

## ASYAD GROUP SAOC

### DIRECTOR'S REPORT FOR THE YEAR ENDED 31 December 2023

The Board of Directors ("The Board") submits this report, together with the audited financial statements of ASYAD Group SAOC, for the year ended 31 December 2023.

#### **Principal activity:**

ASYAD Group SAOC ("ASYAD" or the "Company" or "the Parent Company") and its subsidiaries together (the "Group") are engaged in various activities in the logistics sector including maritime, ports, free zones and on land logistics. The Group operates internationally through its subsidiary Asyad Shipping Company SAOC, whilst the remainder of the Group largely operates in the Sultanate of Oman. The Group also has non-core operations that provide public services in Oman.

#### **Results:**

The Board is pleased to report net profit of RO 46.86 million for the year ended 31 December 2023. This is compared to the net profit for the year 2022 of 45.06 million. Despite the depressed container market and an extraordinary impairment of OMR 33.23 million on the right of use container vessels, the group achieved operating profit level of OMR 41.56 million in 2023 against OMR 41.24 million in 2022 because of improvements across the Group's operations and business activities compared to 2022 primarily in the freight markets in the Tankers and LNG segment, expansion of spot chartering activities in the Product segment at shipping, outstanding operations of ASYAD Logistics and Oman National Transport Company.

The Group sold three VLCC vessel during the year with gain on sale of OMR 18 million.

The Group debt-to-equity ratio dropped to 1.14 for year 2023 comparing to 1.19 for the year 2022 mainly due to increase in total equity and reduction in total debt compared to last year.

ASYAD continues to work towards improvement of logistics sector in Oman and continues to engage with private sector in all its endeavours.

#### **Dividends**

The Group received a total dividend of OMR 8.85 from joint ventures, associates and equity investments.

The Group proposed to declare cash dividends OMR 17,802,223 million to shareholders.

#### **Ultimate controlling party:**

As of 31 December 2019, the Company was 100% owned by Ministry of Finance ("MOF"), Government of Sultanate of Oman. In June of 2020, by way of a Royal Decree 61/2020 issued by His Majesty Haitham bin Tairk the Sultan of Oman, the Oman Investment Authority ("OIA") was formed. Through this decree, all the competences, allocations, rights, obligations, records, holdings, assets, and investments related to the State General Reserve Fund, Oman Investment Fund, and the Directorate General of Investments in the MOF were transferred to OIA. Therefore, effective from June 2020, ASYAD is 100% owned by OIA which is ultimately owned by the Government of Sultanate of Oman (the "Ultimate Controlling Party").

**Directors**

Composition of the Board of Directors as on December 31, 2023:

No	Board Members	Designation
1	Mr. Nasser Sulaiman Hamad Al-Harthy	Chairman
2	Mr. Ahmed Jaafar Al-Musalmi	Deputy Chairman
3	Mr. Yousuf bin Mohammed Al-Ojaili	Member
4	Mr. Qais Abdullah Musa Al Kharusi *	Member
5	Mrs. Sarah Ali Al Moosa *	Member
6	Mr. Sami Abdullah Al Sinani	Member
7	Mr. Wilhelmus Heeren	Member
8	Rehab Faiq Al Lawati **	Member
9	Mehdi Mohamed Al Lawati **	Member

(\*) Resigned from the Board on 1 Jun 2023 and 31 May 2023

(\*\*) Appointed as a Board member on 30 Jun 2023

**Auditor**

The consolidated financial statements have been audited by KPMG LLC, who are eligible for reappointment.

For and on behalf of Board of Directors

Director