

On behalf of the Board of Directors, enclosed herewith are the financial statements for the nine months ending September 30, 2025.

Highlights of the performance for the first 9 months can be summarized as follows:

Particulars	Group			Parent		
	Jan-Sep 2025	Jan-Sep 2024	Growth %	Jan-Sep 2025	Jan-Sep 2024	Growth %
Production in MT	369,405	326,602	13%	369,405	326,602	13%
Sales in MT	393,252	344,137	14%	396,644	348,183	14%
Sales Value in RO	114,325,967	108,352,577	6%	114,091,868	107,691,972	6%
Net Profit in RO	6,481,932	3,907,661	66%	6,896,690	3,903,093	77%

The GCC market demand is reasonably good with residential and infrastructure construction continuing at a good pace, with the pipeline of projects under various stages of planning also remained strong. Saudi Arabia remains strong in project execution, contributing to 43% of GCC by value of projects at 118 Bn \$.

In the UAE, the residential projects continued apace, as the UAE leads the GCC with the total value of on-going construction projects at \$128.6 billion. It is also second largest construction market for projects in the tender phase, with \$37.7 billion, just behind Saudi Arabia. The sales efforts therefore were helped in good measure by a large number of projects being executed within the GCC – notably in KSA , UAE and Oman.

While the project market has been buoyant, there have been substantial cheap imports into the GCC markets, especially from Asia putting pressure on margins, especially of commodity products and the company’s product range. However, the company has been performing consistently above the budget, as we have been focusing on customer relationship, improving sales in profitable markets and segments, and constantly adapting to the evolving needs of the market. Jazeera Steel has been at the forefront in addressing the needs of the market by diversifying product lines and moving into higher value-added products. Jazeera steel has been consistently aiming to move up the value chain, and away from commodity products to generate higher value and margins and mitigate the impact of dumping by Asian exporters.

As a result, our volumes YOY increased by 14%, whereas Net YOY grew 77% compared to a similar period in 2024, while sales values have grown by only 6% over previous year in the same period.

Internationally, we are seeing increasing levels of protectionism across geographies as various countries apply new tariff and non-tariff barriers or strengthen existing ones, Jazeera Steel therefore is increasing its focus on domestic market and serving the oil and gas industry in Oman. The company was able to successfully maintain its American Petroleum Institution (API) certification and also win prestigious approval from Petroleum Development Oman (PDO) for supply of Sour and Non-Sour API pipes.

In the larger international market, European businesses are eagerly awaiting clarity on CBAM tax mechanism which is expected to be a turning point in controlling the global carbon footprint.

In the GCC markets, we also see a marked increase in exports from Asia, supported by robust domestic demand and the tariff and non-tariff barriers faced by them across other geographies. This has put considerable pressure on margins of local producers in the GCC.

Though various headwinds impacted the business climate across the world, Jazeera Steel has been successfully navigating through various challenges like trade barriers, tariffs and evolving competitor landscape in various markets and a dynamic pricing environment, by managing costs and focusing on maximizing revenues and profitability. Jazeera Steel continues to focus on value added products and higher end applications.

The Company, as a corporate policy, continuously invests in human resources and provides training to its employees to develop their skills at various levels. Local employment is encouraged, and we have achieved 43% Omanization in our workforce.

In conclusion, on behalf of the Company and the Board of Directors, I would like to express my heartfelt gratitude to His Majesty Sultan Haitham bin Tariq for the encouragement and support given by his government to the industrial development in Oman. Also, I take this opportunity to thank all our stakeholders and very importantly our employees and the management team for the support and cooperation extended, which in turn reflects the confidence placed in the Company.

On Behalf of the Board

Amal Suhail Salim Bahwan

Chairperson of the Board of Directors

26th October 2025