



Director’s Report

For the period ended 30th September 2025

Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the unaudited financial results of OQ Exploration & Production S.A.O.G. (“**OQEP**” or the “**Company**”) for the period ended 30th September 2025.

Review of Market Conditions

In the first nine months of 2025, global economic uncertainty, changing OPEC+ supply, and Middle East tensions affected oil prices. Although conflicts and higher demand for Middle Eastern crude caused brief price recoveries, average oil prices fell to **US\$72.0 per barrel** comparing to **US\$82.6 per barrel** during the same period in 2024.

Health, Safety, Environment (“HSE”) and Sustainability Highlights

OQEP has maintained exemplary HSE performance, consistently exceeding key leading and lagging indicators, such as Total Recordable Injury Frequency (“TRIF”) and Motor Vehicle Incident Frequency (MVIF), relative to the same period last year. The Company has successfully completed a comprehensive gap assessment to ensure alignment with ISO standards. Furthermore, new QHSSE (“QHSSE”) and Sustainability Policies have been implemented, reinforcing the Company's commitment to operational and sustainable practices.

Performance Highlights

Sales volumes of Crude Oil & Condensate and Gas for January-September 2025 compared to January-September 2024, along with average prices for the same period, are as follows:

	January to September 2025	January to September 2024	Variation (%)
Crude Oil and Condensate Volume (mmbbl)	17.0	15.2	11.8%
Average realised sales price (US\$ per bbl)	72.0	82.6	-12.8%
Gas Volume (bcf)	91.9	92.0	%0.1-
Average realised sales price (US\$/mmcf)	3.51	3.50	0.3%

Financial Highlights

	January to September 2025	January to September 2024	Variation (%)
Revenue (OMR ‘000’)	633,766	646,265	-1.9%
Gross Profit (OMR ‘000’)	240,860	259,458	-7.2%
Net Profit after tax (OMR ‘000’)	236,869	272,146	-13.0%
Net Profit after tax (OMR ‘000) excluding Abraj	236,869	261,476	-9.4%
Earnings Per Share (OMR)	0.030	0.033	-9.1%

OQEP maintained strong operations and stable cash flow in the first nine months of 2025, despite lower prices, and had distributed dividends in line with its announced dividend policy and intends to continue

doing so, subject to market conditions. Effective cost management and steady production supported this outcome.

- **Revenue:** Crude Oil and Condensate sales volumes rose 11.8% year-on-year, partially offsetting the effect of lower average oil prices (US\$72.0 vs. US\$82.6 per bbl).
- **Gross Profit:** Gross profit was OMR 240.9 million, down from last year due to reduced prices and higher Depreciation, Depletion, and Amortization from recent projects.
- **Net Profit:** Net profit fell 13% to OMR 236.9 million. Mainly from increased finance costs after new loans in September 2024 and lower oil prices.

Growth

During the first nine months of 2025, OQEP pursued several initiatives and entered into agreements to further develop and expand its asset portfolio.

In **Block 60**, Bisat C Expansion was successfully commenced operations in September 2025, resulting in achieving production of over 70,000 bopd (gross).

In **Marsa LNG**, the project execution has reached approximately 27% and the Natural Gas Sales Agreement (NGSA) to supply Marsa’s gas equity (150 mmscfd) from Block 10 to Marsa LNG has been agreed. Marsa LNG is under construction at Sohar Port and designed with a capacity of approximately 1 million tonnes per annum (Mtpa). The Marsa LNG will serve as a regional hub for low-emissions LNG production and marine bunkering.

In **Block 65**, Gas Sales Agreement (GSA) has been agreed between the sellers, Block participants (OQEP and Oxy), and the buyer, Integrated Gas Company. This agreement enables OQEP to monetize its produced equity entitlement of natural gas from the Block 65.

OQEP and Petronas signed a Memorandum of Understanding (MOU) to establish a framework for strategic collaboration in international upstream oil and gas ventures, reinforcing OQEP’s commitment to global growth.

Outlook

OQEP continues its operations, aiming to achieve planned oil and gas production targets while monitoring market conditions. The Company anticipates maintaining stable cash flow and production, supported by growth within its existing portfolio and new opportunities in Oman concessions. The Board emphasized the importance of pursuing sustainable long-term value for shareholders.

The Company expects to continue to be guided by the dividend framework outlined in the 2025–2026 policy presented in the IPO prospectus, while remaining responsive to market conditions. OQEP distributed about OMR 195 million in cash dividends as of September 30, 2025.

In addition, we began a share buyback program and by end of October 2025, we had repurchased around 50% of the target to support shareholder returns.

Acknowledgments

I would like to take this opportunity to thank all our stakeholders and our dedicated employees for their continued support.

On behalf of the Board of Directors, the executive management and all our employees, we would like to express our sincere gratitude to His Majesty Sultan Haitham bin Tarik– May Allah protect and preserve him extending our heartfelt congratulations to His Majesty on the occasion of the glorious National Day – and may Almighty Allah endow Oman with continued prosperity.

Thank you

On behalf of the Board of Directors of OQ Exploration & Production S.A.O.G.

The Chairman of the Board of Directors
Ashraf Hamed Al Mamari