

In the Name of Allah, the Most Gracious, the Most Merciful

Oman Chromite Company SAOG

Board of Directors' Report

Unaudited Financial Statements | Period Ending 31 March 2026 (Three Months)

Dear Esteemed Shareholders,

The Board of Directors of Oman Chromite Company SAOG ("the Company") is pleased to present a summary of the Company's operational and financial performance for the period ending 31 March 2026.

1. Corporate Governance

The Company reaffirms its commitment to the Corporate Governance Charter issued by the Financial Services Authority (FSA), and all relevant regulations and instructions. The Company continues to apply best practices in disclosure, transparency, and risk management, in a manner that strengthens the protection of shareholders' and stakeholders' rights.

2. Operational Performance

The Company's chromite ore production during Q1 2026 reached approximately 15,855 tons, compared to approximately 15,123 tons for the same period in 2025, reflecting relative stability in production levels.

Sales, however, amounted to approximately 15,243 tons compared to approximately 26,437 tons in the comparative period. This decline is primarily attributable to the postponement of export shipments due to logistical challenges in the maritime shipping sector.

3. Export & Logistics Update

Although the Port of Sohar was not directly affected by regional tensions, the Company faced indirect challenges including:

- Limited availability of container vessels, resulting in the rescheduling of certain shipments to later periods.
- Increased maritime freight and cargo insurance costs.

In response, the Company implemented alternative operational measures, including a partial shift to bulk shipping, rescheduling of export operations, and continued efforts to maintain production levels and build finished inventory — ensuring readiness to meet market demand when conditions improve.

4. Financial Performance

The Company recorded a net operating profit of RO 282,993, representing a 5% increase compared to the same period last year, despite a 26% decline in revenues. This improvement is attributed to:

- A 28% increase in average selling prices.
- Improved production efficiency and a 5% reduction in cost of sales per ton.

Key Performance Indicators — Q1 2026

Indicator	Q1 2026	Q1 2025	Change
Production (tons)	15,855	15,123	+5.0%
Sales (tons)	15,243	26,437	-42.0%
Revenue (RO)	1,051,866	1,425,138	-26.0%
Net Operating Profit (RO)	282,993	269,352	+5.0%
Net Profit After Tax (RO)	227,484	259,065	-12.0% *
Earnings per share	0,06	0,08	-25.0%

*The decline in net profit after tax is primarily due to the recording of losses in the associate company, compared to profits achieved during the same period of the previous year.

5. Investments & Expansion

The Company continues to execute its strategy aimed at enhancing its chromite ore reserves through expanded exploration activities within Concession Area No. (11-A) in northern Oman.

Applications have been submitted to convert discovered resources into minable reserves, while exploration activities continue according to approved plans, with encouraging preliminary indicators.

6. Outlook

The Company closely monitors developments in global chromite markets and supply chains, aligning its operational and marketing plans accordingly — with the aim of sustaining performance stability and maximizing returns for shareholders. The Company also continues its efforts to enhance local value addition, in line with the directives of the Government of Oman through the Ministry of Energy and Minerals.

7. Acknowledgements

The Board of Directors extends its sincere gratitude to the esteemed shareholders for their continued trust and support. The Board also expresses its appreciation to the relevant government authorities for their ongoing support of the mining sector.

The Board further extends its highest regards to His Majesty Sultan Haitham bin Tarik — may Allah preserve and protect him — for his continued support of the economic development journey in the Sultanate of Oman.

Yours sincerely,

Humid bin Masoud Al-Maqbali

Chairman of the Board of Directors