

Dear Shareholders,

We are pleased to present the unaudited financial results of The Financial Corporation Co. SAOG (FINCORP) for the period ended on 30th September 2025.

FINANCIAL RESULTS

The Company achieved a total income of OMR 737,741 during the period ended 30th September 2025 compared to a total income of OMR 645,168 during the period ended 30th September 2024 and operating income of OMR 398,010 however a net loss of OMR 762,367 was recorded after taking the provisions of OMR 1,106,377 and change in fair value of investment property of OMR 54,000 during the period ended 30th Sep 2025 compared to a net profit of OMR 31,354 during the previous period.

A summary of the financial results is tabulated below.

DETAILS	30-Sep-25 OMR	30-Sep-24 OMR	Variance %
Total Income	737,741	645,168	14
Total Expense	(339,731)	(403,405)	(16)
Provision for claims	(499,641)	(210,409)	137
Allowance for expected credit losses	(606,736)	-	100
Change in fair value of investment property	(54,000)	-	100
Net Profit/ (Loss)	(762,367)	31,354	(2,531)
Profit / (Loss) per share (RO)	(0.011)	0.0004	(2,531)

MARKET OUTLOOK

Oman GDP Growth is expected to gradually accelerate to 3% in 2025 (compared to 1.7% in 2024), 3.7% in 2026 and 4% in 2027. The rebound in oil production (2.1% oil GDP growth in 2025), along with solid non-hydrocarbon growth (3.4%) driven by robust growth in construction, manufacturing and services is expected to drive these sustained improvements in growth prospects as per World Bank Report. Th report also showcases Oman’s fiscal consolidation journey as a noteworthy example of effective economic reform and responsible fiscal management.

Economic growth across the Gulf Cooperation Council (GCC) is projected to increase in the medium-term to 3.2% in 2025 and 4.5% in 2026. This growth is likely to be driven by the expected rollback of OPEC+ oil production cuts and robust expansion of non-oil sectors as per the report released by World Bank.

The resilience of GCC countries in navigating global uncertainties while advancing economic diversification underscores their strong commitment to long-term prosperity. According to the latest edition of the Gulf Economic Update (GEU), regional growth was 1.7% in 2024 – an improvement from 0.3% in 2023. The non-hydrocarbon sector remained resilient, expanding by 3.7%, largely fueled by private consumption, investment, and structural reforms across the GCC.

COMPANY’S ACTIVITIES

At the EGM held on 29th June 2025 the shareholders approved the Board of Directors proposal to cancel all the licences issued by FSA to Fincorp and to change the Company’s activity to investment.



CONTINGENCIES

During the period, the Company continued the work initiated in 2023 following the appointment of an independent consultant to review and assess the impact of discrepancies in brokerage accounts. Significant progress was made by the board of directors, the management, the independent consultant and the legal advisor to substantiate the accuracy of account balance and minimize the impact of the discrepancies in the brokerage accounts. A provision for claims of OMR 600,000 has been taken based on the report of the independent financial consultant against any potential claims in year 2024 and additional provision of OMR 499,641 and provision for expected credit losses of OMR 606,736 have taken during the period ended 30 September 2025.

ACKNOWLEDGEMENTS

We express our gratitude to His Majesty Sultan Haitham Bin Tariq for his wise leadership and progressive vision as he continues to lead the country on the path of growth and prosperity. We also extend our appreciation to Muscat Securities Exchange, Financial Services Authority and Muscat Clearing and Depository Company for their valuable co-operation and support. Finally, we are grateful to all our staff, shareholders for their faith and our esteemed clients for the confidence, trust and support extended to FINCORP.

Dr. Abdullah Masoud Al Harthy

Chairman of the Board

27.10.2025