
Equity and liabilities					
Equity					
Share capital	11	66,837	66,837	66,837	66,837
Share premium		5,778	5,778	5,778	5,778
Legal reserve		22,279	22,279	22,279	22,279
Other non-distributable reserves	13	10,924	12,190	10,924	12,190
Cumulative changes in fair value reserve		4,939	68	7,381	2,519
Retained earnings		79,431	133,030	82,737	131,371
Equity attributable to equity holders of the Parent Company		190,188	240,182	195,936	240,974
Perpetual bonds / sukuku		113,761	111,631	112,159	112,638
		303,949	351,813	308,095	353,612
Non-controlling interests		78,361	71,219	-	-
Total equity		382,310	423,032	308,095	353,612
Liabilities					
Bank borrowings	14	520,192	493,133	332,798	285,496
Insurance contract liabilities	7	174,356	185,912	-	-
Reinsurance contract liabilities	15	27,555	14,272	-	-
Other liabilities		56,470	64,117	37,139	30,039
Taxation		4,781	4,571	1,037	1,037
Total liabilities		783,354	762,005	370,974	316,572
Total equity and liabilities		1,165,664	1,185,037	679,069	670,184
Net assets per share (Rial Omani)	25	0.285	0.359	0.293	0.361


Khalid Muhammad AlZubair
Chairman


Sheikh Khalid Abdullah Al Khalili
Deputy Chairman


AbdulAziz M. Al Balushi
Group CEO

The accompanying notes 1-26 form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPERHENSIVE INCOME FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023

	<i>Notes</i>	<i>(Unaudited) 9 months ended 30-Sep-23 (RO'000)</i>	<i>(Unaudited) 9 months ended 30-Sep-22 (RO'000) (Restated)</i>	<i>(Unaudited) 3 months ended 30-Sep-23 (RO'000)</i>	<i>(Unaudited) 3 months ended 30-Sep-22 (RO'000) (Restated)</i>
Insurance revenue	7	253,248	157,461	81,558	77,637
Interest income	16	9,348	5,024	3,108	2,223
Investment income	18	36,914	47,954	12,555	40,077
Fee and commission income		4,250	2,353	(595)	2,448
Other operating income		3,754	2,255	1,439	1,203
Share of results from associates		15,277	18,407	6,599	3,619
Total revenue		322,791	233,454	104,664	127,207
Insurance service expense	7	(219,426)	(141,869)	(62,985)	(17,377)
Net reinsurance expense	15	(25,150)	(6,850)	(13,774)	(44,280)
Fee and commission expenses		(3,911)	(1,305)	(1,262)	(7,692)
Interest expense	17	(20,523)	(13,290)	(7,449)	(5,718)
Operating expenses	19	(22,971)	(22,215)	(5,792)	(18,885)
Total expenses		(291,981)	(185,529)	(91,262)	(93,952)
Profit before tax		30,810	47,925	13,402	33,255
Income tax expense		(126)	(991)	208	(447)
Profit for the period		30,684	46,934	13,610	32,808
Profit for the period attributable to:					
Equity holders of the Parent Company		30,152	47,232	12,105	33,411
Non-controlling interests		532	(298)	1,505	(603)
		30,684	46,934	13,610	32,808
Basic earnings per share attributable to the equity holders of the Parent Company (RO)	24	0.038	0.064	0.017	0.048
Other comprehensive income / (expense) :					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Movement in cash flow hedge		545	2,820	206	1,380
Foreign currency translation reserve		(1,838)	(29)	(1)	(23)
Changes in fair value of debt instruments at fair value through other comprehensive income		136	(1,666)	-	(604)
<i>Items that will not be reclassified subsequently to profit or loss:</i>					
Changes in fair value of equity instruments at fair value through other comprehensive income and share of OCI from equity accounted investee-net of tax		(365)	(11,495)	(3,281)	(10,679)
Other comprehensive expense for the period		(1,522)	(10,370)	(3,076)	(9,926)
Total comprehensive income for the period		29,162	36,564	10,534	22,882
Total comprehensive income/(expense) for the period attributable to:					
Equity holders of the Parent Company		28,501	37,688	9,029	24,038
Non-controlling interests		661	(1,124)	1,505	(1,156)
		29,162	36,564	10,534	22,882

The accompanying notes 1-26 form an integral part of these unaudited interim condensed consolidated and parent company financial statements.

UNAUDITED INTERIM CONDENSED PARENT COMPANY STATEMENT OF COMPERHENSIVE INCOME FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023

	<i>Notes</i>	<i>(Unaudited) 9 month ended 30-Sep-23 (RO'000)</i>	<i>(Unaudited) 9 month ended 30-Sep-22 (RO'000) (Restated)</i>	<i>(Unaudited) 3 month ended 30-Sep-23 (RO'000)</i>	<i>(Unaudited) 3 month ended 30-Sep-22 (RO'000) (Restated)</i>
Interest income	16	3,470	4,862	578	1,627
Investment income	18	9,521	(18,788)	9,187	(19,193)
Other operating income		231	1,477	13	31
Share of results from subsidiaries		26,303	73,146	5,666	58,037
Share of results from associates		8,308	5,721	2,863	1,756
Total revenue		47,833	66,418	18,307	42,258
Interest expense	17	(13,625)	(11,921)	(5,041)	(4,203)
Operating expenses	19	(3,708)	(6,900)	(1,172)	(4,691)
Total expenses		(17,333)	(18,821)	(6,213)	(8,894)
Profit for the period		30,500	47,597	12,094	33,364
Basic earnings per share attributable to the equity holders of the Parent Company (RO)	24	0.038	0.064	0.017	0.049
Other comprehensive income / (expense):					
<i>Items that may be reclassified subsequently to profit or loss:</i>					
Movement in cash flow hedge		545	2,820	206	1,380
Foreign currency translation reserve		(1,838)	(29)	(1)	(23)
Changes in fair value of debt instruments at fair value through other comprehensive income		128	(1,564)	-	(567)
<i>Items that will not be reclassified subsequently to profit or loss:</i>					
Changes in fair value of equity instruments at fair value through other comprehensive income and share of OCI from equity accounted investee-net of tax		(493)	(10,649)	(3,118)	(9,854)
Other comprehensive expense for the period		(1,658)	(9,422)	(2,913)	(9,064)
Total comprehensive income for the period		28,842	38,175	9,181	24,300

