الغاز الوطنية
National Gas
Energizing Lives

Chairman's Report For the period ended 30th June 2026

Dear Shareholders,

On behalf of the Board of Directors of National Gas Company SAOG's, I am pleased to present the Director's Report for the period ending 30th June 2026. This report outlines the financial and operational performance of both the Group and the Parent Company during the reporting period.

Parent Company Performance

The Parent Company demonstrated revenue of ﷼ 5.37 million compared to ﷼ 5.57 million in the same period 2025. We have maintained our market share along with cost optimization initiative taken in previous years helped in achieving positive Operating Profit of ﷼ 32,148 as compared to Operating Loss of ﷼ 63,791 in same period of 2025.

The Parent Company reported an after-tax profit of ﷼ 102,268 as compared to loss of ﷼ 28,267 in same period of 2025. The 3-year transformation plan launch in 2023 produced this positive effect for the Company.

Group Performance

For six months of 2026, the Group achieved higher revenue of ﷼ 47.6 million as compared to ﷼ 43.7 million in the previous period of 2025 mainly due to higher volume and international LPG Price during the period. The Group recorded an after-tax profit of ﷼ 298,072, compared to after-tax loss of ﷼ 348,026 in the same period 2025.

The decrease in loss was primarily driven by improved performance of Parent and the profits achieved by our Malaysian subsidiary, the Kingdom of Saudi Arabia even though it is not positive mainly due to delays in project execution adversely impacted profitability. In Malaysia, LPG segment is maintaining the profitability.

Conclusion

While the Group faced pricing pressures in the Bulk LPG segment, regional project delays, and cost overruns due to underestimations, we remain encouraged by continued operational efficiencies, better price realisation, and disciplined cost management.

Looking ahead, we are optimistic about delivering improved performance in the rest of the year, driven by our strategic initiatives and enhanced project execution capabilities.

We reaffirm our commitment to operational excellence, regulatory compliance, and sustainable value creation. Our teams are focused on timely project delivery, upholding the highest standards of business conduct, and aligning global benchmarks of performance.

On behalf of the Board of Directors, I would like to express our sincere appreciation to His Majesty Sultan Haitham Bin Tarik, the Financial Services Authority, the Muscat Stock Exchange, the Ministry of Energy and Minerals, Energy Development of Oman, the Civil Defense and Ambulance Authority, the Ministry of Commerce, Industry and Investment Promotion (MOCIIP), and other regulatory bodies for their invaluable guidance and support. We are grateful for their contributions to enabling our operations and fostering a conducive business environment.

We would also like to extend our gratitude to our esteemed shareholders, employees, distributors, customers, and vendors. Your unwavering trust and support have been instrumental in our success. We hope to continue earning your faith and encouragement in the upcoming quarters.

