

Condensed Interim Consolidated and Separate
Financial Information

**Oman and Emirates Investment Holding Company
SAOG and its subsidiaries**

Three-month period ended 31 March 2022

Contents	Page No.
Review report	1-2
Condensed interim consolidated and separate statement of financial position	3-4
Condensed interim consolidated and separate statement of profit or loss	5
Condensed interim consolidated and separate statement of other comprehensive income	6
Condensed interim consolidated and separate statement of changes in equity	7-8
Condensed interim consolidated and separate statement of cash flows	9
Notes	10-21

الطابق الاول الرميلا ١٠٦
ص.ب ٥٧
الرمز البريدي ١١٨
سلطنة عمان

1st Floor Rumaila 106
P.O. Box 57
Postal Code 118
Sultanate of Oman

ت. +٩٦٨ ٢٤٥٧١٣٢١ / ٢٤٥٧١٣٢٠
ف. +٩٦٨ ٢٤٥٧١٣٢٤
E: info@om.gt.com
www.granthornton.om

T +968 24571320, 24571321
F +968 24571324
E-mail: info@om.gt.com
www.granthornton.om

رقم البطاقة الضريبية : ٨١٢٢٨١٥

Tax Card No. : 8123815

Report on Review of Condensed Interim Consolidated and Separate Company Financial Information

To the Board of Directors of
Oman and Emirates Investment Holding Company SAOG
P.O. Box 2205
Postal Code 112, Ruwi
Sultanate of Oman

Introduction

We have reviewed the accompanying condensed interim consolidated and separate statement of financial position of Oman and Emirates Investment Holding Company SAOG (the "Parent Company") and its subsidiaries (together, the "Group"), and the related condensed interim consolidated and separate statement of profit or loss, condensed interim consolidated and separate statement of other comprehensive income, condensed interim consolidated and separate statement of changes in equity and condensed interim consolidated and separate statement of cash flows for the three-month period then ended (here-in-after referred to as "condensed interim consolidated and separate financial information"). Management is responsible for the preparation and presentation of this condensed interim consolidated and separate financial information in accordance with International Accounting Standard 34 ("IAS 34") "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim consolidated and separate financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

Based on information provided to us by management, the Group has consolidated the financial information of its subsidiaries based on management accounts of those subsidiaries as at and for the three-month period ended 31 March 2022. Furthermore, the Group's share of results of associate companies in the condensed interim consolidated and separate financial information is also accounted for on their respective management accounts as at and for the three-month period ended 31 March 2022. These management accounts have not been reviewed by their independent auditors. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

Based on information provided to us by management, investments in unquoted securities of the Group are reported at their fair value of 31 December 2021. These investments are not revalued at the end of the current reporting period. Had these investments been revalued at the end of the current reporting period, the carrying value of these investments may differ from the reported amount. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

**Report on Review of Condensed Interim Consolidated and Separate Company Financial Information
(continued)**

Qualified Conclusion

Based on our review, with the exception of the matters described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying condensed interim consolidated and separate financial information is not prepared, in all material respects, in accordance with IAS 34.



Nasser Al Mugheiry
License No. L1024587
ABU TIMAM
(Chartered Certified Accountants)



12 May 2022

**OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG
AND ITS SUBSIDIARIES**

**CONDENSED INTERIM
CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION
AT 31 MARCH 2022**

	Notes	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
ASSETS					
Cash and cash equivalents	4	2,072,922	1,919,812	99,650	113,040
Trade and other receivables	5	5,530,913	1,075,767	310,536	40,850
Inventories		532,390	434,392	-	-
Financial assets at fair value through profit or loss	6	20,194,164	20,481,259	16,223,367	16,651,253
Investment in associates	7	16,163,479	16,100,249	14,109,682	14,110,383
Financial assets at amortised cost	8	2,107,325	2,109,961	2,107,325	2,109,961
Investment in subsidiaries	9	-	-	4,165,725	3,873,243
Property, plant and equipment	10	2,458,232	2,531,702	489,881	515,016
Investment properties	11	3,043,800	3,074,850	2,773,800	2,804,850
Right-of-use asset		43,577	43,577	-	-
Deferred tax asset		38,507	78,496	-	-
Total assets		52,185,309	47,850,065	40,279,966	40,218,596
EQUITY AND LIABILITIES					
Equity attributable to the owners of the parent					
Share capital	12	12,187,500	12,187,500	12,187,500	12,187,500
Legal reserve	13	4,991,892	4,991,892	4,062,500	4,062,500
Retained earnings		4,461,411	3,893,219	6,282,087	5,692,817
Equity attributable to the owners of the parent		21,640,803	21,072,611	22,532,087	21,942,817
Non-controlling interest		3,759,432	3,485,638	-	-
Total equity		25,400,235	24,558,249	22,532,087	21,942,817

**OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG
AND ITS SUBSIDIARIES**

**INTERIM CONDENSED
CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION
AT 31 MARCH 2022 (continued)**

	Notes	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
LIABILITIES					
Bank overdrafts	4	4,649,010	630,360	527,994	562,017
Trade and other payables	15	2,092,788	2,054,192	883,063	812,952
Lease liability		53,454	53,454	-	-
Term loans	16	2,536,822	3,100,810	2,536,822	3,100,810
Loans from Governments	17	16,136,924	16,136,924	12,483,924	12,483,924
Deferred Government grant	17	1,316,076	1,316,076	1,316,076	1,316,076
Total liabilities		26,785,074	23,291,816	17,747,879	18,275,779
Total equity and liabilities		52,185,309	47,850,065	40,279,966	40,218,596
Net assets per share	20	0.178	0.173	0.185	0.180

The condensed interim consolidated and the separate financial information on pages 3 to 21 were approved and authorised for issue by the Board of Directors on 12 May 2022 and were signed on its behalf by:



Raffy Manong Kozadjian
Acting Chief Executive Officer

Mohamed Darwish Al Khoori
Chairman

The accompanying notes on pages 10 to 21 forms an integral part of these condensed interim consolidated and separate financial information.

Report of the Auditors - page 1.

**OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG
AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED AND SEPARATE
STATEMENT OF PROFIT OR LOSS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022**

		31 March 2022 Group RO	31 March 2021 Group RO	31 March 2022 Parent RO	31 March 2021 Parent RO
Income	Notes				
Rental income		25,664	9,770	25,664	9,770
Brokerage commission income		37,535	34,082	-	-
Dividends income		449,532	421,667	350,274	404,597
Realised gain/(loss) on sale of financial assets at fair value through profit or loss	6	13,067	(233,330)	(32,832)	(236,900)
Unrealised gain/(loss) on financial assets at fair value through profit or loss – net	6	729,996	(264,665)	280,216	(417,400)
Gross profit on sale of food products	18	74,293	66,391	-	-
Share of profit from associates and subsidiaries – net	7,9	63,231	390,014	291,781	394,955
Management fees		24,810	35,370	-	-
Other income		6,334	8,046	-	6,071
Total income		1,424,462	467,345	915,103	161,093
Expenses					
Staff costs		(186,386)	(243,398)	(74,061)	(111,430)
Administrative expenses		(164,490)	(165,529)	(88,275)	(91,734)
Investment related expenses		(4,999)	(2,636)	(4,999)	(5,234)
Total expenses		(355,875)	(411,563)	(167,335)	(208,398)
Net operating profit/(loss)		1,068,587	55,782	747,768	(47,305)
Finance costs		(186,614)	(144,746)	(158,498)	(126,073)
Profit/(loss) for the period before tax		881,973	(88,964)	589,270	(173,378)
Income tax		(39,987)	17,452	-	-
Profit/(loss) for the period after tax		841,986	(71,512)	589,270	(173,378)
Attributable to:					
Owners of the parent company		568,192	(189,296)	589,270	(173,378)
Non-controlling interest		273,794	117,784	-	-
		841,986	(71,512)	589,270	(173,378)
Basic earnings/(loss) per share	19	0.0047	(0.0016)	0.0048	(0.0014)

The accompanying notes on pages 10 to 21 forms an integral part of these condensed interim consolidated and separate financial information.

Report of the Auditors - page 1.

**OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG
AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED AND SEPARATE
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022**

	31 March 2022 Group RO	31 March 2021 Group RO	31 March 2022 Parent RO	31 March 2021 Parent RO
Profit/(loss) for the period after tax	841,986	(71,512)	589,270	(173,378)
Other comprehensive income		-		-
Total comprehensive profit/(loss) for the period	841,986	(71,512)	589,270	(173,378)
Total comprehensive loss attributable to:				
Owners of the parent company	568,192	(189,296)	589,270	(173,378)
Non-controlling interest	273,794	117,784	-	-
	841,986	(71,512)	589,270	(173,378)

The accompanying notes on pages 10 to 21 forms an integral part of these condensed interim consolidated and separate financial information.

Report of the Auditors - page 1.

OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG AND ITS SUBSIDIARIES

CONDENSED INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022

	Attributable to owners of the Parent Company					Total equity RO
	Share capital RO	Legal Reserve RO	Retained earnings RO	Total RO	Non controlling Interest RO	
Group						
At 1 January 2021	12,187,500	4,921,214	2,442,115	19,550,829	3,161,543	22,712,372
Comprehensive income:						
Loss for the period	-	-	(189,296)	(189,296)	117,784	(71,512)
At 31 March 2021	12,187,500	4,921,214	2,252,819	19,361,533	3,279,327	22,640,860
At 1 January 2022	12,187,500	4,991,892	3,893,219	21,072,611	3,485,638	24,558,249
Comprehensive income:						
Profit for the period	-	-	568,192	568,192	273,794	841,986
At 31 March 2022	12,187,500	4,991,892	4,461,411	21,640,803	3,759,432	25,400,235

The accompanying notes on pages 10 to 21 forms an integral part of these condensed interim consolidated and separate financial information.
Report of the Auditors - page 1.

**OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG
AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)**

	Share capital RO	Legal Reserve RO	Retained Earnings RO	Total RO
The Parent Company				
At 1 January 2021	12,187,500	4,062,500	4,029,102	20,279,102
Comprehensive income:				
Loss for the period	-	-	(173,378)	(173,378)
At 31 March 2021	12,187,500	4,062,500	3,855,724	20,105,724
At 1 January 2022	12,187,500	4,062,500	5,692,817	21,942,817
Comprehensive income				
Profit for the period	-	-	589,270	589,270
At 31 March 2022	12,187,500	4,062,500	6,282,087	22,532,087

The accompanying notes on pages 10 to 21 forms an integral part of these condensed interim consolidated and separate financial information.

Report of the Auditors - page I.

**OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG
AND ITS SUBSIDIARIES**

**CONDENSED INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOWS FOR
THE THREE-MONTH PERIOD ENDED 31 MARCH 2022**

	31 March 2022 Group RO	31 March 2021 Group RO	31 March 2022 Parent RO	31 March 2021 Parent RO
Operating activities				
Profit/(loss) before tax	881,973	(88,964)	589,270	(173,378)
Adjustments for:				
Share of results of associates & subsidiaries	(63,231)	(390,014)	(291,781)	(394,955)
Depreciation and amortization	108,893	109,176	58,820	59,239
Dividends income	(449,532)	(421,667)	(350,274)	(404,597)
Realised (gain)/loss on sale of investments	(13,067)	233,330	32,832	236,900
Unrealised (gain)/loss on financial assets at fair value through profit or loss	(729,996)	264,665	(280,216)	417,400
Provision for employees' end of service benefits	4,674	6,612	1,501	2,354
Finance costs	186,614	144,746	158,498	126,073
	(73,672)	(142,116)	(81,350)	(130,964)
Working capital changes				
Trade and other receivables	(4,454,552)	(476,658)	(269,685)	(433,761)
Trade and other payables	34,642	(614,961)	68,610	(148,503)
Inventories	(97,998)	(27,411)	-	-
Cash used in operations	(4,591,580)	(1,261,146)	(282,425)	(713,228)
Finance cost paid	(186,614)	(144,746)	(158,498)	(126,073)
Employees' end of service benefits paid	(1,312)	-	-	-
Net cash used in operating activities	(4,779,506)	(1,405,892)	(440,923)	(839,301)
Investing activities				
Purchase of property, plant and equipment	(1,737)	(3,613)	-	-
Dividends and interest income	449,532	421,667	350,274	404,597
Proceeds from disposals of investments	1,135,434	1,453,518	675,270	1,130,014
Proceeds from disposals of associates	-	1,186,112	-	1,186,112
Purchase of investments	(105,275)	(950,190)	-	-
Net cash flow generated from investing activities	1,477,954	2,107,494	1,025,544	2,720,723
Financing activities				
Term loans obtained	23,415	95,468	23,415	95,468
Term loans repaid	(587,403)	(1,729,427)	(587,403)	(1,729,427)
Net cash flow used in financing activities	(563,988)	(1,633,959)	(563,988)	(1,633,959)
Net change in cash and cash equivalents	(3,865,540)	(932,357)	20,633	247,463
Cash and cash equivalents at the beginning of the period	1,197,028	144,844	(541,401)	(2,076,095)
Cash and cash equivalents at the end of the period	(2,668,512)	(787,513)	(520,768)	(1,828,632)