The accompanying notes 1-26 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 NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023**

Consolidated	<i>Share capital</i>	<i>Share premium</i>	<i>Legal reserve</i>	<i>Other non-distributable reserves</i>	<i>Cumulative changes in fair value</i>	<i>Retained earnings</i>	<i>Total</i>	<i>Perpetual bonds/sukuku</i>	<i>Sub-total</i>	<i>Non-Controlling interests</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>
At 1 January 2022	66,837	5,778	22,279	7,801	(14,090)	124,080	212,685	81,188	293,873	20,968	314,841
Transition adjustment	-	-	-	-	-	(6,064)	(6,064)	-	(6,064)	(9,334)	(15,398)
At 1 January 2022 (restated)	66,837	5,778	22,279	7,801	(14,090)	118,016	206,621	81,188	287,809	11,634	299,443
Profit for the period	-	-	-	-	-	47,232	47,232	-	47,232	(298)	46,934
Other comprehensive income for the period	-	-	-	2,790	(12,334)	-	(9,544)	-	(9,544)	(826)	(10,370)
Total comprehensive income for the period	-	-	-	2,790	(12,334)	47,232	37,688	-	37,688	(1,124)	36,564
Perpetual sukuku / bonds sold by Subsidiary	-	-	-	-	-	-	-	24,351	24,351	-	24,351
Relating to acquisition of subsidiary	-	-	-	-	-	-	-	6,000	6,000	73,508	79,508
Interest/profit paid on perpetual bond/sukuk	-	-	-	-	-	(4,628)	(4,628)	-	(4,628)	-	(4,628)
Dividend payable relating to 2021 (note 12)	-	-	-	-	-	(20,051)	(20,051)	-	(20,051)	-	(20,051)
Transfer to/ from retained earning	-	-	-	1,713	131	(1,844)	-	-	-	-	-
Share of equity accounted investee companies	-	-	-	-	880	(2,412)	(1,532)	-	(1,532)	-	(1,532)
At 30 September 2022 (restated)	66,837	5,778	22,279	12,304	(25,413)	136,313	218,098	111,539	329,637	84,018	413,655
At 1 January 2023 (restated)	66,837	5,778	22,279	12,190	68	133,030	240,182	111,631	351,813	71,219	423,032
Profit for the period	-	-	-	-	-	30,152	30,152	-	30,152	532	30,684
Other comprehensive income for the period	-	-	-	(1,293)	(358)	-	(1,651)	-	(1,651)	129	(1,522)
Total comprehensive income for the period	-	-	-	(1,293)	(358)	30,152	28,501	-	28,501	661	29,162
Redemption of perpetual bonds	-	-	-	-	-	-	-	(60,638)	(60,638)	-	(60,638)
Issue of perpetual bonds	-	-	-	-	-	(60,159)	(60,159)	60,159	-	-	-
Interest/profit paid on perpetual bond/sukuk	-	-	-	-	-	(5,039)	(5,039)	-	(5,039)	-	(5,039)
Dividend paid relating to 2022 (note 12)	-	-	-	-	-	(10,025)	(10,025)	-	(10,025)	-	(10,025)
Transfer to/ from retained earning	-	-	-	27	6,679	(6,706)	-	-	-	-	-
Share of equity accounted investee companies	-	-	-	-	(1,450)	(1,822)	(3,272)	-	(3,272)	6,481	3,209
Perpetual bonds transactions by subsidiaries	-	-	-	-	-	-	-	2,609	2,609	-	2,609
At 30 September 2023	66,837	5,778	22,279	10,924	4,939	79,431	190,188	113,761	303,949	78,361	382,310

The accompanying notes 1-26 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 NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023

Parent Company	Share capital	Share premium	Legal reserve	Other non-distributable reserves	Cumulative changes in fair value	Retained earnings	Total	Perpetual bonds/sukuks	Total
	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)	(RO'000)
At 1 January 2022	66,837	5,778	22,279	7,801	(11,684)	122,420	213,431	112,638	326,069
Transition adjustment	-	-	-	-	-	(6,064)	(6,064)	-	(6,064)
At 1 January 2022 (restated)	66,837	5,778	22,279	7,801	(11,684)	116,356	207,367	112,638	320,005
Profit for the period	-	-	-	-	-	47,597	47,597	-	47,597
Other comprehensive income for the period	-	-	-	2,790	(12,212)	-	(9,422)	-	(9,422)
Total comprehensive income for the period	-	-	-	2,790	(12,212)	47,597	38,175	-	38,175
Interest/profit paid on perpetual bond/sukuk	-	-	-	-	-	(5,142)	(5,142)	-	(5,142)
Dividend paid relating to 2021 (note 12)	-	-	-	-	-	(20,051)	(20,051)	-	(20,051)
Transfer to / from retained earnings	-	-	-	1,713	131	(1,844)	-	-	-
Share of equity accounted investee and others	-	-	-	-	880	(2,412)	(1,532)	-	(1,532)
At 30 September 2022 (restated)	66,837	5,778	22,279	12,304	(22,885)	134,504	218,817	112,638	331,455
At 1 January 2023 (restated)	66,837	5,778	22,279	12,190	2,519	131,371	240,974	112,638	353,612
Profit for the period	-	-	-	-	-	30,500	30,500	-	30,500
Other comprehensive income for the period	-	-	-	(1,293)	(365)	-	(1,658)	-	(1,658)
Total comprehensive income for the period	-	-	-	(1,293)	(365)	30,500	28,842	-	28,842
Interest paid on perpetual bonds	-	-	-	-	-	(5,215)	(5,215)	-	(5,215)
Redemption of perpetual bonds	-	-	-	-	-	-	-	(60,638)	(60,638)
Issue of perpetual bonds	-	-	-	-	-	(60,159)	(60,159)	60,159	-
Dividend paid relating to 2022 (note 12)	-	-	-	-	-	(10,025)	(10,025)	-	(10,025)
Transfer to / from retained earnings	-	-	-	27	6,679	(6,706)	-	-	-
Share of equity accounted investee and others	-	-	-	-	(1,452)	2,971	1,519	-	1,519
At 30 September 2023	66,837	5,778	22,279	10,924	7,381	82,737	195,936	112,159	308,095

The accompanying notes 1-26 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 NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023**

