# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed interim financial statements

## 30 June 2026


**Registered address:**

P.O. Box 39
Postal Code 103
Bareeq Al Shatti
Sultanate of Oman

**Principal place of business:**

Hai Asam
Barka
Sultanate of Oman

# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed interim financial statements

*30 June 2026*

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# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed income statement

*for the six month period ended 30 June*

| | *Notes* | **2026 ﷼'000s** | **2026 USD'000s** | 2025 ﷼'000s | 2025 USD'000s |
|---|---|---|---|---|---|
| Revenues | | **44,456** | **115,619** | 44,355 | 115,357 |
| Direct costs | *3* | **(33,444)** | **(86,979)** | (32,528) | (84,599) |
| **Gross profit** | | **11,012** | **28,640** | 11,827 | 30,758 |
| Other income | | **323** | **840** | 297 | 773 |
| General and administrative expenses | *4* | **(525)** | **(1,370)** | (488) | (1,268) |
| Impairment on assets | *7* | **(29,765)** | **(77,412)** | - | - |
| **Profit/(loss) before interest and tax** | | **(18,955)** | **(49,302)** | 11,636 | 30,263 |
| Finance costs | *5 (a)* | **(1,492)** | **(3,878)** | (2,181) | (5,673) |
| Finance income | *5 (b)* | **7** | **18** | 8 | 21 |
| **Profit/(loss) before tax** | | **(20,440)** | **(53,162)** | 9,463 | 24,611 |
| Taxation | *6* | **3,011** | **7,832** | (1,397) | (3,633) |
| **Net profit/(loss) for the period** | | **(17,429)** | **(45,330)** | 8,066 | 20,978 |
| **Earnings per share** | | | | | |
| Basic earnings per share (﷼ /USD) | *19* | **(0.024)** | **(0.063)** | 0.011 | 0.029 |

The attached notes 1 to 19 form part of these condensed interim financial statements.

# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed statement of profit or loss and other comprehensive income

*for the six month period ended 30 June*

| | **2026 '000s** | **2026 USD'000s** | 2025 '000s | 2025 USD'000s |
|---|---|---|---|---|
| **Net profit/(loss) for the period** | **(17,429)** | **(45,330)** | 8,066 | 20,978 |
| **Other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods (net of tax):** | | | | |
| Cash flow hedges - effective portion of changes in fair value | **(138)** | **(359)** | 602 | 1,567 |
| **Total comprehensive (loss) income for the period** | **(17,567)** | **(45,689)** | 8,668 | 22,545 |

The attached notes 1 to 19 form part of these condensed interim financial statements.

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# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed statement of financial position

*as at*

| | Notes | 30 June 2026 ﷼'000s | 30 June 2026 USD'000s | Audited 31 December 2025 ﷼'000s | Audited 31 December 2025 USD'000s |
|---|---|---|---|---|---|
| **Assets** | | | | | |
| **Non-current assets** | | | | | |
| Property, plant and equipment | *7* | **183,926** | **478,354** | 217,683 | 566,149 |
| Right-of-use assets | *8* | **285** | **737** | 358 | 926 |
| Derivative financial instruments | | **12** | **32** | 169 | 441 |
| **Total non-current assets** | | **184,223** | **479,123** | 218,210 | 567,516 |
| **Current assets** | | | | | |
| Inventories | | **2,687** | **6,988** | 2,899 | 7,539 |
| Trade and other receivables | *9* | **12,066** | **31,382** | 6,463 | 16,809 |
| Derivative financial instruments | | **134** | **348** | 199 | 517 |
| Cash and cash equivalents | *10* | **8,835** | **22,979** | 2,764 | 7,190 |
| **Total current assets** | | **23,722** | **61,697** | 12,325 | 32,055 |
| **Total assets** | | **207,945** | **540,820** | 230,535 | 599,571 |
| **Equity and liabilities** | | | | | |
| **Equity** | | | | | |
| Share capital | *12(a)* | **71,441** | **185,801** | 71,441 | 185,801 |
| Legal reserve | *12(b)* | **14,420** | **37,503** | 14,420 | 37,503 |
| Retained earnings | | **42,160** | **109,648** | 61,018 | 158,694 |
| **Equity before hedging reserve** | | **128,021** | **332,952** | 146,879 | 381,998 |
| Hedging reserve | *12(c)* | **(317)** | **(825)** | (179) | (466) |
| **Equity** | | **127,704** | **332,127** | 146,700 | 381,532 |
| **Liabilities** | | | | | |
| **Non-current liabilities** | | | | | |
| Term loans | *13* | **19,882** | **51,710** | 22,871 | 59,481 |
| Lease liabilities | *11* | **152** | **396** | 325 | 845 |
| Derivative financial instruments | | **212** | **550** | 302 | 786 |
| Deferred tax liability | | **22,076** | **57,416** | 26,727 | 69,514 |
| Asset retirement obligation | | **454** | **1,180** | 441 | 1,147 |
| **Total non-current liabilities** | | **42,776** | **111,252** | 50,666 | 131,773 |
| **Current liabilities** | | | | | |
| Current tax liabilities | | **1,616** | **4,202** | 3,067 | 7,977 |
| Trade and other payables | *14* | **12,918** | **33,601** | 9,857 | 25,639 |
| Derivative financial instruments | | **308** | **800** | 277 | 720 |
| Lease liabilities | *11* | **179** | **465** | 175 | 454 |
| Short term borrowings | | **2,250** | **5,852** | - | - |
| Term loans | *13* | **20,194** | **52,521** | 19,793 | 51,476 |
| **Total current liabilities** | | **37,465** | **97,441** | 33,169 | 86,266 |
| **Total liabilities** | | **80,241** | **208,693** | 83,835 | 218,039 |
| **Total equity and liabilities** | | **207,945** | **540,820** | 230,535 | 599,571 |
| **Net assets per share (Baizas / cents) - adjusted** | *18* | **179.20** | **466.05** | 205.60 | 534.71 |