The accompanying notes on pages 10 to 21 forms an integral part of these condensed interim consolidated and separate financial information.

Report of the Auditors - page 1.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022**

1 General information

Oman and Emirates Investment Holding Company SAOG (the "Parent Company") is registered as an Omani public listed joint stock company in the Sultanate of Oman. It is engaged in investment activities and related services in accordance with Royal Decree No. 10/93 and its Articles of Association. The Parent Company and its subsidiaries (together the "Group") operate in the Sultanate of Oman and UAE.

The Group has following subsidiaries and associates:

	Country of incorporation	Shareholding percentage		Principal activities
		2022	2021	
Subsidiaries				
Omani Euro Food Industries Company SAOG	Oman	81	81	Manufacture of baby food
The Financial Corporation Company SAOG and its Subsidiaries	Oman	51	51	Financial services
Associates				
Oman Hotels and Tourism Company SAOG and its Subsidiaries	Oman	32	32	Hospitality services
Oman Fiber Optic Company SAOG	Oman	21	21	Fiber optic products
Fincorp Al Amal Fund	Oman	-	28	Financial services

2 Basis of preparation

The condensed interim consolidated and separate financial information for the three-month period ended 31 March 2022 has been prepared in accordance with International Accounting Standard (IAS 34) "Interim Financial Reporting", and the requirements set out in the rules for disclosure issued by the Capital Market Authority of the Sultanate of Oman. The condensed interim consolidated and separate financial information should be read in conjunction with the consolidated and separate company annual financial statement for the year ended 31 December 2021, which have been prepared in accordance with International Financial Reporting Standards. The condensed interim consolidated and separate financial information 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 three-month ended 31 March 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

3 Changes in significant accounting policies

3.1 New and revised standards that are effective for annual periods beginning on or after 1 January 2022

Some accounting pronouncements which have become effective from 1 January 2022 and have therefore been adopted do not have a significant impact on the condensed interim consolidated and separate financial information.

3.2 Estimates

The preparation of interim financial information requires management to make judgments, 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 condensed interim consolidated and separate financial information, the significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2021.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)

4 Cash and cash equivalents

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Cash and bank balances:				
Cash in hand	3,203	841	2,086	8
Call and current accounts	2,070,492	1,919,744	97,564	113,032
Expected credit loss allowance	(773)	(773)	-	-
	2,072,922	1,919,812	99,650	113,040

For the purpose of statement of cash flows, cash and cash equivalents comprises of following:

	31 March 2022 Group	31 December 2021 Group	31 March 2022 Parent	31 December 2021 Parent
Cash and bank balances	2,072,922	1,919,812	99,650	113,040
Bank overdrafts	(4,649,010)	(630,360)	(527,994)	(562,017)
Restricted bank balance	(92,424)	(92,424)	(92,424)	(92,424)
	(2,668,512)	1,197,028	(520,768)	(541,401)

5 Trade and other receivables

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Due from related parties	-	-	-	588
Trade receivables	5,288,773	905,543	-	-
Impairment of trade receivables	(168,927)	(168,927)	-	-
	5,119,846	736,616	-	588
Other receivables	602,764	569,609	535,475	270,720
Impairment of other receivables	(249,461)	(249,461)	(249,461)	(249,461)
	353,303	320,148	286,014	21,259
Prepaid expenses	57,764	19,003	24,522	19,003
	5,530,913	1,075,767	310,536	40,850