	Notes	Consolidated		Parent Company	
		(Unaudited) 30-Sep-23 (RO'000)	(Restated) 30-Sep-22 (RO'000)	(Unaudited) 30-Sep-23 (RO'000)	(Restated) 30-Sep-22 (RO'000)
Operating activities					
Profit before tax		30,810	47,925	30,500	47,597
<u>Adjustments for:</u>					
Depreciation on property and equipment		1,567	1,453	106	102
Amortization of intangible assets		1,514	835	186	248
Share of results from associates		(15,277)	(18,407)	(8,308)	(5,721)
Share of results from subsidiaries		-	-	(26,303)	(73,397)
(Loss)/ gain on sale of investment property		(498)	726	-	750
Reversal/(release) of impairment provision on associates		(9,295)	19,671	(9,295)	18,513
Change in the fair value of financial assets at fair value through profit or loss		(3,746)	1,254	-	69
Profit on sale of investments		(1,204)	(1,862)	(34)	(212)
Income from amortised cost investments		(6,963)	548	-	-
Reclassification gains		-	(61,976)	-	-
Operating results before working capital changes		(3,092)	(9,833)	(13,148)	(12,051)
Changes in operating assets and liabilities					
Investment securities		(4,958)	(92,527)	704	(3,547)
Due from subsidiaries		-	-	(33,778)	12,086
Other assets		7,466	15,731	1,442	3,248
Insurance and re-insurance liabilities		94,277	28,273	-	-
Insurance and re-insurance assets		(12,823)	(42,602)	-	-
Other liabilities		(73,360)	4,531	6,816	(12,432)
Cash from / (used) in operations		7,510	(96,427)	(37,964)	(12,696)
Tax paid		(830)	(1,537)	-	-
Net cash from / (used) in operating activities		6,680	(97,964)	(37,964)	(12,696)
Investing activities					
Cash Impact of acquisition of subsidiaries		(6,673)	(40,418)	(498)	(2,815)
Dividend received from associates		2,061	13,522	1,498	1,498
Dividend received from subsidiaries		-	-	44,820	15,000
Capital expenditure on investment property		(458)	(1,013)	-	-
Proceeds from disposal of investment property		2,850	119	-	-
Acquisition of intangible assets		-	(34,009)	-	-
Additions to property and equipment		(3,987)	(2,167)	(106)	(18)
Loan to subsidiary		-	-	(423)	-
Net cash generated from / (used) in investing activities		(6,207)	(63,966)	45,291	13,665
Financing activities					
Bank borrowings		27,059	115,151	47,302	3,163
Deposits matured / (made)		63,435	23,716	5,287	(256)
Disposal of perpetual bond/sukuk by a subsidiary		-	24,351	-	-
Redemption of perpetual bonds		(60,638)	-	(60,638)	-
Addition of non-controlling interest		-	41,625	-	-
Dividends paid		(10,025)	(20,051)	(10,025)	(20,051)
Addition of perpetual bonds		-	6,000	-	-
Coupon payments on perpetual bonds		(5,215)	(4,628)	(5,215)	(5,142)
Net cash generated from / (used) in financing activities		14,616	186,164	(23,289)	(22,286)
Net change in cash and cash equivalents		15,089	24,234	(15,962)	(21,317)
Cash and cash equivalents at the beginning of the period		90,034	46,636	16,122	23,846
Cash and cash equivalents at the end of the period		105,123	70,870	160	2,529

NOTES TO UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY FINANCIAL STATEMENTS FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023

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. The Parent Company was incorporated on 11 September 1983. The Parent Company’s shares are listed on the Muscat Securities Market. The principal activities of the Parent Company is primarily engaging in investment related activities.

The Parent Company and its subsidiaries (together referred as Group) has investments in associates and subsidiaries as disclosed in notes 9 and 10 respectively.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES.

The unaudited interim condensed financial statements for the nine-month period ended 30 September 2023 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 2022 unless indicated below. The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2022, 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 30 September 2023 are not necessarily indicative of the results that may be expected for the financial year 2023.

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 2022 other than new significant estimates related to adoption of IFRS 17.

4. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS EFFECTIVE IN 2023

For the period ended 30 September 2023, 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 2023.

4. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS EFFECTIVE IN 2023

The Group has applied IFRS 17 “Insurance Contracts” which replaces IFRS 4, including any consequential amendments to other standards, from 1 January 2023. The Group has restated comparative information for 2022 applying the transitional provisions to IFRS 17. This standard has brought significant changes to the accounting for Insurance and reinsurance contracts and financial instruments. Consequently, the Group has restated certain comparative amounts for the prior year. The nature of the changes in first time adoption of IFRS 17 are summarized, as follows:

Changes to classification and measurement

IFRS 17 establishes specific principles for the recognition, measurement, presentation and disclosure of insurance contracts issued and reinsurance contracts held by the Group. The adoption of IFRS 17 did not materially change the classification of the Group’s insurance contracts.

The Group uses different measurement approaches, depending on the type of contracts, as follows:

Nature of Contracts	Product classification	Measurement model
General insurance contracts	Insurance contracts	PAA
Medical insurance	Insurance contracts	PAA
Short term life insurance contracts	Insurance contracts	PAA
Long term life insurance contracts	Insurance contracts	GMM
All reinsurance contracts held other than long term individual life	Reinsurance contracts	PAA
Long term individual life reinsurance contracts held	Reinsurance contracts	GMM

The key principles of IFRS 17 under the different measurement models, where applicable, are that the Group:

- Identifies insurance contracts as those under which the Group accepts significant insurance risk from another party (the policyholder) by agreeing to compensate the policyholder if a specified uncertain future event (the insured event) adversely affects the policyholder;
- Separates specified embedded derivatives, distinct investment components and distinct goods or services other than insurance contract services from insurance contracts and accounts for them in accordance with other standards;
- Divides the insurance and reinsurance contracts into groups it will recognise and measure;
- Recognises profit from a group of insurance contracts over each period the Group provides insurance contract services, as the Group is released from risk. If a group of contracts is expected to be onerous (i.e., loss-making) over the remaining coverage period, the Group recognises the loss immediately;
- Recognises an asset for insurance acquisition cash flows in respect of acquisition cash flows paid, or incurred, before the related group of insurance contracts is recognised. Such an asset is derecognised when the insurance acquisition cash flows are included in the measurement of the related group of insurance contracts.