The financial statements were approved and authorised for issue in accordance with a resolution of the Board of Directors on 29 July 2026.

Signed by: Julien Diaz 66961922F37442F...

Chairperson

Signed by: Ravinder Soin EE68EF901B2A46B...

Director

The attached notes 1 to 19 form part of these condensed interim financial statements.

# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed statement of cash flows

*for the six month period ended 30 June*

| | Notes | 2026 ﷼'000s | 2026 USD'000s | 2025 ﷼'000s | 2025 USD'000s |
|---|---|---|---|---|---|
| **Cash flows from operating activities:** | | | | | |
| Profit/(loss) before tax | | **(20,440)** | **(53,162)** | 9,463 | 24,611 |
| *Adjustments for:* | | | | | |
| Depreciation | | **4,089** | **10,634** | 4,085 | 10,624 |
| Finance costs | | **1,492** | **3,878** | 2,181 | 5,673 |
| Finance income | | **(7)** | **(18)** | (8) | (21) |
| Impairment on assets | | **29,765** | **77,412** | **-** | **-** |
| Gain on disposals | | **(2)** | **(6)** | (1) | (2) |
| Other income | | **(323)** | **(840)** | (297) | (773) |
| **Cash from operations before working capital changes** | | **14,574** | **37,898** | 15,423 | 40,112 |
| ***Changes in :*** | | | | | |
| Trade and other receivables | | **(5,281)** | **(13,733)** | (5,016) | (13,046) |
| Inventories | | **212** | **550** | 38 | 99 |
| Trade and other payables | | **3,076** | **8,001** | 3,988 | 10,374 |
| **Cash generated from operating activities** | | **12,581** | **32,716** | 14,433 | 37,539 |
| Income tax paid | | **(3,067)** | **(7,977)** | (2,571) | (6,688) |
| **Net cash flows generated from operating activities** | | **9,514** | **24,739** | 11,862 | 30,851 |
| **Cash flows from investing activities:** | | | | | |
| Acquisition of property, plant and equipment | | **(24)** | **(63)** | (171) | (444) |
| Sale proceeds from property, plant and equipment | | **2** | **7** | 2 | 4 |
| **Net cash flows (used in) investing activities** | | **(22)** | **(56)** | (169) | (440) |
| **Cash flows from financing activities:** | | | | | |
| Finance costs paid | | **(1,375)** | **(3,576)** | (1,972) | (5,129) |
| Repayment of term loans | | **(2,706)** | **(7,034)** | (2,323) | (6,042) |
| Proceeds of short term borrowings - net | | **2,250** | **5,852** | 550 | 1,430 |
| Dividend paid | | **(1,429)** | **(3,716)** | (1,429) | (3,716) |
| Lease payments - Principal | | **(168)** | **(437)** | (73) | (190) |
| Interest received | | **7** | **17** | 8 | 20 |
| **Net cash flows (used in) financing activities** | | **(3,421)** | **(8,894)** | (5,239) | (13,627) |
| **Net change in cash and cash equivalents** | | **6,071** | **15,789** | 6,454 | 16,784 |
| **Cash and cash equivalents at beginning of the period** | *10* | **2,764** | **7,190** | 2,619 | 6,811 |
| **Cash and cash equivalents at end of the period** | *10* | **8,835** | **22,979** | 9,073 | 23,595 |

The attached notes 1 to 19 form part of these condensed interim financial statements.

# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed statement of changes in equity

*for the six month period ended 30 June*

| | Share capital ﷼'000s | Legal reserve ﷼'000s | Retained earnings ﷼'000s | Hedging reserve ﷼'000s | Total ﷼'000s |
|---|---|---|---|---|---|
| **Balance at 1 January 2026** | **71,441** | **14,420** | **61,018** | **(179)** | **146,700** |
| *Total comprehensive income/(loss) for the period* | | | | | |
| Net profit/(loss) for the period | **-** | **-** | **(17,429)** | **-** | **(17,429)** |
| *Other comprehensive income (loss) for the period net of income tax* | | | | | |
| Cash flow hedges - effective portion of changes in fair value | **-** | **-** | **-** | **(138)** | **(138)** |
| Total comprehensive income/(loss) for the period | **-** | **-** | **(17,429)** | **(138)** | **(17,567)** |
| *Transaction with owners of the Company* | | | | | |
| *Contribution and distribution* | | | | | |
| Dividend | **-** | **-** | **(1,429)** | **-** | **(1,429)** |
| *Total transaction with owners of the Company* | **-** | **-** | **(1,429)** | **-** | **(1,429)** |
| **Balance at 30 June 2026** | **71,441** | **14,420** | **42,160** | **(317)** | **127,704** |
| | | | | | |
| Balance at 1 January 2025 | 71,441 | 12,791 | 51,354 | (528) | 135,058 |
| *Total comprehensive income/(loss) for the period* | | | | | |
| Net profit/(loss) for the period | - | - | 8,066 | - | 8,066 |
| *Other comprehensive income/(loss) for the period net of income tax* | | | | | |
| *Cash flow hedges - effective portion of changes in fair value* | - | - | - | 602 | 602 |
| Total comprehensive income/(loss) for the period | - | - | 8,066 | 602 | 8,668 |
| *Transaction with owners of the Company* | | | | | |
| *Contribution and distribution* | | | | | |
| Dividend | - | - | (1,429) | - | (1,429) |
| *Total transaction with owners of the Company* | - | - | (1,429) | - | (1,429) |
| Balance at 30 June 2025 | 71,441 | 12,791 | 57,991 | 74 | 142,297 |

The attached notes 1 to 19 form part of these condensed interim financial statements.

# AL SUWADI POWER COMPANY SAOG

## Unaudited condensed statement of changes in equity

*for the six month period ended 30 June*

| | Share capital USD'000s | Legal reserve USD'000s | Retained earnings USD'000s | Hedging reserve USD'000s | Total USD'000s |
|---|---|---|---|---|---|
| **Balance at 1 January 2026** | **185,801** | **37,503** | **158,694** | **(466)** | **381,532** |
| *Total comprehensive income/(loss) for the period* | | | | | |
| Net profit/(loss) for the period | **-** | **-** | **(45,330)** | **-** | **(45,330)** |
| *Other comprehensive income/(loss) for the period net of income tax* | | | | | |
| Cash flow hedges - effective portion of changes in fair value | **-** | **-** | **-** | **(359)** | **(359)** |
| Total comprehensive income/(loss) for the period | **-** | **-** | **(45,330)** | **(359)** | **(45,689)** |
| *Transaction with owners of the Company* | | | | | |
| *Contribution and distribution* | | | | | |
| Dividend | **-** | **-** | **(3,716)** | **-** | **(3,716)** |
| *Total transaction with owners of the Company* | **-** | **-** | **(3,716)** | **-** | **(3,716)** |
| **Balance at 30 June 2026** | **185,801** | **37,503** | **109,648** | **(825)** | **332,127** |
| Balance at 1 January 2025 | 185,801 | 33,265 | 133,561 | (1,371) | 351,256 |
| *Total comprehensive income/(loss) for the period* | | | | | |
| Net profit/(loss) for the period | - | - | 20,978 | - | 20,978 |
| *Other comprehensive income/(loss) for the period net of income tax* | | | | | |
| *Cash flow hedges - effective portion of changes in fair value* | - | - | - | 1,567 | 1,567 |
| Total comprehensive income/(loss) for the period | - | - | 20,978 | 1,567 | 22,545 |
| *Transaction with owners of the Company* | | | | | |
| *Contribution and distribution* | | | | | |
| Dividend | - | - | (3,716) | - | (3,716) |
| *Total transaction with owners of the Company* | - | - | (3,716) | - | (3,716) |
| Balance at 30 June 2025 | 185,801 | 33,265 | 150,823 | 196 | 370,085 |

The attached notes 1 to 19 form part of these condensed interim financial statements.

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

**1 Legal status and principal activities**

Al Suwadi Power Company (the "Company") was registered as a closed Omani Joint Stock Company ("SAOC") on 2 August 2010 under the Commercial Companies Law of Oman. Subsequently, the Company was converted to a Public Joint Stock Company ("SAOG") and was listed on the Muscat Stock Exchange on 23 June 2014.

