

=====

SELECTED NOTES FORMING OF THE FINANCIAL STATEMENTS

1 LEGAL STATUS AND PRINCIPAL ACTIVITIES.

Al Maha Ceramics SAOG ("the company") is registered in the Sultanate of Oman as a public joint stock company. The company's principal activity is the manufacture and sale of Ceramic Tiles.

2 SIGNIFICANT ACCOUNTING POLICIES

a) The accounting policies in these condensed interim financial statements are the same accounting policies as applied to financial statements for the company as included in the Audit report issued on 3 March 2026.

b) Estimates & Judgements

The interim condensed financial statements for this period are prepared in accordance with IAS 34 which requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 31 December 2025.

3 NON-RECURRING ITEMS

During the period under review there were no major non-recurring items.

4 SEGMENTAL REPORTING

A segment is a distinguishable component of the Company that is engaged in providing products or services (business segment) or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance, has been identified as the strategic decisions maker. The Company's sole operating activity is disclosed in note 1 to the financial statements and is managed as one business segment. The Chief Executive Officer reviews internal management reports on a monthly basis. Performance is measured based on the profit before income tax, as included in the internal management reports. Virtually all revenue is generated from one geographical segment.

The Chief Executive Officer considers the business of the Company as one operating segment and monitors accordingly.

AL MAHA CERAMICS SAOG

Unaudited condensed interim results for the period ended 31 March 2026

5 STATEMENT OF COMPLIANCE

The condensed interim financial statements have been prepared in accordance with IAS 34 'Interim Financial Reporting'. They do not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements for the year ended 31 December 2025.

6 PROPERTY, PLANT AND EQUIPEMENT

	Building on Lease hold	Plant & Machinery	Heavy Equipment	Furniture & Fixtures	Motor Vehicles	Capital Work in progress	Total
At 1 Jan 2026	3,220,712	10,631,498	456,438	455,613	58,712	1,360	14,824,333
Additions during the period				248		40,830	41,078
Transfers		3,040,000	700	32,901		(36,641)	-
Disposal	-	-	-	-	-	-	-
At 31 March 2026	3,220,712	10,634,538	457,138	488,762	58,712	5,549	14,865,411
Depreciation							
At 1 Jan 2026	2,653,880	7,658,689	397,601	438,375	44,646	-	11,193,193
Additions during the period	40,331	138,343	4,006	2,200	3,077	-	187,957
Disposal	-	-	-	-	-	-	-
At 31 March 2026	2,694,212	7,797,032	401,607	440,575	47,723	-	11,381,150
Net Book Value at 31 March 2026	526,500	2,837,506	55,531	48,186	10,989	5,549	3,484,261
Net Book Value at 31st Dec'2025	566,832	2,972,809	58,839	17,232	14,065	1,361	3,631,138

7 RELATED PARTY TRANSACTION

Related parties represent parent company, partners and key management personnel of the Company, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Board / Shareholders.

During the period, the Company has entered into transactions with Shareholders and entities in which certain Shareholders or Directors of the Company have an interest. In the ordinary course of business, the Company procures goods and services from related parties. These transactions are entered at mutually agreed terms.

AL MAHA CERAMICS SAOG

Unaudited condensed interim results for the period ended 31 March 2026

=====

During the period, the related party transactions were as follows:

	Mar'2026	Mar'2025
	RO	RO
Purchases	495,334	498,011
Revenue	13,690	28,261
Other services & insurance etc.	2,608	2,351

The amounts due to related parties are interest free and are repayable on demand.

	Mar'2026	Mar'2025
	RO	RO
Amounts from related party	--	--
Amounts due to related party	98,298	178,238

8 CONTINGENCIES AND COMMITMENTS

1. CONTINGENCIES

The Company has outstanding letters of credit and acceptance at the end of the reporting period amounting to RO 55,584/- (2025: RO 57,998/-) in the ordinary course of business.

The Company has outstanding guarantees at the end of the reporting period amounting to RO 75,000 (2024: RO 75,000).

2. COMMITMENTS

The Company has entered into a long-term operating lease agreement with the Public Establishment for Industrial Estates till the year 2050 on the land over which buildings are being constructed.

Under the terms of the lease, the future rental payments are as follows:

	2025 RO	2024 RO
<i>Amounts committed:</i>		
Up to one year	146,998	127,824
Two to five years	593,505	477,385
Above five years	3,968,396	-
	<u>4,708,899</u>	<u>575,208</u>

At 31 March 2026, the Company had commitments towards purchases of property, plant and equipment amounting to RO Nil (2025: RO 22,830/-).

9 BORROWINGS

	2026 RO	2025 RO
Overdraft	500,489	-
Short Term Loan / Bill Discounting	-	150,000
	<u>500,489</u>	<u>150,000</u>

AL MAHA CERAMICS SAOG

Unaudited condensed interim results for the period ended 31 March 2026

10 SUBSEQUENT EVENTS

No material events took place subsequent to the interim period ended 31 March 2026.

11 SHARE CAPITAL

The share capital consists of 55,000,000 fully paid ordinary shares of RO 0.100 each (2025: 55,000,000 ordinary shares of RO 0.100 each) and are held as follows:

	Authorised		Issued and fully paid	
	2026	2025	2026	2025
	RO	RO	RO	RO
Share capital	10,000,000	10,000,000	5,500,000	5,500,000

At the end of the reporting period, the shareholders of the company who own 10% or more of the Company shares are as follows:

	2026		2025	
	No. of shares	%	No. of shares	%
Al Anwar Investments SAOG	10,306,121	18.74	10,306,121	18.74
Brig. (Rtd) Masoud Humaid Al Harthy	9,609,181	17.47	9,609,181	17.47
Oman Investment Authority/2	6,469,871	11.76	6,469,871	11.76

12 NET ASSET PER SHARE

Net Assets per share is calculated by dividing the shareholders' funds at the end of the reporting period by number of shares outstanding as follows:

	2026	2025
Shareholders' equity	7,543,637	7,482,894
Number of shares issued	<u>55,000,000</u>	<u>55,000,000</u>
Net asset per share	0.137	0.136

13 COMPARATIVES

Certain comparative figures have been reclassified to conform to the presentation adopted in these financial statements.