The premium allocation approach (PAA) simplifies the measurement of insurance contracts in comparison with the general measurement model (GMM) in IFRS 17. The measurement principles of the PAA differ from the ‘earned premium approach’ used by the Group under IFRS 4 in the following key areas:

- The liability for remaining coverage reflects premiums received less deferred insurance acquisition cash flows and less amounts recognised in revenue for insurance services provided (insurance revenue for each period is the amount of expected premium receipts for providing services in the period);
- Measurement of the liability for remaining coverage includes an adjustment for the time value of money and the effect of financial risk where the premium due date and the related period of services are more than 12 months apart;
- Measurement of the liability for remaining coverage involves an explicit evaluation of risk adjustment for non-financial risk when a group of contracts is onerous in order to calculate a loss component (previously these may have formed part of the unexpired risk reserve provision);

4. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS EFFECTIVE IN 2023

- Measurement of the liability for incurred claims (previously claims outstanding and incurred-but-not-reported (IBNR) claims) is determined on a discounted probability-weighted expected value basis and includes an explicit risk adjustment for non-financial risk. The liability includes the Group's obligation to pay other incurred insurance expenses;

Measurement of the asset for remaining coverage (reflecting reinsurance premiums paid for reinsurance held) is adjusted to include a loss-recovery component to reflect the expected recovery of onerous contract losses where such contracts reinsure onerous direct contracts.

Under the GMM, groups of insurance contracts are recognised and measured at:

- i) A risk-adjusted present value of the future cash flows (the fulfilment cash flows) that incorporates all available information about the fulfilment cash flows in a way that is consistent with observable market information; and
- ii) An amount representing the unearned profit in the group of contracts (the contractual service margin or CSM)

The Group capitalizes insurance acquisition cash flows for all insurance group of contracts. The Group allocates the acquisition cash flows to groups of insurance contracts issued using a systematic and rational basis. Insurance acquisition cash flows include those that are directly attributable to a group.

Changes to presentation and disclosure

For presentation in the statement of financial position, the Group aggregates portfolios of insurance and reinsurance contracts issued and reinsurance contracts held and presents separately, the carrying amount of:

- Portfolios of insurance and reinsurance contracts issued that are assets
- Portfolios of reinsurance contracts held that are assets
- Portfolios of insurance contracts and reinsurance contracts issued that are liabilities
- Portfolios of reinsurance contracts held that are liabilities

The line item descriptions in the profit or loss and other comprehensive income have been changed significantly compared with prior year. Previously the Group reported the following line items:

- Gross premium earned
- Premium ceded to reinsurers
- Net earned premium
- Net claims incurred

IFRS 17 requires separate presentation of:

- Insurance revenue
- Insurance service expenses
- Income or expenses from re-insurance contracts held

Transition

The Group has applied IFRS 17 for financial reporting period commencing on 1 January 2023 with the date of transition from IFRS 4 being 1 January 2022. The Group:

- Has identified, recognised and measured each group of insurance contracts using the modified retrospective approach.
- Has identified, recognised and measured assets for insurance acquisition cash flows as if IFRS 17 had always applied. However, no recoverability assessment was performed before the transition date. At transition date, a recoverability assessment was performed, and no impairment loss was identified.

NOTES TO UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY FINANCIAL STATEMENTS FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023

4. IFRS STANDARDS, AMENDMENTS AND INTERPRETATIONS EFFECTIVE IN 2023

- Derecognised any existing balances that would not exist had IFRS 17 always applied.
- Recognised any resulting net difference in equity.

The Group assessed historical information available and determined that all reasonable and supportable information necessary for applying the full retrospective approach was not available for groups of contracts issued prior to the transition date. The Group elected to apply the modified retrospective approach, which was intended to achieve the closest possible outcome to the full retrospective application maximising the use of available information.

The Group has aggregated contracts issued more than one year apart for groups of contracts applying the modified retrospective approach at transition, as it did not have supportable information to aggregate contracts into groups including only contracts issued within one year.

The Group has elected to use the simplification in the modified retrospective approach for determining the CSM or loss component of the liability for remaining coverage at the transition date.

The Group has elected to disaggregate insurance finance income or expenses between amounts included in profit or loss and amounts included in other comprehensive income and reset the cumulative amount of insurance finance income or expenses recognised in other comprehensive income at the transition date to zero.

As mentioned above the line item descriptions in the condensed consolidated interim statement of profit or loss and other comprehensive income have changed significantly compared with prior period. The adoption of IFRS 17 has led to the restatement of the retained earnings as of 1 January 2022 by RO 6,064K.

The table below summarize the impact of initial application of IFRS 17 as at 31 December 2022:

	<i>As previously reported (Audited) RO '000</i>	<i>Effect of application of IFRS 17 (Unaudited) RO '000</i>	<i>As restated (Unaudited) RO '000</i>
Assets			
Insurance contract assets	98,225	(90,317)	7,908
Reinsurance contract assets	61,040	(7,479)	53,561
Other assets	60,062	(3,273)	56,789
Liabilities			
Insurance contract liabilities	214,734	(28,822)	185,912
Reinsurance contract liabilities	0	14,272	14,272
Other liabilities	130,363	(66,246)	64,117
Taxation	6,950	(2,379)	4,571
Equity			
Retained earnings	137,225	(4,195)	133,030
Non-controlling interests	82,449	(11,230)	71,219

**NOTES TO UNAUDITED INTERIM CONDENSED CONSOLIDATED AND PARENT COMPANY
FINANCIAL STATEMENTS FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2023**

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>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Balances with banks and money at call	66,394	83,630	160	16,122
Deposits with banks (note 6)	135,474	166,696	-	5,287
Deposits with banks with maturity above 3 months	(96,745)	(160,292)	-	(5,287)
	105,123	90,034	160	16,122

6. DEPOSITS WITH BANKS

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Deposits with banks and leasing companies				
Less than 3 month maturity	38,729	6,404	-	-
More than 3 month maturity	96,745	160,292	-	5,287
	135,474	166,696	-	5,287

