

Chairman's Report

Dear Shareholders,

It is my privilege to present to you the company's operating report for the 1st Quarter ended 31st March 2026.

Overview of operations and financial performance

During the period we registered a gross revenue of RO 5.144 million and operating profit of RO 330 K as compared to RO 5.936 M and RO 405 K respectively in the previous year. The net profit stood at RO 302K.

The current disturbances in the region impacted the sales volumes in some markets we are operating in. In addition to above the operating environment in KSA continues to be challenging with huge capacity increases in KSA which has led to lower prices and our volumes there have been impacted significantly.

We have started to realise the benefits of antidumping duty in Oman from the 1st quarter of 2026.

We are pleased to state that we continue to be market leaders in our home market in Oman.

Future Outlook

We are well positioned to further consolidate our traditional strength in the Oman market with the continuation of antidumping duty. Added to the above imports especially from India is hampered by the fact that many manufacturing units are closed due to lack of LNG and even if they were to restart it will definitely be at increased prices due to higher energy and shipping costs.

The ongoing war in the region is having an impact on our exports to certain GCC market. We expect this situation to improve in the second half of 2026.

There is an increase in input costs, which we are addressing by reviewing our selling prices.

Corporate Governance

I am pleased to report that your company has adhered to all the regulations covering Corporate Governance in Oman. We remain committed and aspire to becoming model corporate citizens.

We are grateful to the government of Oman for their support and encouragement. We are confident that Oman will continue to grow and prosper under the wise leadership of His Majesty Sultan Haitham bin Tariq and we hope to play our part in this.

Hussain Ali Habib Sajwani

Chairman