

Respected Shareholders,

We are pleased to present to you a summary of the results of the operations for the six months' period ending 30th June 2025.

Operating performance:

REVENUE: Group Revenue for the six months ended June 2025 has reached RO 1609.8 Mn compared to RO 1469.6 Mn for the corresponding period 2024 an increase of 9.5%. The Group revenue includes Zain Group of RO 1341.7 Mn.

Group's revenue increased across all operations with portion of that coming from Oman which increased YOY by 8%, Sudan by 97%, Iraq by 16%, Bahrain by 7%, Jordan by 7% and KSA by 5%.

EXPENSES: Group's total expenses (including depreciation) increased to RO 1,372.5 Mn compared to RO 1,273.8 Mn for the corresponding period 2024, an increase of 7.7%.

NET PROFIT: The Group Net Profit after tax has increased to RO 161.1 Mn compared to RO 110.2 Mn in 2024, an increase of 46.2%. The increase is primarily due to positive EBITDA performance across all operations and higher investment income.

Net profit Attributable to Shareholders of the Company for the period stands at RO 34.9 Mn compared to RO 27.8 Mn in 2024, an increase of 25.5%.

Earnings per Share (EPS) Attributable to Shareholders of the Company for the six months ending 30th June 2025 RO 0.047 compared to RO 0.037 for the corresponding period of 2024.

Omantel Domestic operations (Domestic performance)

Revenues reached RO 321.3 Mn in the Six months ended June 2025 compared to RO 297.7 Mn for the corresponding period 2024, an increase of 8%.

The revenue increase of RO 23.6 Mn (YoY) is primarily driven by a significant rise in telco revenue growth of RO 14.3 Mn, underpinned by robust performance across various segments. Telco revenue growth is supported by increase in Fixed revenue by RO 2.4 Mn, Device revenue by RO 6.1 Mn, and Wholesale revenue by RO 5.8 Mn. Additionally, revenue from Smart solutions, hosting and cloud related services recorded an increase of RO 6.3 Mn and RO 2.6 Mn respectively as part of the implementation of our Tech co strategy to diversify our revenues.

Net Profit attributable to Shareholders for the six months ending June 2025 stands at RO 34.7 Mn compared to RO 38.9 Mn in the previous period. Domestic EBITDA increased by RO 2.7 Mn on account of an increase in Gross margin which in turn increased on account of top line performance and decrease in Royalty rates on Mobile services from 12% to 10%. Net profit decreased by RO 4.1 Mn on account of a higher depreciation cost to RO 5.4 Mn reflecting our increase in investment in network and digital channels to enhance customer experience. Further additional investments done as part of the implementation of Tech co strategy also contributed to the increase in Capex and depreciation costs.

SUBSCRIBER BASE: The total domestic mobile subscriber base as of 30th June 2025 was 3.8 Mn (including Mobile Resellers) compared to 3.1 Mn of the corresponding period due to the growth in postpaid mobile connections, mainly M2M sims.

Domestic Subscriber Market Share: Omantel's Mobile market share as of June 2025 (excluding Mobile Resellers) is 40.3%. The fixed broadband market share as of June 2025 is 54.6%.

Subsidiary Companies:

Mobile Telecommunication Company (Zain):

Zain Group revenues for the Six months ending June 2025 reached RO 1,341.74 Mn compared to RO 1,179.2 Mn of the corresponding period of the previous year, an increase of 13.8% over the last year. EBITDA stands at RO 443.3 Mn, compared to the corresponding period EBITDA of RO 405.8 Mn recording an increase of 9.2%. Net profit Attributable to Shareholders of the Company stands at RO 150.9 Mn representing net income growth of 48.5%. Net profit increase YoY is on account of positive EBITDA performance across all operations and higher investment income.

In the first half of 2025, the region's telecommunications sector experienced strong continued momentum in its shift towards smart solutions and emerging technologies, fueled by growing demand for integrated connectivity solutions, cloud computing, and AI-driven services . Amid intensifying competition and a regional drive to diversify business models, Omantel Group continued to take bold strategic steps to reinforce its position as a leading player in this evolving landscape, both in Oman and across the region.

Building on this momentum, the Group is laying the groundwork for a flagship national technology powerhouse, soon to be unveiled with a refreshed corporate identity. The new entity will bring together Oman's ICT strengths under one umbrella, spearhead major digital initiatives, attract leading global partners, and position the Sultanate as a vibrant regional hub for innovation and next-generation technologies.

Key developments during the First Half

Strengthening Regional Connectivity Partnering with the UAE's du, Omantel has brought the Oman–UAE Gateway (OEG) online, a 275 km subsea fiber-optic system that establishes a direct high-capacity link between the two countries. The gateway interconnects three key international data hubs (datamena DX1 in Dubai, Equinix MC1 in Barka, and Equinix SN1 in Salalah) enhancing cross-border network resilience and enabling faster access to regional and global digital services. The initiative further fortifies network reliability, expands seamless access to cloud-based solutions, and reinforces Oman's standing as a key regional hub for Hyperscalers, content providers, and global telecom operators.

Joint R&D Center for Next-Generation Networks Teaming up with FiberHome, Omantel has set up an innovation hub dedicated to advancing cutting-edge fiber-optic and telecom technologies. Among its first achievements was a live trial of 50GPON, reaching speeds of 50 Gbps (ten times faster than today's standard) paving the way for transformative uses in AI, smart city infrastructure, and Industry 4.0 solutions.

In alignment with Omantel's transformation journey toward becoming a fully integrated technology group, the Human Resources team continued to play a pivotal role in empowering talent and fostering a culture of innovation. These efforts were recognized in June 2025 with the achievement of three prestigious awards presented by Inside Out in London, reflecting international appreciation for the team's excellence in organizational development and employee empowerment.

At Oman Sustainability Week (OSW), we proudly reaffirmed our commitment to sustainability alongside our ongoing drive for innovation. For the second consecutive year, our efforts were recognized with the prestigious Silver Award for Environmental, Social, and Governance (ESG) practices.

Thanks, and Appreciation

We take this opportunity to express our heartfelt gratitude to our shareholders and loyal customers for their continued support, which enabled us to achieve these excellent results. We also wholeheartedly appreciate the sincere contribution of executive management and employees to the company's performance. With your support, we are confident that Omantel will continue its good performance and will be able to reach new heights of excellence.

On behalf of the Board of Directors and the staff, we are honored to express our sincere gratitude to His Majesty Sultan Haitham bin Tariq for his visionary leadership. We pray to Almighty Allah to grant him long life, health, and welfare so that Oman and its people can achieve more progress, prosperity, and welfare.

Chairman of the Board of Directors