(a) The movement in impairment allowance for trade and other receivables is analysed as follows:

	31 March 2022 RO Group	31 December 2021 RO Group	31 March 2022 RO Parent	31 December 2021 RO Parent
Opening balance	418,388	446,268	249,461	249,461
Charge for the period	-	22,651	-	-
Reversed during the year	-	(50,531)	-	-
Closing balance	418,388	418,388	249,461	249,461

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)**

6 Financial assets at fair value through profit or loss

The movement in financial assets at fair value through profit or loss and realised gain on disposals during the period/year is as follows:

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Opening balance	20,481,259	22,748,973	16,651,253	19,811,465
Purchases during the period	105,275	1,484,840	-	-
Disposals during the period	(1,122,366)	(5,356,348)	(708,102)	(4,142,711)
Unrealised gains	729,996	1,603,794	280,216	982,499
Closing balance	20,194,164	20,481,259	16,223,367	16,651,253
Realised gain/(loss) on sale	13,067	575,336	(32,832)	443,762

7 Investment in associates

Group	Holding (%)	Carrying value RO	Cost RO	Share of results RO
31 March 2022				
Oman Hotels and Tourism Company SAOG	31	9,731,328	5,328,367	17,541
Oman Optical Fiber Company SAOG	21	4,378,354	2,742,573	(18,242)
Fincorp Holding in Fincorp Al Amal Fund	35	2,053,797	1,881,271	63,932
		16,163,479	9,952,211	63,231
31 December 2021				
Oman Hotels and Tourism Company SAOG	31	9,713,787	5,328,367	(41,944)
Oman Optical Fiber Company SAOG	21	4,396,596	2,742,573	117,615
Fincorp Holding in Fincorp Al Amal Fund	35	1,989,866	1,881,271	339,941
		16,100,249	9,952,211	415,612

**OMAN AND EMIRATES INVESTMENT HOLDING COMPANY SAOG
AND ITS SUBSIDIARIES**

13

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)**

7 Investment in associates (continued)

Parent	Holding (%)	Carrying value RO	Cost RO	Share of results RO
31 March 2022				
Oman Hotels and Tourism Company SAOG	31	9,731,328	5,328,367	17,541
Oman Optical Fiber Company SAOG	21	4,378,354	2,742,573	(18,242)
		<u>14,109,682</u>	<u>8,070,940</u>	<u>(701)</u>
31 December 2021				
Oman Hotels and Tourism Company SAOG	31	9,713,788	5,328,367	(41,943)
Oman Optical Fiber Company SAOG	21	4,396,595	2,742,573	117,615
		<u>14,110,383</u>	<u>8,070,940</u>	<u>75,672</u>

(a) The movement in investment in associates during the period/year is as follows:

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Opening balance	16,100,249	18,901,821	14,110,383	17,133,033
Disposals/redemption	-	(3,366,312)	-	(3,366,312)
Share of profit	63,230	415,612	(701)	75,672
Realised gain on sale of Associate	-	376,880	-	376,880
Dividends received	-	(227,752)	-	(108,890)
Closing balance	<u>16,163,479</u>	<u>16,100,249</u>	<u>14,109,682</u>	<u>14,110,383</u>

(b) The interim financial information as at and for the three-month period ended 31 March 2022, includes unreviewed financial information of the associate companies.

8 Financial assets at amortised cost

The Parent Company subscribed to the participating shares of a company that extended "Murhabha Finance" to a school in UAE for a period of 6 years. On a back to back arrangement, this investment carries average cash on cash yield of 9% per annum and will mature in September 2023. The movement in financial assets at amortised cost is as follows:

	31 March 2022 RO	31 December 2021 RO
Opening balance	2,109,961	2,120,651
Amortisation of placement fee	(2,636)	(10,690)
Closing balance	<u>2,107,325</u>	<u>2,109,961</u>

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL INFORMATION FOR THE THREE-MONTH PERIOD
ENDED 31 MARCH 2022 (continued)

