Board of Directors Report

Oman Cables Industry (SAOG) is pleased to submit the report on the performance of the parent company and the group for six months period ended 30 June 2019.

Oman Cables (Parent) Performance

Sales of Oman Cables for the six months period ended 30 June 2019 was Rial Omani (RO) 84.3 million compared to RO 100.3 million in the same period last year.

The Net Profit after tax for the six months period ended 30 June 2019 was RO 3.5 million as compared to RO 4.1 million for the same period in 2018. The Earnings Before Interest, Tax, Depreciation and Amortization (EBITDA) for the period was RO 5.3 million compared to RO 6.1 million during the same period in 2018.

The financials are impacted due to continuous pressure on market prices and lower volumes as a result of slowdown in business environment. The Company is taking all the necessary measures to cope with current business environment.

Oman Aluminum Processing Industries LLC, Sohar (OAPIL) (subsidiary) and Associated Cables Private Ltd (ACPL), India (Subsidiary)

For OAPIL, the rod premiums levels being offered by market have stabilized at a better level than anticipated. Therefore, results for the six months period ended 30 June 2019 are better compared to the same period in 2018 due to insurance claim reimbursement. OAPIL continues to focus on the overhead costs.

ACPL performs slightly better than previous year from business perspective, expansion plan on the machinery side is in progress as per the plan.

Group Performance

The Sales of the Group for the six month period ended 30 June 2019 was RO 107.1 million compared to RO 125.9 million for the same period last year. The Group Net Profit after tax (after Non-Controlling Interest), for the period is RO 3.7 million compared to RO 4.0 million during the same period in 2018. The EBITDA for the period was RO 6.3 million compared to RO 6.7 million during the same period in 2018.

Oman Cables recognizes 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)