

AL Omaniya Finance Services reported provisional, unaudited Net Profit of RO 3,302mn for the financial year ended December 2008

Al Omaniya Financial Services	FY 2008	FY 2007	YOY Change %	Q4 2008	Q3 2008	QoQ Change
Net Profit (RO ,000)	3,302	2,272	45%	800	900	-11%
EPS for FY 2008 (RO)	0.286	0.337	-15%	0.069	0.078	-11%
BVPS (RO)	2.159	1.939	11%	2.159	2.012	NM
ROE	13%	17%	-409 bps	-	-	-
Loans and advances (RO ,000)	119,000	85,691	38.9%	119,000	115,184	3,816
Total Assets (RO ,000)	123,505	88,784	39.1%	123,505	118,041	5,464
Total Equity (RO ,000)	24,891	13,088	90.2%	24,891	23,190	1,701

Key Stock Info

Current Market Price (RO)	2.200
Annualised P/E (x)	7.7
P/BV (x)	1.02
DPS (RO)	N.A
Dividend Yield (based on 2007 Dividend)	9.5%
Paid up capital (RO ,000)	11,529
No of Shares (,000)	11,529
Market Cap (RO ,000)	25,364

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- Net instalment income from finances increased to RO 7.78 mn during the year against 5.44 mn during FY 2007
- Operating costs registered an increase of 30% to RO 2.40 mn as against RO 1.84 mn during FY 2007
- Provision for doubtful debts increased by 62% to RO 1.46 mn from RO 906,000.
- Profit before provisions increased to RO 5.21 mn, taking the NPA coverage to 503% of total Nonperforming assets.
- The company had recorded net profit of RO 3.30 mn for the financial year ended December 2008 as compared to RO 2.27 mn during FY2007 resulting in a profit growth of 45%
- Loan growth during the last quarter of the year had been disappointing given the current macro economic situation. The company had been able to disburse loans worth of RO 3.81 mn only during Q4'08 as against a disbursement of RO 12.63 mn during Q3 2008. If the present financial crunch coupled with an economic slowdown continues in the first half of 2009, we fell that the company as well as the sector as a whole might find it difficult to increase its loan disbursement, which can lower revenue and profitability growth.

NM: Not Meaningful N.A: Not Announced

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