9 Investment in subsidiaries

	%	Cost RO	Impairment allowance RO	Revised cost RO	Opening carrying value RO	Share of results RO	Closing carrying value RO
31 March 2022							
Omani Euro Food Industries Company SAOG	81	1,616,747	1,616,747	-	-	-	-
The Financial Corporation Company SAOG	51	5,083,591	1,383,604	3,699,987	3,873,243	292,482	4,165,725
		<u>6,700,338</u>	<u>3,000,351</u>	<u>3,699,987</u>	<u>3,873,243</u>	<u>292,482</u>	<u>4,165,725</u>
31 December 2021							
Omani Euro Food Industries Company SAOG	81	1,616,747	1,616,747	-	-	-	-
The Financial Corporation Company SAOG	51	5,083,591	1,383,604	3,699,987	3,497,936	375,307	3,873,243
		<u>6,700,338</u>	<u>3,000,351</u>	<u>3,699,987</u>	<u>3,497,936</u>	<u>375,307</u>	<u>3,873,243</u>

(a) The Parent Company has pledged its investment in subsidiaries with commercial banks against credit facilities.

(b) The interim financial information as at and for the three month period ended 31 March 2022, are based on unreviewed financial information of the subsidiary companies.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL INFORMATION FOR THE THREE-MONTH PERIOD
ENDED 31 MARCH 2022 (continued)

10 Property, plant and equipment

Group	Building RO	Plant and machinery RO	Furniture and fixtures RO	Office equipment RO	Vehicles RO	Total RO
31 March 2022						
Cost						
1 January 2022	1,996,407	6,713,752	876,148	198,037	217,828	10,002,172
Additions	-	1,664	73	-	-	1,737
31 March 2022	1,996,407	6,715,416	876,221	198,037	217,828	10,003,909
Accumulated Depreciation						
1 January 2022	1,026,599	5,382,740	686,845	158,322	215,964	7,470,470
Charge for the period	12,054	35,915	20,562	6,199	477	75,207
31 March 2022	1,038,653	5,418,655	707,407	164,521	216,441	7,545,677
Net Book Value	957,754	1,296,761	168,814	33,516	1,387	2,458,232
Group	Building RO	Plant and machinery RO	Furniture and fixtures RO	Office equipment RO	Vehicles RO	Total RO
31 December 2021						
Cost						
1 January 2021	1,996,407	6,706,987	875,471	194,056	217,828	9,990,749
Additions during the year	-	6,765	677	3,981	-	11,423
31 December 2021	1,996,407	6,713,752	876,148	198,037	217,828	10,002,172
Accumulated depreciation						
1 January 2021	978,389	5,239,081	604,137	133,529	213,632	7,168,768
Charge for the year	48,210	143,659	82,708	24,793	2,332	301,702
31 December 2021	1,026,599	5,382,740	686,845	158,322	215,964	7,470,470
Net book value	969,808	1,331,012	189,303	39,715	1,864	2,531,702

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL INFORMATION FOR THE THREE-MONTH PERIOD
ENDED 31 MARCH 2022 (continued)

10	Property, plant and equipment (continued)								
		Building RO	Furniture and fixtures RO	Office equipment RO	Vehicles RO	Total RO			
The Parent Company									
31 March 2022	Cost	345,000	331,975	88,516	137,595	903,086			
1 January 2022									
31 March 2022	Accumulated Depreciation								
1 January 2022		33,350	160,519	56,606	137,595	388,070			
	Charge for the period	3,450	16,599	5,086	-	25,135			
31 March 2022		36,800	177,118	61,692	137,595	413,205			
	Net Book Value	308,200	154,857	26,824	-	489,881			
Accumulated depreciation									
31 December 2021	Cost								
1 January 2021		345,000	331,975	88,516	137,595	903,086			
31 December 2021		345,000	331,975	88,516	137,595	903,086			
Accumulated depreciation									
1 January 2021		19,550	94,111	36,264	137,176	287,101			
Charge for the year		13,800	66,408	20,342	419	100,969			
31 December 2021		33,350	160,519	56,606	137,595	388,070			
	Net book value	311,650	171,456	31,910	-	515,016			

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)

10 Property, plant and equipment (continued)

- (a) The parent company has created a legal mortgage amounting to RO 2,600,000 relating to the head office building in favour of a commercial bank in Oman against the term loans.

11 Investment properties

The investment properties relating to a Group are stated at cost. The market value of these properties as at 31 March 2022 are approximate to their carrying amount.