The Company's objectives are to develop, finance, design, construct, operate, maintain, insure and own a power generating facility (the Barka 3 Power Plant with a capacity of about 736.53 MW), and associated gas interconnection facilities and other relevant infrastructure; to make available the demonstrated power capacity; and to sell the electrical energy generated to Oman Power and Water Procurement Company SAOC. Accordingly, the Plant is considered and managed as one reportable segment. Commercial Operation of the Plant was achieved by the Company on 4 April 2013.

**2 Basis of preparation and significant accounting policies**

Basis of preparation

*(a) Statement of compliance*

These condensed interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting, applicable requirements of the Commercial Companies Law of the Sultanate of Oman (as amended) ("CCL") and disclosure requirements of the Financial Services Authority of the Sultanate of Oman ("FSA"). Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the last annual financial statements as at and for the year ended 31 December 2025. The condensed interim financial statements do not include all information required for full annual financial statements prepared in accordance with International Financial Reporting Standards (IFRSs).

*(b) Basis of measurement*

These condensed interim financial statements are prepared on historical cost basis except for provision for asset retirement obligation and deferred finance costs which are measured at amortised cost and certain financial instruments which are measured at fair value.

*(c) Use of estimates and judgements*

The preparation of the financial statements in conformity with IFRSs requires the management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in these condensed interim financial statements are same as those that were applied to the financial statements as at and for the year ended 31 December 2025.

*(d) Presentation and functional currency*

These condensed financial statements are presented in United States Dollars ("USD"), which is the Company's functional currency, and also in Rial Omani ("RO") for local regulatory requirements. The Omani Rial amounts, which are presented in these financial statements have been translated from the USD amounts at an exchange rate of USD 1 = ﷼ 0.3845. All amounts have been rounded to the nearest thousand (﷼ '000 and USD '000) except where otherwise stated.

Change in significant accounting policies

The significant accounting policies applied by the Company in these condensed interim financial statements are consistent with those applied by the Company in its financial statements as at and for the year ended 31 December 2025.

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

| | | 30 June 2026 ﷼'000s | 30 June 2026 USD'000s | 30 June 2025 ﷼'000s | 30 June 2025 USD'000s |
|---|---|---|---|---|---|
| **3.** | **Direct costs** | | | | |
| | Fuel gas | **24,207** | **62,958** | 24,141 | 62,785 |
| | Depreciation on property, plant and equipment (note 7) | **4,012** | **10,435** | 4,010 | 10,431 |
| | Operation and maintenance ("O&M") fees (note 15) | **3,961** | **10,302** | 3,891 | 10,121 |
| | Insurance | **271** | **705** | 274 | 713 |
| | Custom duties (note 15) | **170** | **442** | - | - |
| | Fuel oil | **50** | **129** | 36 | 93 |
| | Depreciation on right of use assets (note 8) | **73** | **189** | 73 | 189 |
| | Grid connection fee | **7** | **17** | 7 | 19 |
| | Other O&M expenses | **693** | **1,802** | 96 | 248 |
| | | **33,444** | **86,979** | 32,528 | 84,599 |
| **4.** | **General and administrative expenses** | | | | |
| | Public company related costs | **81** | **211** | 79 | 205 |
| | Secondment fees (note 15) | **146** | **381** | 147 | 383 |
| | Employment costs | **116** | **301** | 84 | 217 |
| | Corporate social responsibility | **27** | **70** | 12 | 30 |
| | Agency fees | **30** | **78** | 30 | 77 |
| | Directors' sitting fees (note 15) | **13** | **34** | 10 | 27 |
| | Office rent | **9** | **25** | 9 | 25 |
| | Depreciation on property, plant and equipment (note 7) | **4** | **10** | 2 | 4 |
| | Other general and administrative expenses | **99** | **260** | 115 | 300 |
| | | **525** | **1,370** | 488 | 1,268 |
| **5 (a)** | **Finance costs** | | | | |
| | Interest on term loans and swap interests | **1,246** | **3,240** | 1,760 | 4,578 |
| | Amortisation of deferred finance costs | **119** | **309** | 203 | 529 |
| | Debt Service Reserve Account ("DSRA") LC cost (note 15) | **67** | **174** | 68 | 176 |
| | Interest on short term borrowings | **48** | **125** | 55 | 142 |
| | Asset retirement obligation - unwinding of discount | **13** | **33** | 11 | 29 |
| | Interest on lease liabilities | **11** | **29** | 16 | 43 |
| | Exchange loss (gain) | **(12)** | **(32)** | 68 | 176 |
| | | **1,492** | **3,878** | 2,181 | 5,673 |
| **5 (b)** | **Finance income** | | | | |
| | Interest income | **7** | **18** | 8 | 21 |
| | | **7** | **18** | 8 | 21 |
| **6** | **Taxation** | | | | |
| | Current tax expense | **(1,616)** | **(4,202)** | (1,487) | (3,866) |
| | Deferred tax expense relating to temporary differences | **162** | **422** | 90 | 233 |
| | Deferred tax credit relating to impairment | **4,465** | **11,612** | - | - |
| | | **3,011** | **7,832** | (1,397) | (3,633) |

