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مسقط للمقاصة والإيداع
Muscat Clearing & Depository



Dividends Distribution

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Presentation Contents

- The definition of dividend Distributions service.
- Service Objective.
- Procedures to provide the service.
- Comparison in Dividend distributions.
- Dividend statistics.
- Dividend To UCF.
- Definition and objectives of UCF
- MCD Role in UCF Business

The Definition of Dividend Distributions

Dividend distribution is a service provided on behalf of listed joint stock companies or other securities which is represented in the distribution of dividends as well as interest on bonds, sukuk returns and amounts resulting from capital reduction (repurchase) approved by Issuers , after signing agreement between the issuer and Muscat Clearing and Depository Company to manages the distribution process.

The contracting process takes place annually.

Service Objective

- ❖ To provide the best services to shareholders in an effort to receive the shareholders' dues resulting from their investments in the Omani capital market as soon as possible and at the lowest cost and effort.
- ❖ The presence of one central point to follow up the shareholder profits in all securities listed on the market to facilitate the process of follow-up.
- ❖ Delivery of cash dividends to shareholders as soon as possible through electronic channels, such as B2B system, which was launched in MCD recently through Bank Dhofar.
- ❖ Continuous contribution to the redevelopment of the investors database, which is one of the main priorities of Muscat Clearing and Depository.
- ❖ Accelerate the process of recycling shareholders' funds inside Or outside Oman, which reflects positively on the sectors of the Omani market.

Dividend Distributions Procedures

Agreement

Signing an agreement between the MCD and the issuer of securities, specifying the terms and responsibilities, on both sides of the agreement.

Opening Bank Account

Operation Dep Coordinate with the Administrative and Financial Department to open a bank account for the contracted Issuer in the distribution bank approved by MCD

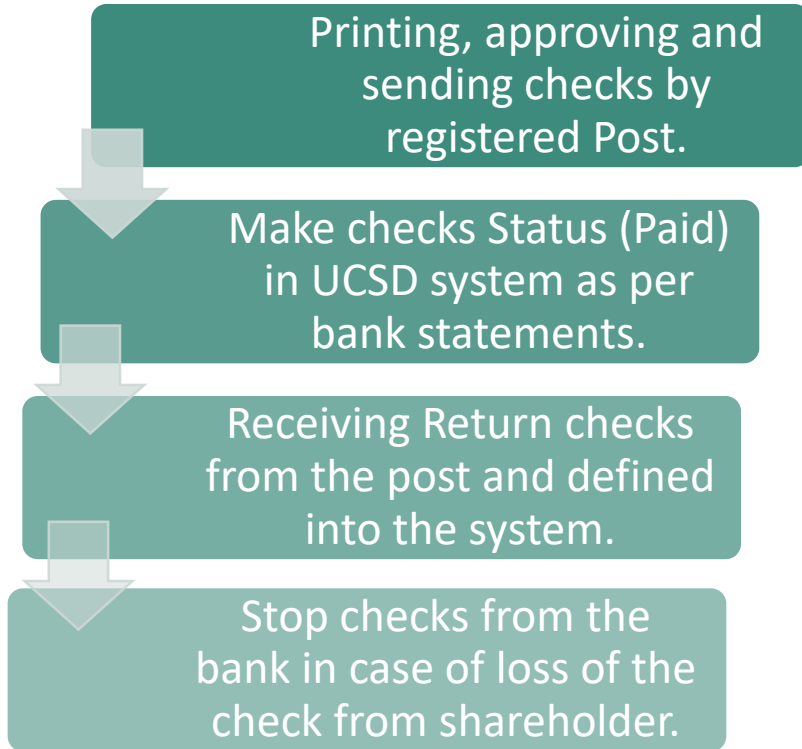
Dividends Payment

MCD distributes profits through bank accounts to shareholders who have bank accounts in MCD database, The total amount distributed to the shareholders through Bank accounts more than 98% of the total profits distributed through the MCD.
For shareholders whose bank account data is not available and have active mailboxes, profits are sent by check and sent to their mailing address.