Abdulla Suleiman Hamed Al Harthy
Chairman

SEPARATE AND CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2026

	Parent Company		Group	
	2026	2025	2026	2025
	﷼	﷼	﷼	﷼
ASSETS				
Non-current assets:				
Property, plant and equipment	**4,694,256**	5,630,315	**19,377,784**	20,558,551
Right-of-use assets	**152,873**	133,636	**2,437,857**	2,271,879
Financial assets at fair value through OCI	**1,288,738**	795,195	**1,288,738**	795,195
Investment in subsidiaries	**10,409,710**	10,509,710	**-**	-
Goodwill	**-**	-	**8,116,652**	7,842,699
Loan to related parties	**243,665**	195,185	**-**	-
Trade and other receivables	**172,585**	255,027	**172,585**	255,027
Total non-current assets	**16,961,826**	17,519,068	**31,393,616**	31,723,351
Current assets:				
Inventories	**839,051**	848,675	**1,581,916**	1,740,037
Trade and other receivables	**3,775,769**	3,665,105	**15,940,487**	12,634,675
Loan to related parties	**-**	42,748	**-**	-
Cash and bank balances	**32,547**	152,510	**3,148,942**	1,830,208
	4,647,367	4,709,038	**20,671,346**	16,204,920
Assets of disposal group / non-current assets classified as held-for-sale	**-**	-	**273,186**	545,131
Total current assets	**4,647,367**	4,709,038	**20,944,532**	16,750,051
Total assets	**21,609,193**	22,228,106	**52,338,147**	48,473,402
EQUITY AND LIABILITIES				
Capital and reserves:				
Share capital	**8,500,000**	8,500,000	**8,500,000**	8,500,000
Share premium	**1,787,632**	1,787,632	**1,787,632**	1,787,632
Legal reserve	**2,007,086**	1,996,859	**2,008,968**	1,999,141
Other reserves	**300,000**	300,000	**537,389**	529,447
Fair value reserve	**790,638**	311,143	**790,638**	311,143
Revaluation reserve	**2,979,098**	3,760,631	**3,384,573**	4,151,901
Foreign currency translation reserve	**-**	-	**(2,076,837)**	(2,532,482)
Retained earnings	**392,955**	522,314	**4,026,064**	4,387,719
Equity attributable to owners of the Parent Company	**16,757,409**	17,178,579	**18,958,427**	19,134,501
Non-controlling interest	**-**	-	**8,584,477**	8,282,582
Total equity	**16,757,409**	17,178,579	**27,542,904**	27,417,083
LIABILITIES				
Non-current liabilities:				
Non-current portion of lease liabilities	**150,598**	111,167	**2,248,049**	1,972,863
Staff terminal benefits	**203,907**	194,153	**245,077**	221,435
Deferred tax liability - net	**157,779**	341,436	**1,768,840**	2,136,556
Non-current portion of borrowings	**397,496**	530,000	**523,328**	783,265
Total non-current liabilities	**909,780**	1,176,756	**4,785,294**	5,114,119
Current liabilities:				
Accounts payable and accruals	**1,232,640**	1,336,575	**9,858,636**	7,942,389
Current portion of lease liabilities	**46,844**	59,264	**293,114**	330,052
Bank overdrafts	**341,647**	393,226	**341,647**	393,226
Current portion of borrowings	**2,320,873**	2,083,706	**9,280,823**	7,234,077
Provision for taxation	**-**	-	**202,533**	8,879
	3,942,004	3,872,771	**19,976,753**	15,908,623
Liabilities directly associated with disposal group classified as held-for-sale	**-**	-	**33,196**	33,577
Total current liabilities	**3,942,004**	3,872,771	**20,009,949**	15,942,200
Total liabilities	**4,851,784**	5,049,527	**24,795,243**	21,056,319
Total equity and liabilities	**21,609,193**	22,228,106	**52,338,147**	48,473,402
Net assets per share	**0.197**	0.202	**0.223**	0.225

SEPARATE AND CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2026

	Parent Company		Group	
	2026	2025	2026	2025
	﷼	﷼	﷼	﷼
Revenue	**5,375,335**	5,573,828	**47,585,350**	43,741,406
Cost of revenue	**(4,767,000)**	(5,063,665)	**(45,030,540)**	(42,085,963)
Gross profit	**608,335**	510,163	**2,554,810**	1,655,443
Administrative and selling expenses	**(576,187)**	(573,954)	**(1,797,427)**	(1,783,064)
Operating profit / (loss)	**32,148**	(63,791)	**757,383**	(127,621)
Other income - net	**175,294**	106,040	**186,224**	135,201
Finance costs	**(92,907)**	(70,516)	**(421,232)**	(331,184)
Provision for expected credit losses on trade receivables	**-**	-	**(51,331)**	(15,000)
(Loss) / profit before tax	**114,535**	(28,267)	**471,044**	(338,604)
Income tax	**(12,267)**	-	**(159,013)**	8,236
(Loss) / profit after tax from continuing operations	**102,268**	(28,267)	**312,031**	(330,368)
Loss from discontinued operations	**-**	-	**(13,959)**	(17,658)
(Loss) / profit for the period	**102,268**	(28,267)	**298,072**	(348,026)
Other comprehensive income / (loss)				
Items that will not be reclassified subsequently to profit or loss:				
Changes in fair value of financial assets at fair value through OCI	**264,244**	(49,260)	**264,244**	(49,260)
Acquisition of subsidiary	**-**	-	**-**	59,108
Items that may be reclassified subsequently to profit or loss:				
Exchange difference on translation of foreign operations	**-**	-	**(82,051)**	1,149,479
Other comprehensive (loss) / income	**264,244**	(49,260)	**182,193**	1,159,327
Total comprehensive (loss) / profit for the period	**366,512**	(77,527)	**480,265**	811,301
Owners of the Parent Company	**102,268**	(28,267)	**147,913**	(328,974)
Non-controlling interest	**-**	-	**150,159**	(19,052)
Total (loss) / profit	**102,268**	(28,267)	**298,072**	(348,026)
Total comprehensive (loss) / income attributable to:				
Owners of the Parent Company	**366,512**	(77,527)	**356,347**	308,954
Non-controlling interest	**-**	-	**123,918**	502,347
Total comprehensive (loss) / income	**366,512**	(77,527)	**480,265**	811,301
Basic and diluted (loss) / earnings per share:				
From continuing operations	**0.001**	(0.000)	**0.002**	(0.004)
From discontinued operations	**-**	-	**(0.0002)**	(0.0002)
Total (loss) / earnings per share	**0.001**	(0.000)	**0.002**	(0.004)