7. INSURANCE CONTRACT ASSETS AND LIABILITIES

	Liabilities for remaining coverage - PAA		Liabilities for remaining coverage - GMM		LIC for Contracts under GMM	LIC for Contracts under PAA		Total
	Excluding loss component	Loss component	Excluding loss component	Loss component	Estimates of present value of future cashflows	Estimates of present value of future cashflows	Risk Adjustment	
Insurance contract liabilities as at 1 January 2023	48,654	4,195	12,546	38	3,336	113,606	3,537	185,912
Insurance contract assets as at 1 January 2023	(8,471)	1,245	-	-	(335)	(566)	219	(7,908)
Net insurance contract (assets)/liabilities as at 1 January 2023	40,183	5,440	12,546	38	3,001	113,040	3,756	178,004
<i>Insurance revenue (a)</i>	(227,539)	-	(2,128)	-	(294)	(23,287)	-	(253,248)
Incurred claims and other expenses	-	-	-	(17)	1,761	246,826	5,446	254,016
Amortisation of insurance acquisition cash flows	40,126	-	5	-	-	-	-	40,131
Losses on onerous contracts	-	(897)	-	21	-	-	-	(876)
Changes to liabilities for incurred claims	-	-	-	-	(487)	(68,444)	(4,914)	(73,845)
Investment components	-	-	(374)	-	374	-	-	-
<i>Insurance service expenses (b)</i>	40,126	(897)	(369)	4	1,648	178,382	532	219,426
Insurance service result (a) + (b)	(187,413)	(897)	(2,497)	4	1,354	155,095	532	(33,822)
Insurance service expenses	-	-	286	1	13	2,113	140	2,553
Effect of movements in exchange rates	-	-	-	-	-	-	-	-
Total changes in the statement of profit or loss and OCI	(187,413)	(897)	(2,211)	5	1,367	157,208	672	(31,269)
Cash flows								
Premiums received	215,801	-	1,357	-	221	21,638	-	239,017
Claims and other expenses paid	-	-	-	-	(1,194)	(170,635)	-	(171,829)
Insurance acquisition cash flows	(40,206)	-	(76)	-	-	-	-	(40,282)
Total cash flows	175,595	-	1,281	-	(973)	(148,997)	-	26,906
Insurance contract liabilities as at 30 September 2023	31,035	4,537	11,616	43	2,817	119,977	4,331	174,356
Insurance contract assets as at 30 September 2023	(2,670)	6	-	-	(114)	(9,263)	97	(11,944)
Net insurance contract (assets)/liabilities as at 30 September 2023	28,365	4,543	11,616	43	2,703	110,714	4,428	162,412

8. INVESTMENT SECURITIES

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

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Financial assets at fair value through profit or loss (note 8(i))	82,900	97,533	1,647	2,185
Financial assets at fair value through other comprehensive income (note 8(ii))	283,889	336,120	3,345	3,236
Investments at amortised cost (note 8(iii))	177,145	134,928	-	-
	543,934	568,581	4,992	5,421

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

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Financial sector	29,049	34,785	-	468
Industrial sector	583	465	299	419
Local quoted investments	29,632	35,250	299	887
Foreign quoted investments	926	12,524	65	68
Quoted investments	30,558	47,774	364	955
Unquoted local investments	2,007	8,316	1,076	1,019
Unquoted foreign investments	50,335	41,443	207	211
Total financial assets at fair value through profit or loss	82,900	97,533	1,647	2,185

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

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Local investments				
Quoted investments (cost)	254,992	273,752	2,301	2,300
Fair value reserve	1,671	18,705	(712)	(820)
Unquoted investments (cost)	1,130	932	861	861
Fair value reserve	4,727	852	852	852
Total local investments	262,520	294,241	3,302	3,193
Foreign investments				
Quoted investments (cost)	20,538	48,198	-	-
Fair value reserve	753	(6,443)	-	-
Unquoted investments (cost)	872	927	205	205
Fair value reserve	(794)	(803)	(162)	(162)
Total foreign investments	21,369	41,879	43	43
Total financial assets at fair value through other comprehensive income	283,889	336,120	3,345	3,236

8. INVESTMENT SECURITIES (continued)

(iii) Investment at amortised cost

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Investment in an education entity	19,981	19,852	-	-
Banks and corporate bonds	157,164	115,076	-	-
Total Investments at amortised cost	177,145	134,928	-	-

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>(Unaudited)</i> <i>30-Sep-23</i> <i>Holding %</i>	<i>(Audited)</i> <i>31-Dec-22</i> <i>Holding %</i>
Quoted			
Oman Arab Bank SAOG	Sultanate of Oman	31.64	31.64
National Finance Company SAOG	Sultanate of Oman	34.60	34.60
Takaful Oman Insurance SAOG	Sultanate of Oman	56.12	56.12
International General Insurance Company Ltd (note 9(ii))	Bermuda, NASDAQ listed	20.50	-
Unquoted			
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	United Arab Emirates	14.85	14.85
EastBridge Partners Pte Ltd	Singapore	43.00	43.00
Thawani Technologies LLC	Sultanate of Oman	30.00	-
<i>Parent Company</i>	<i>Country of incorporation</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>Holding %</i>	<i>(Audited)</i> <i>31-Dec-22</i> <i>Holding %</i>
Quoted			
Oman Arab Bank SAOG	Sultanate of Oman	31.64	31.64
National Finance Company SAOG	Sultanate of Oman	34.60	34.60

9. INVESTMENT IN ASSOCIATES (continued)

- (i) Details regarding movement in investment in associates is set out below:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
At beginning of the year	157,463	341,363	136,351	147,138
Share of results of associates	15,277	21,161	8,308	8,631
Dividends received	(2,061)	(13,687)	(1,498)	(1,498)
Purchases	6,673	-	-	-
Gain on disposal of an associate	-	444	-	(820)
Disposal of associates	-	(12,784)	-	(1,460)
Impairment reversal / (provision)	9,295	(9,911)	9,295	(9,911)
Gain on transfer to FVTOCI	-	62,825	-	-
Transfer (to)/from FVTOCI	30,485	(224,998)	-	-
Other equity movement (net)	(2,771)	(6,950)	(3,152)	(5,729)
At the end of the period	<u>214,361</u>	<u>157,463</u>	<u>149,304</u>	<u>136,351</u>

- (ii) During the period, the group acquired 6% additional stake in International General Insurance (IGI) taking the total stake holding to 20.5%. Consequent to this, the group has reclassified the investment in IGI from investment at fair value through other comprehensive income to investment in associate.
- (iii) During the period, the group acquired 30% stake in Thawani Technologies LLC.

