

Chairman’s Report for the Quarter ended March 31, 2026

Dear Shareholders,

On behalf of the Board of Directors, it gives me great pleasure to present the unaudited consolidated financial statements of A’Sharqiya Investment Holding Company (SAOG) and its subsidiary – Qalhat Real Estate Investments & Services SPC. (QREIS) - for the three-month period ended March 31, 2026.

Overview of Operations and Financial Performance

A summary of the company’s operating performance for the three-month period ended March 31, 2026 in comparison to the corresponding period in 2025 and the full year ended 2025 is presented below:

| Quarter ended March 31, 2025 | March 31 2026 | March 31 2025 | % Increase/ (Decrease) | Dec 31st 2025 |
|--------------------------------------|---------------|---------------|---------------------------|---------------|
| Total Operating Income | 428 | 577 | (25.88) | 1,379 |
| Unrealized gain on lease receivables | - | - | - | 3,257 |
| Profit after Tax (PAT) | 182 | 366 | (50.24) | 3,393 |
| Total Assets | 24,498 | 18,291 | 33.94 | 23,977 |
| Shareholder’s Equity | 19,384 | 14,563 | 33.11 | 19,304 |

(RO in ‘000)

It may be noted from above; the company’s operations during the three-month period ended March 31, 2026 generated an income of RO 427,619 as compared to RO 576,900 for the corresponding period in 2025. Profits before tax recorded a decrease of 53.19% at RO 186,283 as against RO 397,937 for the same period in the last year. The profit after tax arising from the company’s operations during this period was aggregated to RO 182,093 as compared to RO 365,957 generated during the comparable period in 2025 reflecting a decrease of 50.24%.

On renewal of the lease agreement with O LNG, an unrealized gain of RO 3,257,064 has been recorded in the financial statement for the financial year ended 2025, in accordance to IFRS 16 standards in reference to Leasehold property following a valuation exercise done of the property. Hence the current quarter reflects the lease accounting valuation as prescribed by the IFRS 16 standards which reflects on the Balance Sheet and the Income Statement.

The total assets of the company as at March 31, 2026, was RO 24,497,697 as compared to a RO 18,290,546 as at March 31, 2025, reflecting a increase of 33.94%. Shareholder Equity also increased by 33.11% to RO 19,384,260 from RO 14,562,864 in the same period last year. Book value of the company is Baizas 215 on March 31, 2026, as compared to Baizas 162 on March 31, 2025.

Investment and future Outlook

While the IMF projects global growth around 3.1% in 2026 amid geopolitical tensions and slower expansion in advanced economies, GCC economies are forecast to grow closer to 4–4.5%, outperforming many developed markets. Countries such as the UAE, Saudi Arabia, and Oman continue to benefit from reform-driven non-oil growth, even as oil prices remain volatile due to Middle East geopolitical risks and global energy market disruptions. Compared with global markets, where higher inflation, elevated debt levels, and slower consumer demand continue to weigh on equities and bond markets, the Middle East offers relatively stronger fiscal positions, lower inflation, and ongoing sovereign-backed investment momentum. However, regional markets remain sensitive to oil price fluctuations and geopolitical developments around the Strait of Hormuz, which continue to influence global energy prices, inflation expectations, and investor sentiment worldwide.

The company positioned its portfolio in Q1 2026 on a conservative stance, with the Middle East and GCC economies being on a cautiously optimistic path, buoyed by stable oil revenues and diversified growth efforts, but still facing external challenges from high global interest rates and geopolitical uncertainties.

On behalf of the Board of Directors, I would like to express our sincere gratitude to His Majesty Sultan Haitham bin Tariq for his able leadership of the country during such an unprecedented crisis. I also thank the shareholders for their continued support and for the confidence reposed on the company. My appreciation also goes to the company’s management and staff for their contributions and commitment to the company.

Mohammed Ali Mohammed Al Fannah

Chairman

May 12, 2026