

Report of the Board of Directors

On behalf of the Board of Directors, I have the pleasure to present the un-audited financial results for the six months period ended 30th June 2025.

Operating & Financial Performance

The Group made a net profit after tax of RO. 2.963 million for the six months period ended 30th June 2025, compared to RO. 4.564 million during the corresponding period of the previous year. The net profit after tax of the Parent Company is RO. 3.369 million for the six months period ended 30th June 2025, compared to RO. 4.470 million during the corresponding period of the previous year.

Investments

The Parent company holds the following Investments in associates:

S	Company Name	Holding %	
		June 2025	June 2024
1	Sohar International Bank SAOG	13.12%	13.02%
2	The Financial Corporation Co. SAOG (FINCORP)	21.86%	21.86%

The shares in profit or losses from associates are accounted as per the standards laid down by the International Financial Reporting Standards.

The Parent Company holds the following Investment in subsidiaries

S	Company Name	Holding %	
		June 2025	June 2024
1	Wasel Exchange SAOC	100%	100%
2	Afaq Al Musanah Trading LLC	92%	92%
3	Khedmah Solutions SPC	100%	-

The Financial statement of the subsidiary companies have been consolidated as per the standards laid down by the International Financial Reporting Standards.

Business Outlook

The company is taking the final steps toward completing its strategic merger with Dhofar International Development and Investment Holding Company SAOG (DIDIC). This is a significant strategic step that is expected to drive growth, enhance operational scale, strengthen our position across key sectors, and provide new opportunities for the business.

We would like to reassure our stakeholders that all existing operations, services, and commitments will continue without interruption. Our operations will remain under the trusted Khedmah brand, and the same teams will continue to provide support and service excellence.

In the meantime, the company continues to focus on improving performance through efficiency, cost optimization, and exploring new business opportunities.

Acknowledgement

The Board of Directors wishes to express its sincere gratitude to His Majesty Sultan Haitham bin Tarik and the Government of the Sultanate of Oman, coupled with heartfelt prayers to the almighty Allah to endow his Majesty with divine assistance to lead the country to achieve further progress and prosperity.

The Company appreciates the support received from Financial Services Authority, Authority of Public Services Regulation and the Central Bank of Oman. It also wishes to extend its sincere gratitude to its partners and principals from the public and private sectors, shareholders for their continued support.

Khalid Said Al Wahaibi
Chairman – Board of Directors

Consolidated Unaudited Statement of Financial Position at 30th June 2025

	Group As on 30-Jun-25 RO.'000	Group As on 30-Jun-24 RO.'000	Group As on 31-Dec-24 RO.'000	Parent As on 30-Jun-25 RO.'000	Parent As on 30-Jun-24 RO.'000	Parent As on 31-Dec-24 RO.'000
ASSETS						
Non-Current Assets						
Property and equipment and intangible	3,289	3,075	3,507	1,103	1,135	1,237
Investment properties	2,399	1,785	2,399	2,399	1,785	2,399
Deferred Tax asset	870	872	867	867	867	867
Investment in associates and subsidiary	127,760	105,168	128,847	138,683	115,991	139,770
Financial Asset at FVOCI	11,399	7,684	11,370	11,398	7,683	11,371
Deposits	100	100	100	-	-	-
	145,817	118,684	147,090	154,450	127,461	155,644
Current Assets						
Inventories	374	384	381	27	34	29
Trade and other receivables	9,433	11,703	8,276	8,473	9,388	6,376
Investments at fair value through profit & loss	2,812	2,208	2,246	2,812	2,208	2,246
Cash and bank balances	5,159	4,679	5,481	2,702	1,898	3,229
	17,778	18,974	16,384	14,014	13,528	11,880
Total Assets	163,595	137,658	163,474	168,464	140,989	167,524
EQUITY AND LIABILITIES						
Shareholders Funds						
Share Capital	24,885	24,885	24,885	24,885	24,885	24,885
Legal Reserve	8,407	8,327	8,407	8,295	8,215	8,295
Change in fair value through OCI	(569)	(272)	(588)	(534)	(272)	(588)
Associate reserves	(464)	(319)	(464)	(464)	(319)	(464)
Properties revaluation reserve	560	526	560	560	526	560
Retained earnings	5,305	33	3,474	12,571	6,839	10,446
Shareholder's equity	38,124	33,180	36,274	45,313	39,874	43,134
Non-controlling interest	(205)	(117)	(128)	-	-	-
Total equity	37,919	33,063	36,146	45,313	39,874	43,134
Non-current liabilities						
Non-current portion of term loan	76,380	55,989	75,519	76,267	55,534	75,296
Other non current liabilities	777	776	781	750	752	751
End of service benefits	546	519	546	269	256	256
Deferred tax liability	45	36	39	35	35	35
	77,748	57,320	76,885	77,321	56,577	76,338
Current liabilities						
Bank borrowings	25,141	24,777	30,188	24,393	23,661	29,240
Trade and other payables	13,902	16,854	12,921	12,788	15,465	11,721
Current portion of term loan	8,877	5,616	7,317	8,649	5,400	7,090
Other current liabilities	8	17	8	-	12	1
Taxation	-	11	9	-	-	-
	47,928	47,275	50,443	45,830	44,538	48,052
Total Liabilities	125,676	104,595	127,328	123,151	101,115	124,390
Total Equity and Liabilities	163,595	137,658	163,474	168,464	140,989	167,524
Net Assets	37,919	33,063	36,146	45,313	39,874	43,134
Net assets per share (RO)	0.153	0.133	0.146	0.182	0.160	0.173
	-	-	-	-	-	-

**Consolidated Unaudited Statement of Income
for the period ended 30th June 2025**

	Group 30-Jun-25 RO.'000	Group 30-Jun-24 RO.'000	Parent 30-Jun-25 RO.'000	Parent 30-Jun-24 RO.'000
Operating income	7,279	7,552	5,180	5,337
Operating expenses	(6,795)	(6,671)	(4,812)	(4,857)
Doubtful debts	45	45	90	45
Depreciation	(327)	(331)	(146)	(190)
Investment income	467	331	467	331
Other Income	55	56	30	48
Reversal of Liabilities	-	20	-	15
Other expenses	(550)	(408)	(297)	(307)
	174	594	512	422
Share of profit in associates	5,858	6,654	5,858	6,654
Finance charges	(3,069)	(2,683)	(3,001)	(2,606)
Profit before taxation	2,963	4,565	3,369	4,470
Taxation		(1)	-	-
Net profit attributable to OIFC shareholders	2,963	4,564	3,369	4,470
Attributable to:				
Equity holders of the Parent company	3,040	4,562	3,369	4,470
Non-controlling interests	(77)	2	-	-
Profit for the period / year	2,963	4,564	3,369	4,470
Basic Earnings per share (RO)	0.012	0.018	0.014	0.018