Report of the Board of Directors

Oman Cables Industry (SAOG) has the pleasure in submitting the report on the performance of the parent company and the group for the half year ended 30 June 2017.

Oman Cables (Parent) Performance

Sales of Oman Cables for the half year ended 30 June 2017 was Rial Omani (RO) 103.7 million compared to RO 108.2 million in the same period last year. The results for this period were impacted due to competitive pressure on prices and volumes coupled with increase in costs.

As a result of the above factors, the Net Profit after tax for the half year ended 30 June 2017 was RO 5.9 million as compared to RO 9.8 million for the same period in 2016. The Earnings Before Interest, Tax, Depreciation and Amortization (EBITDA) for the period was RO 8.5 million compared to RO 12.4 million during the same period in 2016.

Oman Aluminum Processing Industries LLC (OAPIL) (subsidiary)

The premiums levels being offered by market continue to be at un-remunerative levels. OAPIL is successfully focusing on increasing the volumes. In spite of an increase in volumes for the period, the results for the quarter ended 30 June 2017 are negative compared to the same period in 2016. OAPIL continues to control the costs.

Group Performance

The Sales of the Group for the half year period ended 30 June 2017 was RO 125.3 million compared to RO 123.9 million for the same period last year showing an increase of 1.1%. The Group Net Profit after tax, (after deducting Non-Controlling Interest), for the period is RO 5.7 million compared to RO 9.4 million during the same period in 2016. The EBITDA for the period was RO 9.0 million compared to RO 12.8 million during the same period in 2016.

Oman Cables is recognizing the support extended by various Government Authorities and is grateful to His Majesty Sultan Qaboos bin Said for his able leadership and wish him the best of health.

Board of Directors
Oman Cables Industry (SAOG)