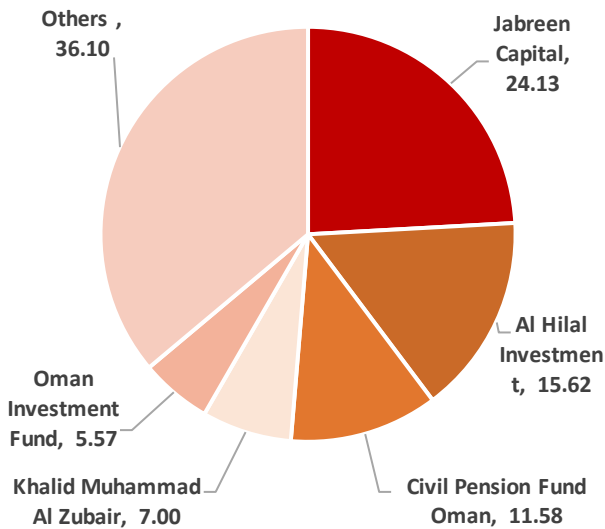


OMINVEST

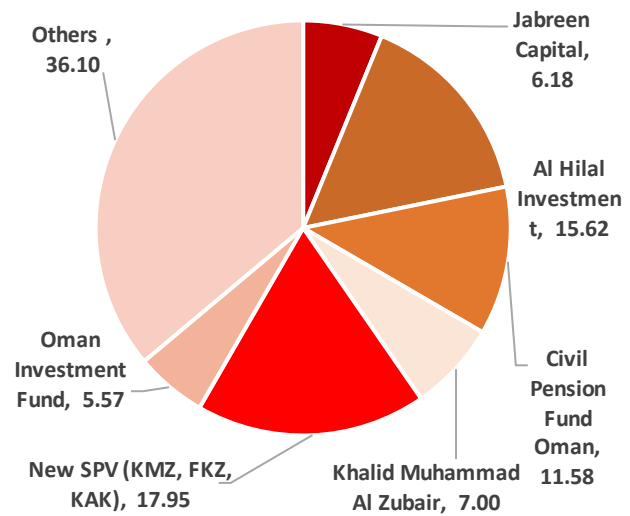
Jabreen Capital Sale of 17.95% Shareholding in OMINVEST

Jabreen Capital has approved in its meeting dated 13 Feb 2020 the sale of 17.95% shares of OMINVEST to an under formation Company owned by Mr. Khalid Muhammad Al Zubair (KMZ), Sheikh Khalid Abdullah Al Khalili (KAK) and Mr. Al Faisal Al Khalid Al Zubair (FKZ) against a sale consideration of OMR 54.37mn. The transaction shall be executed at a premium of 10.3% (approximately OMR 0.375/share) as compared to OMINVEST's prevailing six-month average share price (approximately OMR 0.340/share).

Existing Shareholding - %



New Shareholding - %



We at U Capital believe that the proceeds from the sale of stake could be partially or fully used in the following areas:

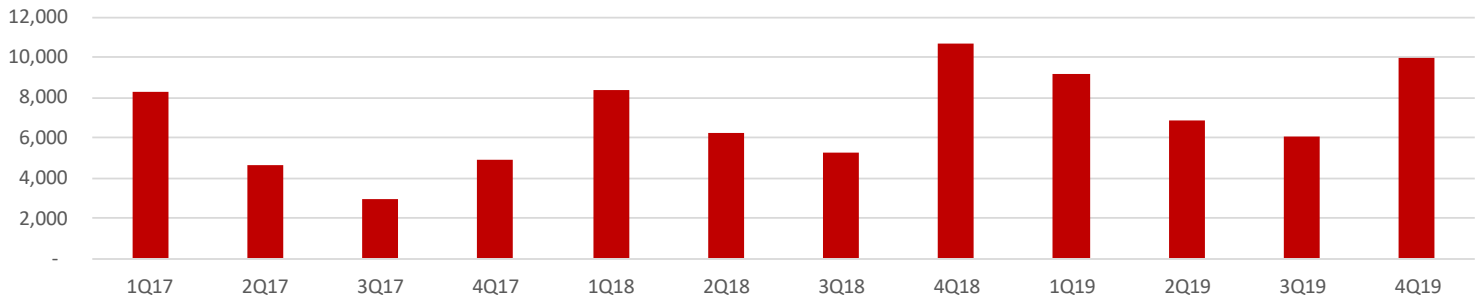
- Deployment of the proceeds in potential new or existing promising ventures:** Ominvest has been continuously exploring investment opportunities to diversify in other fields such as Logistics, Fintech, Healthcare and Education in Oman as well as outside. Last year, International General Insurance Holding entered into definitive business combination agreement with Tiberius Corp, Oman Arab Bank and Al Izz Islamic Bank Merger, acquisition of additional stake in Shamal Plastic & Gulf Acrylic and acquiring stake in Al Tarbiyah Al Islamyah School in Kingdom of Saudi Arabia are some of the prominent investment / deals of the Group last year.
- Ominvest can use these proceeds to reduce its debt and consequently save on interest expense:** Ominvest has OMR 253.5mn of debt on its book as of 9M-2019. If the proceeds are fully utilized to reduce their debt, a 21% drop in debt would aid Ominvest in reducing its interest expense which during 9M19 was at approximately OMR 9mn at parent level. Net debt to equity position will also improve as well.

