

Board of Directors Report

Dear Shareholders,

On behalf of the Board of Directors of Gulf International Chemicals SAOG (GIC), I am pleased to present you a brief report on the company's activities for the third quarter of 2025.

The Group's total revenue for the period under review was RO 1,215,639. The net profit after taxation amounted to RO 60,216 and the net asset per share stood at 126 Baiza

During the third quarter of 2025, regional construction markets continued the slow pace. Both Oman and UAE markets are in oversupply and less demand situation for construction chemicals due to sharp reduction in construction projects which is mainly attributable to limited government spending on construction and infrastructure projects.

However, some major raw materials were scarce during the period, and shortages were experienced due to shipping delays and global supply chain disruptions during the period. The construction chemicals industry globally has gone through tough times in the last 2-3 years which led to major consolidations (mergers and acquisitions) in the industry which in turn have its negative consequences in our regional markets.

The outlook for the remaining of year 2025 is very conservative due to the competition from international companies which is expected to put further pressure on margins. The improvement in purchasing power will not be rapid in the construction sector in our local markets, as it is mainly linked to the improvement of regional circumstances and improvement in the local investment climate and the real estate market.

On behalf of the Board of Directors, I would like to express our sincere gratitude to His Majesty's Government for its generous support and for paving the way for growth and prosperity.

Best Regards,

Chairman

