

**DHOFAR INSURANCE COMPANY (S.A.O.G.)**  
P.O. Box 1002, P.C.– 112, Ruwi.  
Sultanate of Oman



**Chairman's Report for the first three months  
Ended 31-3-2009 (Unaudited)**

**Dear Shareholders,**

It gives me pleasure to report on the Company's performance, Income Statement and the Balance Sheet (unaudited) for the first quarter of the year 2009. (Period from 1/1/2009 to 31/3/2009).

Due to the current economic circumstances, insurance market has been effected locally and globally during the said period. However we praise the wise and sound investment strategy used by the company management in such conditions which undoubtedly participated in confronting this financial crisis.

**Company's Performance:**

The most outstanding features of your Company's performance during the said period is as follows:-

- 1- The total premium written for the first three months from 1-1-2009 to 31-03-2009, amounted to RO19,234,462/= compared to RO.17,093,930/= for the corresponding period of the previous year showing an increase of 13 %.
- 2- The total underwriting results for the period from 1-1-2009 to 31-03-2009, amounted to R.O 3,007,875/= compared to RO. 2,927,836/= for the corresponding period of the previous year showing an increase of 3 %.
- 3- Investment income for the period from 1-1-2009 to 31-03-2009 amounted to R.O 328,514/= compared to RO. 2,757,173/= for the corresponding period of the previous year.
- 4- Other income for the period from 1-1-2009 to 31-03-2009 amounted to R.O 308,803/= compared to RO. 313,309/= for the corresponding period of the previous year.

**Dear Shareholders,**

It is my pleasure to announce to you that the profits for the first three months from 1-1-2009 to 31-03-2009, amounted to R.O 2,007,234/= (after tax) compared to R.O.4,473,658/= for the corresponding period of the previous year due to a decrease in the company's investment income.

**Dear Shareholders,**

Our expansion policy is still constant by opening more branches when required in order to increase our income and to provide the best services to our valued clients in all regions and wilayats of the Sultanate of Oman. In this respect the Company lately opened a new branch in Wilayat Shinas – Batina Region and there is a plan to open another new branch in Ghubra in Muscat Governorate shortly.

**Dear Shareholders,**

Our ambitious plans in attracting the Omani staff and qualifying them to the professional standard required by the company shall be constant. I would like to inform you that Omanization ratio in our company reached 73 % by 31/3/2009.

**Dear Shareholders,**

In conclusion, we are proud to convey our thanks and appreciation to His Majesty SULTAN QABOOS BIN SAID- may God preserve him for his continuous concern and efforts to provide the people with the resources for a higher standard of living.

We also wish to convey our thanks and appreciation to the Government of His Majesty for implementing His Majesty's goals and objectives, and in particular, the Ministry of Commerce and Industry and its related departments, the Capital Market Authority and the Muscat Securities Market. We also wish to record our thanks to our Clients for their valuable support and confidence in our Company.

We also extend our thanks to the Arab and Foreign Insurance and Reinsurance Companies and our appreciation to the efforts of all members of the staff and in particular to the Management.

MAY GOD BLESS YOU ALL

***SALIM BIN MUBARAK AL SHANFARI***  
**Chairman**