

Chairman's Report

Dear Shareholders,

On behalf of the Board of Directors of Abraj Energy Services SAOG, I am pleased to present the condensed interim financial statements for the six-month period ended 30th June 2025.

The Company specializes in providing services for Oil and Gas Wells, during and post wells construction. From building a wider service portfolio, Abraj now focuses on strategic top-tier services coupled with strong operational efficiency to realize maximum financial returns and sustainable growth. Abraj continues to benefit from the strength of long-term contracts in generating sufficient cash flow for growth.

Abraj Energy services SAOG Performance:

Operational performance:

We are pleased to report strong and steady HSE performance companywide, with all key indicators well within target thresholds. The Lost Time Injury Frequency (LTIF) stands at an impressive 0.20, and the Total Recordable Case Frequency (TRCF) at 0.69, reflecting the effectiveness of our proactive safety initiatives and the ongoing commitment of our workforce. Our performance has been externally recognized through several prestigious awards from our clients, including the Zero Harm Award and the Road Traffic Safety Award from Occidental, highlighting our leadership in operational safety and road traffic management.

While the overall safety record remains excellent, we continue to prioritize continuous improvement. A single Lost Time Injury (LTI) was recorded at Rig 111 in February, and one recordable incident at Rig 205 in January. Both incidents were promptly addressed, and comprehensive reviews are underway to ensure best practices are reinforced across all sites. Importantly, no systemic issues were identified. Additionally, we successfully completed our ISO 14001 re-certification audit in Q2 2025, further reinforcing our commitment to environmental stewardship and high operational standard.

Drilling and Workover:

The Main highlights to be noted is the signing of key contracts for 6 new rigs for PDO for 6 years. Additionally, the management was able to re-deploy rig-305 back to BP operations by end of this year for a new contract duration of 3 + 2 years.

In terms of operational performance across all active rigs reached a new benchmark, with 99.15% productive time and only 0.85% non-productive time (NPT). All wells were delivered ahead of AFE timelines, reflecting meticulous planning, disciplined execution, and strong cross-functional collaboration. Notably, Rig 211 set a milestone in Kuwait by completing a 1500HP rig move in just 14 hours, showcasing exceptional field agility and coordination.

In terms of asset deployment and cost efficiency, Rig 204 was swiftly redeployed post-CC Energy operations, minimizing downtime and preserving asset value through proactive client engagement. Year-to-date, 167 rig moves have been completed, resulting in cost savings of OMR 160K above budget. Additionally, procurement discipline was strengthened, with a 19% reduction in PO spend and a 21% decrease in PO creation, underscoring robust cost governance.

Well Services:

The Well Services team delivered a strong operational performance, achieving low NPT and high asset utilization across cementing and stimulation operations

Key Financials of your company:

Revenue has decreased during the six months ended 30th June 2025, compared to the same period in 2024, by 6.4% from OMR 77.9 M to OMR 72.9 M, primarily attributed to stacked rigs. Efforts are ongoing to re-deploy these rigs back to operation.

Total expenses during the first half of the year 2025 decreased by 5.4% compared to the same period in 2024, from OMR 67.2 M to OMR 63.6 M. This reduction is consistent with the drop in revenue.

Profit after tax for the six months ended 30th June 2025 decreased by 12.6%, from OMR 10.67 M in the same period of 2024 to OMR 9.327M.

Corporate Social Responsibility (CSR):

In Q2 2025, Abraj reinforced its commitment to social responsibility by supporting educational, cultural, and community development initiatives. These contributions reflect the company’s dedication to fostering meaningful impact across its core CSR pillars. In parallel, Abraj is assessing strategic and joint CSR initiatives in collaboration with public and private sector stakeholders to further align its efforts with national development priorities and create long-term shared value.

Acknowledgements:

On behalf of the Board of Directors, I take this opportunity to express their sincere and deep gratitude to the vision and wise leadership of the country’s leader His Majesty Sultan Haitham bin Tariq for maintaining the sustainable growth and prosperity of the Omani Economy. Abraj Board also appreciates the valuable support and guidance from

the various stakeholders such as Government agencies, Shareholders, Clients, Management, Employees, Bankers, and Suppliers.

Ayad Al Balushi

Chairman of the Board