10. INVESTMENT IN SUBSIDIARIES

As at the reporting date, investments held by the Group in subsidiaries are:

	<i>Country of Incorporation</i>	<i>30-Sep-23 (Unaudited) Holding %</i>	<i>31-Dec-22 (Restated) Holding %</i>
Jabreen International Development Company	Oman	100.00	100.00
SAOC (Jabreen) <i>(Principal activity: Investments)</i>			
Takaful Oman Insurance Company [note 10(i)] <i>(Principal activity: Insurance)</i>	Oman	56.12	56.12
Ubhar Capital SAOC [note 10(i)] <i>(Principal activity: Brokerage and Investment banking)</i>	Oman	66.00	66.00
Jabreen International Investment Company SAOC [note 10 (iii)] <i>(Principal activity: Investments)</i>	Oman	100.00	100.00
Gulf Acrylic Industries LLC [note 10(iv)] <i>(Principal activity: Manufacturing)</i>	Oman	51.70	51.70
Shamel Plastic Industries LLC [note 10(iv)] <i>(Principal activity: Manufacturing)</i>	Oman	51.65	51.65
Jabreen Capital Asia Pte. Ltd [note 10(iv)] <i>(Principal activity: Investment activities)</i>	Singapore	100.00	100.00
Liva Group SAOG <i>(Principal activity: Insurance)</i>	Oman	52.06	52.06
Liva Insurance BSC [note 10 (ii)] <i>(Principal activity: Insurance)</i>	Bahrain	100.00	100.00
NLGIC Support Services Private Limited [note 10 (ii)] <i>(Principal activity: Support services)</i>	India	100.00	100.00
Inayah TPA LLC [note 10 (ii)] <i>(Principal activity: Support services)</i>	UAE	100.00	100.00
Liva Insurance SAOC [note 10 (ii)] <i>(Principal activity: Insurance)</i>	Oman	100.00	100.00
Al Alamiya for Cooperative Insurance Company [note 10 (ii)] <i>(Principal activity: Insurance)</i>	KSA	50.07	50.07
OMINVEST International Holdings Limited (OIHL) <i>(Principal activity: Investments)</i>	UAE	100.00	100.00
National Security Services Group LLC <i>(Principal activity: Cybersecurity)</i>	Oman	60.00	60.00
Oman Real Estate Investment and Services LLC <i>(Principal activity: Real Estate and Investments)</i>	Oman	100.00	100.00
Muscat Resorts LLC <i>(Principal activity: Integrated Tourism Project)</i>	Oman	99.99	99.99
Al Jabal Al Aswad Investment LLC <i>(Principal activity: Real Estate)</i>	Oman	99.98	99.98

- (i) These subsidiaries are held through Jabreen International Development Company SAOC.
- (ii) These subsidiaries are held through Liva Group SAOG. During the period, our subsidiary National Life and General Insurance Company SAOG changed its name to Liva Group SAOG following a rebranding exercise.
- (iii) During the period, the company has incorporated a fully owned subsidiary with the capital of RO 50 million (RO 0.5 million cash infusion and RO 49.5 million transfer of assets). The subsidiary will manage the private equity portfolio of the Group.
- (iv) These subsidiaries are held through Jabreen International Investment Company SAOC.

10. INVESTMENT IN SUBSIDIARIES (continued)

(v) Details regarding movement in investment in subsidiaries is set out below:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
At beginning of the year	-	-	408,357	338,144
Additions (note 10 (iii))	-	-	498	2,631
Loan to subsidiary	-	-	423	362
Share of results of subsidiaries	-	-	26,352	71,649
Dividends received	-	-	(44,820)	(14,940)
Issue of share capital	-	-	49,500	-
Other movements	-	-	2,820	10,511
At the end of the period	-	-	443,130	408,357

11. SHARE CAPITAL

	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO '000)</i>	<i>(Audited)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Authorized 2,000,000,000 ordinary shares of RO 0.100 each (31 December 2022 – 2,000,000,000 ordinary shares of RO 0.100 each)	200,000	200,000
Issued and fully paid 668,365,426 ordinary shares of RO 0.100 each (31 December 2022 – 668,365,426 shares of RO 0.100 each)	66,837	66,837

12. DIVIDEND PAID

Parent Company

At the Annual General Meeting of the shareholders of the Parent Company held on 30 March 2023, a cash dividend of RO 0.015 per share (2022 - RO 0.030 per share) amounting to RO 10,025,481 (2022 - RO 20,050,963) was approved and distributed to the shareholders.

Additionally, at the Extraordinary General Meeting held on 30 March 2023, it was decided to issue one perpetual bond of RO 1 for every 11.11 ordinary shares of 100bz held by the shareholders. On 18 April 2023, Parent company issued 60,158,904 perpetual bonds. These bonds are listed on the Muscat Stock exchange and carry an annual coupon of 5.25% and would form part of the parent company's equity. These perpetual bonds do not have a fixed maturity date; however, they may be callable at par at the option of the parent company after 5 years from the date of issuance.

13. OTHER NON-DISTRIBUTABLE RESERVES

Consolidated & Parent Company	Contingency reserve	Foreign currency	Hedging reserve	Revaluation reserve	Total
		revaluation Reserve			
At 1 January 2022	7,506	(32)	162	165	7,801
Net changes in fair values	-	(30)	2,820	-	2,790
Other comprehensive (expense) / income	-	(30)	2,820	-	2,790
Transfer to / from retained earnings	1,713	-	-	-	1,713
At 30 September 2022	9,219	(62)	2,982	165	12,304
At 1 January 2023	9,074	(45)	2,996	165	12,190
Net changes in fair values	-	(1,838)	545	-	(1,293)
Other comprehensive (expense) / income	-	(1,838)	545	-	(1,293)
Transfer to / from retained earnings	27	-	-	-	27
At 30 September 2023	9,101	(1,883)	3,541	165	10,924

14. BANK BORROWINGS

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

	Consolidated		Parent Company	
	(Unaudited) 30-Sep-23 (RO'000)	(Restated) 31-Dec-22 (RO'000)	(Unaudited) 30-Sep-23 (RO'000)	(Restated) 31-Dec-22 (RO'000)
Terms loans	522,753	495,902	334,459	287,148
Less: Unamortized bank processing fees	(2,561)	(2,769)	(1,661)	(1,652)
At the end of the period	520,192	493,133	332,798	285,496

