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 three month period ended 31 March 2016.

Oman Cables (Parent) Performance

Sales of Oman Cables for the three month period ended 31 March 2016 was Rial Omani (RO) 52.389 million compared to RO 58.682 million in the same period last year. The decrease in sales of 10.7% is mainly attributable to the fall of 22.7% in prices of major raw materials viz. Copper.

The impact of current economic situation on the growth of infrastructure in the markets where Oman Cables operates is being closely monitored.

The Net Profit after tax for the three month period ended 31 March 2016 was RO 5.044 million as compared to RO 4.988 million for the same period in 2015. The Earnings before Interest, Tax, Depreciation and Amortization (EBITDA) for the period was RO 6.294 million compared to RO 6.362 million during the same period in 2015.

Oman Aluminum Processing Industries LLC (OAPIL) (subsidiary)

The Sales and profitability of OAPIL for the three month period ended 31 March 2016 is lower compared to the same period in 2015 due to decrease in price of Aluminium and sales premium.

Group Performance

The Sales of the Group for three month period ended 31 March 2016 was RO 61.532 million compared to RO 73.137 million for the same period last year. The Group Net Profit after tax, (after deducting Non-Controlling Interest), for the period is RO 4.660 million compared to 4.777 million during the same period in 2015, a decrease of 2.4%. The EBITDA for the period was RO 6.329 million compared to RO 6.451 million during the same period in 2015 a decrease of 1.9%.

We are very 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)