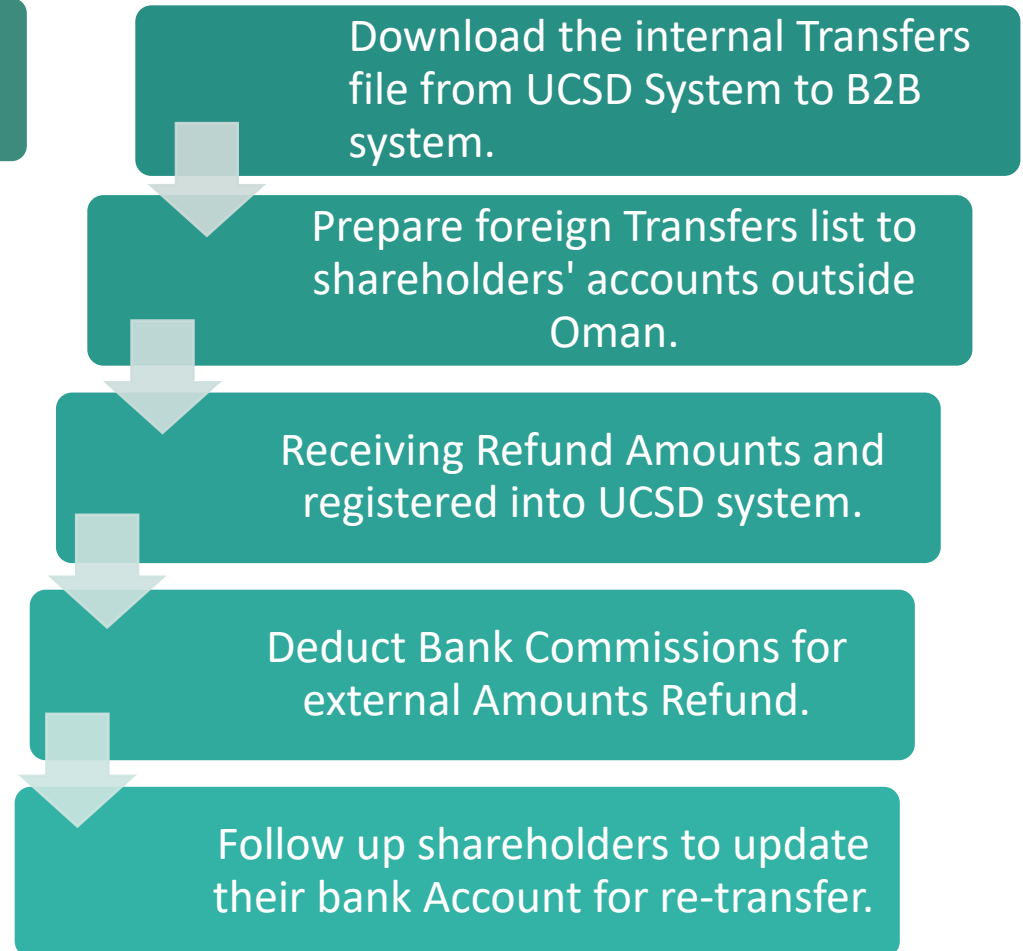
UCF

After the expiry of the legal period of distribution (six months), the amounts received are transferred to the Trust Fund.

Checks



Bank Transfers





B2B system accelerated the transfer process, especially between different banks, and through the system is deposited profits to all banks operating in the Sultanate within minutes of the distribution.



The B2B system facilitates the process of managing Dividend returned from banks.



MCD is one of the first institutions and companies that contract with Bank Dhofar to use the B2B system.



B2B is electronic system between two institutions, at the same time linked with RTGS and ACH.

Dividend Statistics

Percentage of Shareholders'	Shareholders of Bank Transfer	Percentage of Bank Transfer	Bank Transfer Amounts	Percentage of shareholders of checks	Shareholders of checks	Percentage of check amounts	Checks amount	Total number of shareholders	Total amounts distributed	Number of distributions	Distribution year
76.5%	188,116	97.74%	399,685,988 OMR 1,035,455,927USD	5.07%	12,452	2.08%	8,525,638 OMR 22,087,145USD	245,632	408,912,280 OMR 1,059,358,238 USD	83	2015
77.99%	184,613	96.61%	470,066,193 OMR 1,217,788,064USD	2.91%	6,890	3.00%	14,580,113 OMR 37,772,313 USD	236,707	486,552,769 OMR 1,260,499,401 USD	86	2016
73.85%	152,726	96.17%	387,844,800 OMR 1,004,779,274USD	3.11%	6,436	3.51%	14,173,906 OMR 36,719,963USD	206,800	403,297,376 OMR 1,044,811,854USD	81	2017
78.04%	117,967	98.08%	390,134,504 OMR 1,010,711,150USD	2.81%	4,246	1.72%	6,844,213 OMR 17,731,121USD	151,169	397,767,586 OMR 1,030,485,974USD	71	2018
69.8%	51,151	98.9%	463,548,586 OMR 1,200,903,072USD	3.4%	2475	0.9	4,285,472 OMR 11,102,259USD	73,268	468,752,356 OMR 1,214,384,341USD	100	2019

Amounts To UCF

Year	2015	2016	2017	2018	2019
Total transfer to the UCF	1,752,248 OMR 4,539,502 USD	1,872,134 OMR 4,850,088 USD	1,404,541 OMR 3,638,707 USD	1,089,005 OMR 2,821,256 USD	2,931,699 OMR 7,595,075 USD
Total Distribution	408,912,280 OMR 1,059,358,238 USD	458,301,340 OMR 1,187,309,170 USD	403,297,376 OMR 1,044,811,854 USD	397,767,586 OMR 1,030,485,974 USD	468,752,356 OMR 1,214,384,341 USD
The ratio	0.429	0.408	0.348	0.274	0.625

Definition and objectives of UCF

UCF is defined as the “ fund that holds the funds owed to investors that they did not claim within a maximum period of six months from the due date.

UCF was established based on Administrative Decision No. (2003/5) issued by the Capital Market Authority on October 26, 2003.

Main Objectives:

- ❖ Keeping the funds owed to the shareholders as a trust, and returning them to their owners immediately after completing the necessary documents and procedures.
- ❖ Update the data of the shareholders and send the funds.

MCD Role in UCF Business

The Capital Market Authority has assigned the fund management responsibility to the Muscat Clearing and Depository Company, as follows:

- Listing and maintaining records of shareholders eligible for unpaid fund.
- Funds reservation in the event of any reservations for the beneficiaries.
- Updating shareholders data (ID number, Bank account, mail address , mobile.
- Approving the claims receiving from shareholders.
- Requesting 200,000 OMR (518,135 USD) as reimbursement.
- Requesting funds from the Capital Market Authority if there are claims from shareholders exceeding an reimbursement amount.

MCD Fees: 3% of the replacement claim amounts , Maximum of 40,000 OMR 103,626 USD.



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Thank you

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