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

### 7. Property, plant and equipment

| | Property, plant and equipment '000s | Technical Spares '000s | Other assets '000s | Capital Work-in-progress '000s | Total '000s |
|---|---|---|---|---|---|
| **Cost** | | | | | |
| **1 January 2026** | **318,644** | **1,731** | **102** | **14** | **320,491** |
| **Addition during the period** | **-** | **10** | **14** | **-** | **24** |
| **Disposal during the period** | **-** | **-** | **(11)** | **-** | **(11)** |
| **Transfer** | **-** | **-** | **14** | **(14)** | **-** |
| **Impairment during the period** | **(29,765)** | **-** | **-** | **-** | **(29,765)** |
| **30 June 2026** | **288,879** | **1,741** | **119** | **(0)** | **290,739** |
| **Depreciation** | | | | | |
| **1 January 2026** | **101,878** | **831** | **99** | **-** | **102,808** |
| **Charge during the period** | **3,977** | **35** | **4** | **-** | **4,016** |
| **Disposal during the period** | **-** | **-** | **(11)** | **-** | **(11)** |
| **30 June 2026** | **105,855** | **866** | **92** | **-** | **106,813** |
| **Carrying amount** | | | | | |
| **30 June 2026** | **183,024** | **875** | **27** | **(0)** | **183,926** |
| 31 December 2025 | 216,766 | 900 | 3 | 14 | 217,683 |

| | Property, plant and equipment USD'000s | Technical Spares USD'000s | Other assets USD'000s | Capital Work-in-progress USD'000s | Total USD'000s |
|---|---|---|---|---|---|
| **Cost** | | | | | |
| **1 January 2026** | **828,722** | **4,504** | **265** | **37** | **833,528** |
| **Addition during the period** | **-** | **26** | **37** | **-** | **63** |
| **Disposal during the period** | **-** | **-** | **(29)** | **-** | **(29)** |
| **Transfer** | **-** | **-** | **37** | **(37)** | **-** |
| **Impairment during the period** | **(77,412)** | **-** | **-** | **-** | **(77,412)** |
| **30 June 2026** | **751,310** | **4,530** | **310** | **0** | **756,150** |
| **Depreciation** | | | | | |
| **1 January 2026** | **264,960** | **2,159** | **260** | **-** | **267,379** |
| **Charge during the period** | **10,344** | **91** | **10** | **-** | **10,445** |
| **Disposal during the period** | **-** | **-** | **(28)** | **-** | **(28)** |
| **30 June 2026** | **275,304** | **2,250** | **242** | **-** | **277,796** |
| **Carrying amount** | | | | | |
| **30 June 2026** | **476,006** | **2,280** | **68** | **0** | **478,354** |
| 31 December 2025 | 563,762 | 2,345 | 5 | 37 | 566,149 |

The term loan facilities are secured by comprehensive legal and commercial mortgages on all the assets of the Company (note 13).

The Company's plant is constructed on land leased from the Ministry of Housing (note 8). The Company has leased out the entire property, plant and equipment under operating lease.

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

**7. Property, plant and equipment** *(continued)*

The Company assesses at each reporting date whether there are indicators that its non-financial assets may be impaired in accordance with IAS 36 Impairment of Assets. Where such indicators exist, the recoverable amount of the asset or cash-generating unit ("CGU") is estimated.

The recoverable amount of the CGU is the higher of its value in use ("VIU") and fair value less costs of disposal. For the current period, the recoverable amount has been determined based on value-in-use calculations. This requires the Company to estimate the future cash flows expected to be derived from the CGU and to apply an appropriate discount rate to determine their present value. The CGU represents the Company's power generation assets, comprising property, plant and equipment.

The value-in-use calculations are based on post-tax cash flow projections derived from financial budgets approved by management and are adjusted for expected inflation.

On 7 April 2026, the Company signed a new Power Purchase Agreement ("PPA") with Nama Power and Water Procurement Company (PWP). The new Power Purchase Agreement ("PPA"), will commence on 1 April 2028 upon expiry of the existing PPA and will remain in force for a period of 15 years until 31 March 2043, with new commercial terms. The signing of the new PPA provides greater certainty over future cash flows and has been incorporated into the impairment assessment.

Based on the revised cash flow projections reflecting the terms of the new PPA, the Company recorded an impairment loss of USD 77.41 million in the condensed interim financial statements for the period ended 31 March 2026. In addition, a deferred tax credit of USD 11.61 million has been recognised in relation to the impairment loss.