Also we believe that the buying of stake at 10.3% premium compared to trailing six-month average price (also current market price) by some of the existing shareholder in the Company strengthens the fact of future potential of Ominvest and also bring in harmony among the shareholders.

OMINVEST 2019 net profit higher by 5.2% YoY to OMR 32.1mn

OMINVEST group's total income during 2019 reported a growth of 9% YoY to OMR 303.3mn compared to OMR 277.5mn in 2018. Expenses during the 2019 also went up by 9% YoY to OMR 253.2mn compared to OMR 231.9mn in 2018. As a result, OMINVEST's profit attributable to its shareholders witnessed a rise of 5% YoY to OMR 32.1mn compared to OMR 30.5mn in 2018. 4Q-2019 income was also up 66% QoQ to OMR 9.99mn compared to OMR 6.03mn in 3Q19.

Quarterly Net Income (OMR 000)



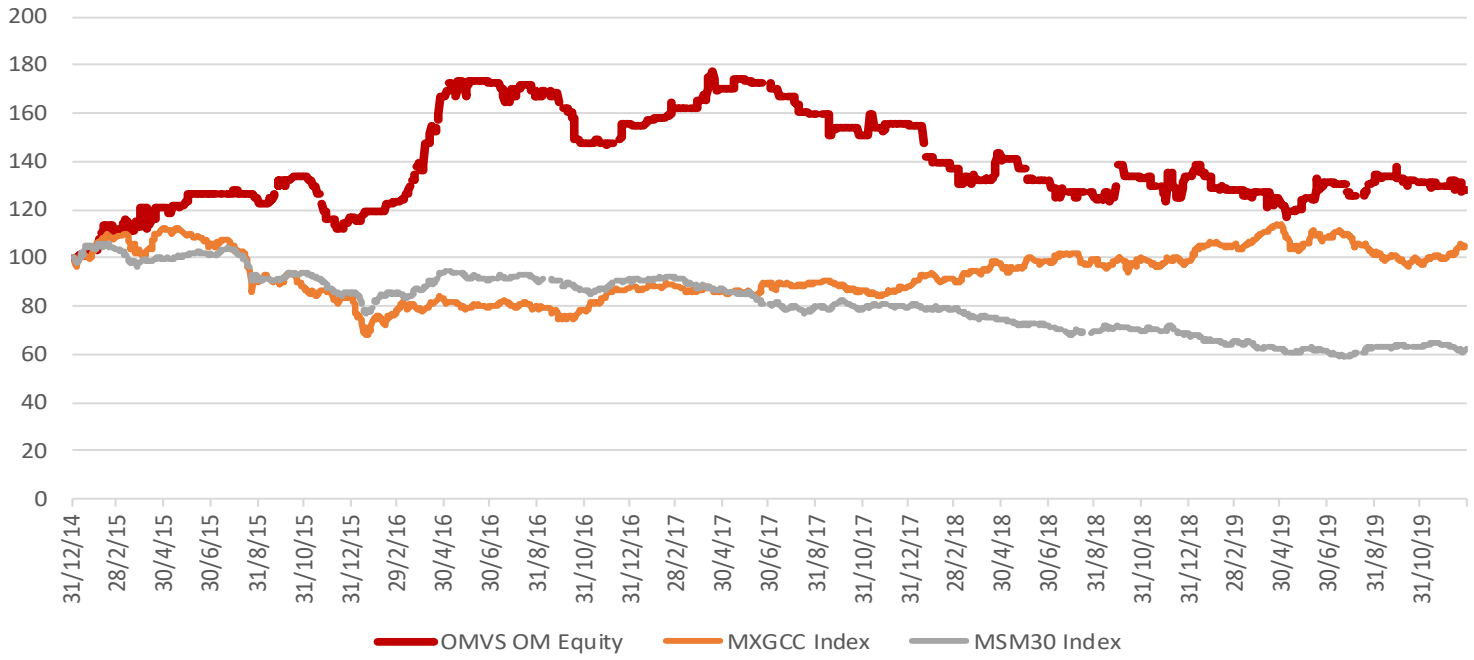
Source: MSM

Dividend History of OMINVEST

Year	Cash	Bonus Share
2019	20%	5%
2018	15%	10%
2017	15%	10%
2016	10%	15%
2015	20%	10%
2014	15%	10%
2013	12%	10%

Relative Price Performance of Ominvest

In the last five-year period, Ominvest stock has beaten the performance of MSM30 and MSCI GCC Index.



Source: Bloomberg