The maturity profile of terms loans is as follows:

	Consolidated		Parent Company	
	(Unaudited) 30-Sep-23 (RO'000)	(Restated) 31-Dec-22 (RO'000)	(Unaudited) 30-Sep-23 (RO'000)	(Restated) 31-Dec-22 (RO'000)
Due within one year	161,312	90,066	132,426	79,741
Due in more than one year	361,441	405,836	202,033	207,407
	522,753	495,902	334,459	287,148

15. REINSURANCE CONTRACT ASSETS AND LIABILITIES

	<i>Liabilities for remaining coverage - PAA</i>		<i>Liabilities for remaining coverage - GMM</i>		<i>LIC for Contracts under GMM</i>	<i>LIC for Contracts under PAA Estimates of present value of future cashflows</i>			<i>Risk Adjustment</i>	<i>Total</i>
	<i>Excluding loss component</i>	<i>Loss component</i>	<i>Excluding loss-recovery component</i>	<i>Loss- recovery</i>	<i>Estimates of present value of future cashflows</i>	<i>Estimates of present value of future cashflows</i>				
Reinsurance contract assets as at 01 January 2023	(10,048)	179	962	1,488	3,414	56,481	1,085	53,561		
Reinsurance contract liabilities as at 01 January 2023	(11,068)	396	(13)	-	(408)	(3,354)	175	(14,272)		
Net reinsurance contract assets/(liabilities) as at 01 January 2023	(21,116)	575	949	1,488	3,006	53,127	1,260	39,289		
<i>An allocation of reinsurance premiums (a)</i>	(37,817)	-	(994)	-	(294)	(27,334)	-	(66,439)		
Amounts recoverable for incurred claims and other expenses	-	-	-	-	1,066	99,559	1,143	101,768		
Loss-recovery on onerous underlying contracts and adjustments	-	(111)	(3)	-	(25)	(34,404)	(1,077)	(35,620)		
Changes to amounts recoverable for incurred claims	-	-	-	-	(83)	(24,776)	-	(24,859)		
<i>Amounts recoverable from reinsurers for incurred claims (b)</i>	-	(111)	(3)	-	958	40,379	66	41,289		
Net income or expense from reinsurance contracts held (a)+(b)	(37,817)	(111)	(997)	-	664	13,045	66	(25,150)		
Reinsurance finance income	-	-	64	-	8	806	45	923		
Effect of changes in non-performance risk of reinsurers	-	-	-	-	(134)	29	-	(105)		
Total changes in the statement of comprehensive income	(37,817)	(111)	(933)	-	538	13,880	111	(24,332)		
Cash flows	-	-	-	-	-	-	-	-		
Premiums paid	26,415	-	463	-	(998)	(11,765)	-	14,115		
Amounts received	-	-	-	-	46	(3,631)	-	(3,585)		
Total cash flows	26,415	-	463	-	(952)	(15,396)	-	10,530		
Reinsurance contract assets as at 30 September 2023	(9,206)	205	528	1,488	2,932	56,038	1,059	53,044		
Reinsurance contract liabilities as at 30 September 2023	(23,312)	260	(48)	-	(340)	(4,427)	312	(27,555)		
Net reinsurance contract assets/(liabilities) as at 30 September 2023	(32,518)	465	480	1,488	2,592	51,611	1,371	25,489		

16. INTEREST INCOME

	<i>Consolidated (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Placements with banks and other money market placements	6,398	2,153	2,768	816
Other interest income	2,950	2,871	340	1,407
	9,348	5,024	3,108	2,223

	<i>Parent (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Placements with banks and other money market placements	405	4,389	7	4,037
Other interest income	3,065	473	571	-2,410
	3,470	4,862	578	1,627

17. INTEREST EXPENSE

	<i>Consolidated (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Bank borrowings	20,523	13,290	7,449	5,718
	20,523	13,290	7,449	5,718

	<i>Parent (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Bank borrowings	13,625	11,921	5,041	4,203
	13,625	11,921	5,041	4,203

18. INVESTMENT INCOME

	<i>Consolidated (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Dividend from investments	14,748	5,752	512	1,421
<u>Quoted local investments</u>				
Profit on sale	223	639	26	362
Change in fair value	3,839	48	1,209	941
<u>Unquoted local investments</u>				
Profit on sale	(29)	2	10	2
Change in fair value	(267)	-	(192)	152
<u>Quoted foreign investments</u>				
Profit on sale	1,010	1,221	-	1,210
Change in fair value	4	(688)	(4)	(732)
<u>Unquoted foreign investments</u>				
Profit on sale	-	-	-	(33)
Change in fair value	170	(614)	(367)	(814)
<u>Investment properties</u>				
- Net gain on investment properties	498	(726)	(225)	(750)
- Rental income	469	563	162	206
Amortized cost investment income	6,954	(548)	2,129	(3,188)
Provision movement	9,295	(19,671)	9,295	(20,676)
Reclassification gains	-	61,976	-	61,976
	36,914	47,954	12,555	40,077

	<i>Parent (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Dividend from investments	87	240	6	19
<u>Quoted local investments</u>				
Profit on sale	34	212	-	(16)
Change in fair value	52	11	6	129
<u>Unquoted local investments</u>				
Profit on sale	-	-	-	-
Change in fair value	(90)	-	(192)	(54)
<u>Quoted foreign investments</u>				
Profit on sale	-	-	(8)	-
Change in fair value	4	(29)	4	(13)
<u>Unquoted foreign investments</u>				
Profit on sale	-	-	-	-
Change in fair value	35	(51)	35	(51)
<u>Investment properties</u>				
- Net gain/(loss) on investment properties	-	(750)	-	(750)
- Rental income	104	92	41	56
Provision movement	9,295	(18,513)	9,295	(18,513)
	9,521	(18,788)	9,187	(19,193)

19. OPERATING EXPENSES

	<i>Consolidated (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Staff costs	11,775	13,651	3,076	10,025
Other operating expenses	7,639	5,590	722	7,394
Amortization of intangible assets	1,514	916	973	444
Depreciation	1,567	1,453	732	673
<u>Directors' sitting fees and remuneration:</u>				
Parent Company	140	330	47	230
Subsidiaries and adjustments	336	275	242	119
	22,971	22,215	5,792	18,885