Assumptions used in the assessment are as follows:
(i) Cashflow forecasted till 2053;
(ii) Growth rate of 1.5% for costs and indexation in revenue from 2031; &
(iii) Discount rate of 7.8%

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

**8. Right-of-use assets**

| | Connection Equipment ﷼'000s | Site Rent ﷼'000s | Total ﷼'000s |
|---|---|---|---|
| **Cost** | | | |
| **1 January 2026** | **1,100** | **274** | **1,374** |
| **Addition during the period** | **-** | **-** | **-** |
| **30 June 2026** | **1,100** | **274** | **1,374** |
| **Depreciation** | | | |
| **1 January 2026** | **960** | **56** | **1,016** |
| **Charge during the period** | **69** | **4** | **73** |
| **30 June 2026** | **1,029** | **60** | **1,089** |
| **Carrying amount** | | | |
| **30 June 2026** | **71** | **214** | **285** |
| 31 December 2025 | 140 | 218 | 358 |

| | Connection Equipment USD'000s | Site Rent USD'000s | Total USD'000s |
|---|---|---|---|
| **Cost** | | | |
| **1 January 2026** | **2,861** | **713** | **3,574** |
| **Addition during the period** | **-** | **-** | **-** |
| **30 June 2026** | **2,861** | **713** | **3,574** |
| **Depreciation** | | | |
| **1 January 2026** | **2,505** | **143** | **2,648** |
| **Charge during the period** | **179** | **10** | **189** |
| **30 June 2026** | **2,684** | **153** | **2,837** |
| **Carrying amount** | | | |
| **30 June 2026** | **177** | **560** | **737** |
| 31 December 2025 | 356 | 570 | 926 |

The Company has elected not to recognize right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Company recognizes the lease payment associated with these leases as an expense on a straight-line basis over the lease term.

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

| | | | Audited | Audited |
|---|---|---|---|---|
| | **30 June 2026** | **30 June 2026** | 31 December 2025 | 31 December 2025 |
| | **﷼'000s** | **USD'000s** | ﷼'000s | USD'000s |
| **9. Trade and other receivables** | | | | |
| Trade receivables | **10,737** | **27,924** | 4,597 | 11,956 |
| Other receivables | **1,318** | **3,428** | 1,538 | 3,999 |
| Prepayments | **11** | **30** | 314 | 816 |
| Accrued income | **-** | **-** | 14 | 38 |
| | **12,066** | **31,382** | 6,463 | 16,809 |

| | | | Audited | Audited |
|---|---|---|---|---|
| | **30 June 2026** | **30 June 2026** | 31 December 2025 | 31 December 2025 |
| | **﷼'000s** | **USD'000s** | ﷼'000s | USD'000s |
| **10. Cash and cash equivalents** | | | | |
| Cash in hand | **1** | **2** | - | 1 |
| Cash at bank | **8,100** | **21,067** | 2,764 | 7,189 |
| Short term deposit (less than 3 months) | **734** | **1,910** | - | - |
| | **8,835** | **22,979** | 2,764 | 7,190 |

**11. Lease liabilities**

Lease liabilities included in the statement of financial position as:

| | | | | |
|---|---|---|---|---|
| Current lease liabilities | **179** | **465** | 175 | 454 |
| Non-current lease liabilities | **152** | **396** | 325 | 845 |
| | **331** | **861** | 500 | 1,299 |

| | **Contractual Undiscounted Cash flows ﷼'000s** | **Present value of lease payments ﷼'000s** | **Contractual Undiscounted Cash flows USD'000s** | **Present value of lease payments USD'000s** |
|---|---|---|---|---|
| **30 June 2026** | | | | |
| Within one year | **197** | **179** | **512** | **465** |
| In 2 to 5 years | **70** | **18** | **182** | **47** |
| More than 5 years | **382** | **134** | **993** | **349** |
| **Lease liabilities** | **649** | **331** | **1,687** | **861** |

The Company has leased land for plant premises and lease term includes the renewal terms. The Company is restricted from assigning and subleasing the leased assets.

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

### 12. Equity

*(a)* Share capital

The details of the shareholders are as follows:

