
Board of Directors' Report for the period ended 30 September 2025

Dear Shareholders,

On behalf of the Board of Directors of Taageer Finance Company SAOG, I am pleased to present the un-audited financial statements for the period ended 30 September 2025.

Performance Summary

The Company continued to deliver excellent results in the first nine months of 2025, achieving consistent growth in its financing portfolio and profitability. Profit before tax rose to RO 5.25 million compared to RO 4.10 million for the same period in 2024, an increase of 29%. Net profit stood at RO 4.46 million, up 29% from RO 3.46 million recorded in the previous year.

Total finance income grew to RO 26.67 million from RO 22.05 million in September 2024, a healthy 21% rise driven by higher disbursements. Net finance income, after interest expenses, increased by 35% year-on-year to RO 15.58 million. Other income also improved to RO 2.75 million from RO 2.23 million, reflecting better fee-based earnings.

Operating expenses amounted to RO 5.39 million, up 16% from RO 4.64 million in the same period last year. The Company made an impairment provision of RO 7.36 million, compared to RO 4.79 million in the prior year, reflecting a prudent approach to credit risk management alongside portfolio expansion.

The Company's balance sheet remains robust, with total assets increasing to RO 312.95 million from RO 276.24 million a year earlier — a growth of 13%. The net investment in finance leases, working capital finance, and factoring receivables reached RO 298.69 million, up from RO 255.24 million, demonstrating continued business momentum and strong credit demand.

In terms of funding and liquidity, the Company maintained a well-balanced borrowing structure. Total bank borrowings amounted to RO 138.75 million (September 2024: RO 136.43 million). Corporate and security deposits increased to RO 73.48 million from RO 51.88 million, underlining investor confidence in the Company.

Market Outlook

The Board remains confident in the economic prospects and future growth potential of Oman's finance sector. The Company will continue to expand its financing activities through customer-focused and technology-driven strategies, while ensuring asset quality and sound risk management. The focus remains on creating sustainable value for shareholders through steady and profitable operations.

Acknowledgement

The Board extends its sincere appreciation to the Central Bank of Oman, the Financial Services Authority, shareholders, customers, and employees for their continued trust, support, and contribution to the success of Taageer Finance Company SAOG.

On Behalf of the Board of Directors

Said Safrar

Chairman