	<i>Parent (Unaudited)</i>			
	<i>9 month ended 30-Sep-23 (RO'000)</i>	<i>9 month ended 30-Sep-22 (RO'000)</i>	<i>3 month ended 30-Sep-23 (RO'000)</i>	<i>3 month ended 30-Sep-22 (RO'000)</i>
Staff costs (including provisions)	2,473	5,631	682	4,227
Other operating expenses	803	589	354	138
Amortization of intangible assets	186	248	62	62
Depreciation	106	102	27	34
Directors' sitting fees and remuneration:	140	330	47	230
	3,708	6,900	1,172	4,691

20. 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 investment in banking sector.
- 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</i>	<i>Banking</i>	<i>Insurance</i>	<i>Real estate</i>	<i>Adjustments</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>30 Sep 2023</i>						
Segment revenues	90,505	17,299	248,045	1,152	(34,210)	322,791
Segment results	35,175	17,299	7,442	499	(29,731)	30,684
Segment assets	759,557	332,813	492,914	34,424	(454,044)	1,165,664
<i>30 September 2022</i>						
Segment revenues	101,439	59,907	151,265	803	(79,960)	233,454
Segment results	57,886	59,907	3,511	(149)	(74,221)	46,934
<i>31 December 2022</i>						
Segment assets	755,509	332,058	547,526	24,617	(474,673)	1,185,037

21. RELATED PARTY TRANSACTIONS

Related party transactions are as follows:

<i>Consolidated</i>	<i>Directors</i>	<i>Associates</i>	<i>Other related parties</i>
	<i>RO'000</i>	<i>RO'000</i>	<i>RO'000</i>
<u>Statement of comprehensive income</u>			
<i>30-Sep-2023</i>			
Interest and commission income	-	1,000	340
Interest expense	-	1,350	-
Directors' sitting fees and remuneration	476	-	-
Premiums received	-	1,622	1,210
Claims paid	-	1,587	702
Operating expenses/capex	-	172	1,015
<i>30-Sep-2022</i>			
Interest and commission income	-	1,002	14
Interest expense	-	3,854	-
Directors' sitting fees and remuneration	605	-	-
Premiums received	-	871	594
Claims paid	-	1,385	410
Operating expenses/capex	-	587	332
<u>Statement of financial positions</u>			
<i>30-Sep-2023</i>			
Borrowing arrangements	-	30,333	-
Current and other deposit accounts	-	12,128	8,200
Insurance and other receivables	-	696	841
Payables	-	1,561	847
<i>31-December-2022</i>			
Borrowing arrangements	-	20,000	-
Current and other deposits accounts	-	36,899	963
Premiums and other receivables	-	212	287
Payables	-	1,582	426

21. RELATED PARTY TRANSACTIONS (continued)

<i>Parent Company</i>	<i>30-Sep-23 (Unaudited)</i>			<i>30-Sep-22 (Unaudited)</i>		
	<i>Subsidiaries</i>	<i>Associates</i>	<i>Directors/ Others</i>	<i>Subsidiaries</i>	<i>Associates</i>	<i>Directors/ Others</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>
<u>Statement of comprehensive income</u>						
Directors' sitting fees and remuneration	-	-	140	-	-	330
Operating expenses	165	-	-	120	-	16
Interest and other income	3,066	405	330	4,389	226	-
Interest expenses	1,635	1,350	-	1,802	824	2,284
Recharge of common staff costs	150	-	-	-	-	-
Premiums	149	-	-	146	-	-
Claims	28	-	-	49	-	-
<u>Other transactions</u>						
Dividend from subsidiaries	44,820	-	-	15,000	-	-
Dividend from associates	-	1,498	-	-	1,498	-
<u>Statement of financial positions</u>						
	<i>30-Sep-23 (Unaudited)</i>			<i>31-Dec-22 (Audited)</i>		
Bank borrowings	-	30,333	-	-	20,000	-
Bank balances/(overdraft)	-	(474)	-	-	20,832	-
Due from subsidiaries	77,270	-	-	92,992	-	-
Due to subsidiaries	31,213	-	-	21,160	-	-
Investments	-	-	-	-	-	2,455
Loan receivable	-	359	-	-	-	-

22. CONTINGENT LIABILITIES & COMMITMENTS

Contingencies

At 30 September 2023, there were contingent liabilities in respect of guarantees issued by commercial banks on behalf of the Group amounting to RO 351,958 (31 December 2022 - RO 389,195) given in the normal course of business from which it is anticipated that no material liabilities will arise.

Legal claims

The insurance subsidiary of the Group, consistent with the majority of insurers, is subject to litigation in the normal course of its business. The Group, based on independent legal advice, does not believe that the outcome of the court cases will have a material impact on its separate and consolidated income or financial position.

23. 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 2022. There have been no changes in the risk management policies since year end.

24. 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.

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-22</i> <i>(RO'000)</i>
Profit for the period attributable to equity holders	30,152	47,232	30,500	47,597
Less: Perpetual interest/profit on bonds/sukuks	(5,039)	(4,628)	(5,215)	(5,142)
Profit for the period attributable to equity holders of the Group/Parent Company after interest on perpetual bonds/sukuks	25,113	42,604	25,285	42,455
Weighted average number of shares outstanding during the period	668,365,426	668,365,426	668,365,426	668,365,426
Basic earnings per share (RO)	0.038	0.064	0.038	0.064

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

25. NET ASSETS PER SHARE

The calculation of net assets per share is as follows:

	<i>Consolidated</i>		<i>Parent Company</i>	
	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>	<i>(Unaudited)</i> <i>30-Sep-23</i> <i>(RO'000)</i>	<i>(Restated)</i> <i>31-Dec-22</i> <i>(RO'000)</i>
Equity attributable to shareholders of the parent (RO'000)	190,188	240,182	195,936	240,974
Number of shares outstanding at the end of the period	668,365,426	668,365,426	668,365,426	668,365,426
Net assets per share (RO)	0.285	0.359	0.293	0.361

26. APPROVAL OF FINANCIAL STATEMENTS

These unaudited condensed interim financial statements were approved and authorized for release by the Board of Directors on 12 November 2023.