| | Nationality | No. of shares held of nominal value 100 Bzs. each | % of total | Aggregate nominal value of shares held ﷼ '000 |
|---|---|---|---|---|
| **30 June 2026** | | | | |
| Kahrabel FZE | **UAE** | **213,607,492** | **29.90%** | **21,361** |
| Middle East Investment LLC | **Omani** | **102,160,110** | **14.30%** | **10,216** |
| Social Protection Fund | **Omani** | **71,095,891** | **9.95%** | **7,110** |
| Sojitz Global Investment B.V. | **Netherlands** | **51,080,055** | **7.15%** | **5,108** |
| SEP International Netherlands B.V. | **Netherlands** | **51,080,055** | **7.15%** | **5,108** |
| Shareholders with less than 5% shareholding | | **225,382,737** | **31.55%** | **22,538** |
| | | **714,406,340** | **100.00%** | **71,441** |
| **Nominal value in USD '000** | | | | **185,801** |
| 31 December 2025 | | | | |
| Kahrabel FZE | | 213,607,492 | 29.90% | 21,361 |
| Middle East Investment LLC | | 102,160,110 | 14.30% | 10,216 |
| Social Protection Fund | | 71,095,891 | 9.95% | 7,110 |
| Sojitz Global Investment B.V. | | 51,080,055 | 7.15% | 5,108 |
| SEP International Netherlands B.V. | | 51,080,055 | 7.15% | 5,108 |
| Shareholders with less than 5% shareholding | | 225,382,737 | 31.55% | 22,538 |
| | | 714,406,340 | 100.00% | 71,441 |
| Nominal value in USD '000 | | | | 185,801 |

The Company has authorized, issued and paid-up share capital of ﷼ 71,440,634 consisting of 714,406,340 shares of ﷼ 0.1 each (31 December 2025: ﷼ 71,440,634 consisting of 714,406,340 shares of ﷼ 0.1 each).

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at general meetings of the Company. All shares rank equally with regard to the Company's residual assets.

*(b)* Legal reserve

Article 132 of the Commercial Companies Law requires that 10% of Company's net profit, after deduction of taxes for establishing a legal reserve until such legal reserve amounts to at least one-third of the Company's share capital.

*(c)* Hedging reserve

Hedging reserve comprises the effective portion of the cumulative net change in the fair value of cash flow hedging instruments related to hedged transactions that have not yet occurred.

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

| | | 30 June 2026 ﷼'000s | 30 June 2026 USD'000s | Audited 31 December 2025 ﷼'000s | Audited 31 December 2025 USD'000s |
|---|---|---|---|---|---|
| **13.** | **Term loans** | | | | |
| | Term loans | **40,179** | **104,500** | 42,886 | 111,535 |
| | Less: current portion of term loan | **(20,194)** | **(52,521)** | (19,793) | (51,476) |
| | Non-current portion of term loan | **19,985** | **51,979** | 23,093 | 60,059 |
| | Less: unamortised deferred finance cost | **(103)** | **(269)** | (222) | (578) |
| | | **19,882** | **51,710** | 22,871 | 59,481 |

On 16 September 2010, the Company entered into a CTA, for credit facilities with a consortium of international banks, export credit agencies and a local bank, with Credit Agricole Corporate & Investment Bank as the Global Facility Agent, Offshore Security Trustee, Offshore Account Bank, KEXIM Facility Agent and Commercial Facility Agent; with Bank Muscat SAOG as Onshore Security Agent and Onshore Account Bank; and with KfW IPEX Bank GmbH as the Hermes Facility Agent.

At 30 June 2026 and 31 December 2025, the outstanding amounts were as follows:

| | | | | |
|---|---|---|---|---|
| Commercial Facility | **32,017** | **83,270** | 33,892 | 88,146 |
| Hermes Covered Variable Facility | **3,022** | **7,859** | 3,329 | 8,658 |
| KEXIM Direct Facility | **2,153** | **5,601** | 2,373 | 6,170 |
| Hermes Covered Fixed Facility | **1,859** | **4,836** | 2,049 | 5,328 |
| KEXIM Covered Facility | **1,128** | **2,934** | 1,243 | 3,233 |
| | **40,179** | **104,500** | 42,886 | 111,535 |

Commercial Facility was fully refinanced on 31 January 2024 by a local Omani bank. The final maturity in respect of the refinanced Commercial Facility will be 30 September 2027; and in respect of all other Facilities, same as before of 31 March 2027. Thus, there will be no outstanding of any loan post the current PPA period ending on 31 March 2028. The cash sweep clause is eliminated in entirely for the balance tenor of the loan.

**14. Trade and other payables**

| | | | | |
|---|---|---|---|---|
| Fuel gas payable and accrual | **9,302** | **24,192** | 7,061 | 18,365 |
| Due to related parties (note 15) | **1,780** | **4,630** | 1,217 | 3,165 |
| Accrued finance cost | **425** | **1,106** | 463 | 1,204 |
| Other payables and accruals | **1,411** | **3,673** | 1,116 | 2,905 |
| | **12,918** | **33,601** | 9,857 | 25,639 |

**15. Related party transactions**

Related parties comprise the shareholders, directors, key management personnel, business entities that have the ability to control or exercise significant influence over financial and operating decisions of the Company and entities over which certain shareholders are able to exercise significant influence. Prices and terms of these transactions, which are entered into in the normal course of business, are on mutually agreed terms and conditions.

