



Chairman's Report

1. Introduction

We are pleased to present the unaudited financial statements for nine months ended 30 September 2008.

2. Review of Operations for nine months ended 30 September 2008

The plant operated satisfactorily during the nine months of the current year and achieved 99.96% commercial availability. During this period 895 GWh of electricity was exported to the grid and was comparable to the 899 GWh of electricity exported for the same period in 2007. Excellent plant availability during the period resulted in a net profit of RO 1.649 million as against a net profit of RO 1.550 million for the same period in 2007.

3. Financial Results

a. Operating Revenue and Gross Profit

The Company achieved a turnover of RO 12.638 million and a gross profit of RO 3.680 million.

b. Operating costs

The operating costs were 8.958 million.

c. Administrative and General Expenses

Administrative expenses amounted to RO 0.246 million and were well controlled.

d. Financing Expenses

Net finance costs were RO 1.592 million, 9% below RO 1.753 million incurred for the same period in 2007.

e. Net Profit

The net profit for the period was RO 1.649 million, 6% higher than the net profit of RO 1.550 million for the same period in 2007.

f. Trade and Other Receivables

At the end of the reporting period there were no overdue invoices payable by OPWP.

g. Cash and Bank Balances

The cash and bank balances at the end of the period amounted to RO 3.316 million.

4. Future Outlook

Plant availability is expected to remain high and accordingly the outlook for the business continues to be positive.

Dr. Ranald G.L. Spiers
Chairman