The movement in the investment properties is as follows:

	31 March 2022 Group RO	31 December 2021 Group RO
Opening balance	3,074,850	3,229,050
Less: Depreciation	(31,050)	(124,200)
Less: Impairment charged	-	(30,000)
	3,043,800	3,074,850

	31 March 2022 Parent RO	31 December 2021 Parent RO
Opening balance	2,804,850	2,929,050
Less: Depreciation	(31,050)	(124,200)
	2,773,800	2,804,850

12 Share capital

	31 March 2022 RO	31 December 2021 RO
Authorised - 200,000,000 shares of RO 0.100 each	20,000,000	20,000,000
Issued and paid-up capital - 121,875,000 shares of RO 0.100 each	12,187,500	12,187,500

Shareholders of the Parent Company who own 10% or more of the shares, whether in their name, or through a nominee account and the number of shares they hold are as follows:

	%	2022 Number of shares	%	2021 Number of shares
Abu Dhabi Investment Company, UAE	30.00	36,562,500	30.00	36,562,500
Al Khonji Invest LLC and Group, Oman	21.15	25,778,233	20.76	25,300,112

13 Legal reserve

In accordance with the Commercial Companies Law of the Sultanate of Oman, 2019, as amended annual appropriations of 10% of the profit for the year are made to this reserve until the accumulated balance of the reserve is equal to one third of the value of the Parent Company's paid-up share capital. This reserve is not available for distribution. Transfer to legal reserve is made on annual basis. The legal reserve as disclosed in the group financial information includes legal reserve held by subsidiaries.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)

14 Revaluation reserve

In accordance with the Group policy, the items of property, plant and equipment of the Group and the parent company have been stated at cost less accumulated depreciation and impairment, if any. In case where an associate or a subsidiary of the Group carry any items of property, plant and equipment at a revalued amount in their respective stand-alone financial statements, the Group's share of the revaluation surplus or loss is not accounted for in these interim condensed consolidated financial information.

The Group's share of revaluation surplus or loss on property, plant and equipment of its subsidiaries or associates, not accounted for in these interim condensed financial information in accordance with the Group's policy, is as follows:

	31 March 2022 Group RO	31 December 2021 Group RO
Associates	1,684,561	1,684,561

15 Trade and other payables

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Other payables and accruals	1,323,874	1,342,266	464,720	433,006
Employees' end of service benefit (note a)	263,104	259,742	127,530	126,029
Accounts payable	196,354	193,579	9,354	21,165
Interest payable	139,035	87,878	139,035	87,878
Unclaimed dividend	92,424	92,424	92,424	92,424
Due to Directors	61,040	61,490	50,000	52,450
Due to related parties	9,343	9,199	-	-
Provision for income tax	7,614	7,614	-	-
	2,092,788	2,054,192	883,063	812,952

(a) The movements for employees' end of service benefits for the period/year is as follows:

	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Opening balance	259,742	253,954	126,029	123,642
Charge for the period / year	4,674	23,599	1,501	8,789
Paid during the period / year	(1,312)	(17,811)	-	(6,402)
Closing balance	263,104	259,742	127,530	126,029

16 Term loans

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Banks in Oman	2,428,691	2,941,591	2,428,691	2,941,591
Banks in UAE	108,131	159,219	108,131	159,219
	2,536,822	3,100,810	2,536,822	3,100,810

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)

16 Term loans (continued)

The maturity period of the term loans is as follows:

	31 March 2022 RO	31 December 2021 RO	31 March 2022 RO	31 December 2021 RO
Due within one year	1,058,131	1,626,033	1,058,131	1,626,033
Due after one year	1,478,691	1,474,777	1,478,691	1,474,777
	2,536,822	3,100,810	2,536,822	3,100,810

17 Loans from Governments

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Loans from Governments availed by:				
- The Parent Company	13,800,000	13,800,000	13,800,000	13,800,000
- Omani Euro Food Industries Company SAOG	3,653,000	3,653,000	-	-
	17,453,000	17,453,000	13,800,000	13,800,000
Less: deferred Government grants relating to:				
- The Parent Company	(1,316,076)	(1,316,076)	(1,316,076)	(1,316,076)
- Omani Euro Food Industries Company SAOG	-	-	-	-
	(1,316,076)	(1,316,076)	(1,316,076)	(1,316,076)
	16,136,924	16,136,924	12,483,924	12,483,924

(a) In 2001, the parent company received interest free loans of RO 7,500,000 each from the Government of Oman and UAE. The loans is repayable in 6 annual instalments commencing from November 2020. A further extension was granted and repayment of loan was now expected to commence from March 2021. Partial repayment of the first instalment amounting to 1.2 million was made on 31 May 2021 and arrangements are being made to repay the balance outstanding of the first and second instalments.