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

**15. Related party transactions** *(continued)*

**Key management benefits**

Key management personnel are those having authority for planning, directing and controlling the activities of the Company, directly or indirectly, including any director (whether executive or otherwise). Total compensation paid to key management personnel for the six month period ended are as follows:

| | **30 June 2026 ﷼'000s** | **30 June 2026 USD'000s** | 30 June 2025 ﷼'000s | 30 June 2025 USD'000s |
|---|---|---|---|---|
| Key management benefits | **146** | **381** | 147 | 383 |

The Company had the following transactions with related parties during the six month period ended:

| | **30 June 2026 ﷼'000s** | **30 June 2026 USD'000s** | 30 June 2025 ﷼'000s | 30 June 2025 USD'000s |
|---|---|---|---|---|
| The nature of the above transactions is as follows: | | | | |
| **Entities controlled by the group having significant influence** | | | | |
| Operation and maintenance ("O&M") fees (note 3) | **3,961** | **10,302** | 3,891 | 10,121 |
| Other O&M expenses | **373** | **970** | 53 | 138 |
| Custom duties (note 3) | **170** | **442** | - | - |
| Secondment fees (note 4) | **76** | **200** | 80 | 209 |
| Plant, capital spares and technical spares | **41** | **107** | 2 | 6 |
| DSRA LC cost [note 5(a)] | **31** | **80** | 31 | 81 |
| Professional fees | **14** | **37** | 73 | 189 |
| Backcharge and other expenses | **5** | **14** | 0 | 1 |
| Others | **188** | **488** | 239 | 618 |
| **Other related parties** | | | | |
| Sharing of costs | **107** | **277** | 104 | 271 |
| Secondment fees (note 4) | **70** | **181** | 67 | 174 |
| DSRA LC cost [note 5(a)] | **36** | **94** | 37 | 95 |
| Others | **11** | **28** | 6 | 15 |
| **Directors' remuneration and sitting fees (note 4)** | **13** | **34** | 10 | 27 |
| | **5,096** | **13,254** | 4,593 | 11,945 |

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

**15. Related party transactions** *(continued)*

| | **30 June 2026 ﷼'000s** | **30 June 2026 USD'000s** | Audited 31 December 2025 ﷼'000s | Audited 31 December 2025 USD'000s |
|---|---|---|---|---|
| **Balances due to related parties comprised:** | | | | |
| Entities controlled by the group having significant influence | **1,700** | **4,421** | 996 | 2,590 |
| Other related parties | **64** | **167** | 192 | 500 |
| | **1,764** | **4,588** | 1,188 | 3,090 |
| **Board of Directors - Sitting fees and remuneration:** | | | | |
| Directors' | **16** | **42** | 29 | 75 |
| | **1,780** | **4,630** | 1,217 | 3,165 |

**16. Financial risk management**

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2025.

**17. Commitments**

a) Operation and maintenance commitments and land lease commitments are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2025 as reduced by amounts accounted for during the six month period ended 30 June 2026.

b) The Company has placed purchase orders for ﷼ 943,654 (USD 2,454,236) which are outstanding as at 30 June 2026 [﷼ 1,074,415 (USD 2,794,317) as at 31 December 2025].

# AL SUWADI POWER COMPANY SAOG

## Notes to the unaudited condensed interim financial statements

### 18. Net assets per share - adjusted

Net assets per share is calculated by dividing the net assets attributable to the ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period/year.

| | **30 June 2026 ﷼'000s** | **30 June 2026 USD'000s** | Audited 31 December 2025 ﷼'000s | Audited 31 December 2025 USD'000s |
|---|---|---|---|---|
| Net assets - shareholder funds | **128,021** | **332,952** | 146,879 | 381,998 |
| Weighted average number of shares outstanding during the period/year ('000s) | **714,406** | **714,406** | 714,406 | 714,406 |
| Net asset per share (Baizas / cents) - adjusted | **179.20** | **466.05** | 205.60 | 534.71 |

The management believes that the hedging deficit of ﷼ 0.32 million (USD 0.83 million) as at 30 June 2026 [﷼ 0.18 million (USD 0.47 million) hedging deficit as at 31 December 2025] represents the loss which the Company would incur, if it opts to terminate its swap agreements on this date. However, under the terms of its financing agreements, the Company is not permitted to terminate the swap agreements. Accordingly the hedging deficit has been excluded from the Net assets - shareholder funds.

### 19. Basic earnings per share

Basic earnings per share is calculated by dividing the net profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

| | **30 June 2026 ﷼'000s** | **30 June 2026 USD'000s** | 30 June 2025 ﷼'000s | 30 June 2025 USD'000s |
|---|---|---|---|---|
| Net profit/(loss) for the period | **(17,429)** | **(45,330)** | 8,066 | 20,978 |
| Weighted average number of shares outstanding during the period ('000s) | **714,406** | **714,406** | 714,406 | 714,406 |
| Basic earnings per share (﷼ / USD) | **(0.024)** | **(0.063)** | 0.011 | 0.029 |