(b) The loans obtained by Omani Euro Food Industries Company SAOG are arranged through a bank on behalf of Government of Oman. In the year 2021, the repayment schedule of the Government soft loans have been revised as agreed with the Government of the Sultanate of Oman. These carry an interest of 3% per annum. These loans are secured by a registered mortgage of the subsidiary's property, plant and equipment in favour of the commercial bank disbursing the soft loans.

18 Gross profit from operations

The gross profit on sale of food products recorded by the subsidiary, i.e. Omani Euro Food Industries Company SAOG is as follows:

	3 month ended 31 March 2022 Group RO	3 month ended 31 March 2021 Group RO
Sales	540,655	470,710
Cost of sales	(466,362)	(404,319)
Gross profit	74,293	66,391

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)

19 Basic/diluted earnings per share

Basic and dilutive earnings per share calculated by dividing the net profit for the period by the weighted average number of shares outstanding during the period is as follows:

	31 March 2022 Group	31 March 2021 Group	31 March 2022 Parent	31 March 2021 Parent
Net profit / (loss) for the period attributable to equity holders (RO)	568,192	(189,296)	589,270	(173,378)
Weighted average number of shares outstanding during the year	121,875,000	121,875,000	121,875,000	121,875,000
Earnings per share (RO)	0.0047	(0.0016)	0.0048	(0.0014)

20 Net assets per share

	31 March 2022 Group RO	31 December 2021 Group RO	31 March 2022 Parent RO	31 December 2021 Parent RO
Net assets	21,640,803	21,072,611	22,532,087	21,942,817
Net assets per share	0.178	0.173	0.185	0.180

21 Related party transactions and balances

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. Related parties represent subsidiaries, associated companies, major shareholders, directors and key management personnel of the Parent Company, and companies of which they are principal owners.

(a) Transactions with related parties included in the income statement are as follows:

	31 March 2022 Group RO	31 March 2021 Group RO	31 March 2022 Parent RO	31 March 2021 Parent RO
Sales and income				
-Through subsidiary companies	-	729,827	-	1,130,014
- Other	1,442	-	-	1,186,112
	1,442	729,827	-	2,316,126
Purchases and expenses				
-Through subsidiary companies	-	173,037	-	2,599
- Directors and key management personnel	125,937	114,365	52,251	69,218
- Others	5,423	-	-	-
	131,360	287,402	52,251	71,817

(b) Amounts due from related parties are as follows:

	31 March 2022 Group RO	31 March 2021 Group RO	31 March 2022 Parent RO	31 March 2021 Parent RO
Subsidiary companies	-	210,393	-	210,393

NOTES TO THE CONDENSED INTERIM CONSOLIDATED AND SEPARATE FINANCIAL
INFORMATION FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2022 (continued)

21 Related party transactions and balances (continued)

(c) Amounts due to related parties are as follows:

	31 March 2022 Group RO	31 March 2021 Group RO	31 March 2022 Parent RO	31 March 2021 Parent RO
Directors	61,040	13,340	50,000	30,000
Others	28,811	220,124	19,468	-
	89,851	233,464	69,468	30,000

(d) The remuneration of directors and other members of key management during the period was as follows:

	31 March 2022 Group RO	31 March 2021 Group RO	31 March 2022 Parent RO	31 March 2021 Parent RO
Directors' sitting fees	16,400	10,700	2,700	4,800
Key management personnel				
- Short-term benefits	107,140	94,557	48,119	55,425
- Post employment benefits	2,016	4,623	1,225	2,013
	109,156	99,180	49,344	57,438

22 Commitments and contingencies

(a) The Company has given following guarantees:

	Group 31 March 2022 RO	31 December 2021 RO
Bank Guarantee	15,000	15,000