شركة الكروم العمانية
Oman Chromite Company

ANNUAL REPORT 2025



We contribute to the **economy** Prosperous and **sustainable** development



HIS MAJESTY
SULTAN HAITHAM BIN TARIK



HIS MAJESTY
SULTAN QABOOS BIN SAID BIN TAIMUR
-May his soul rest in peace-

ANNUAL REPORT 2025



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Board of Directors



Mr.
Humaid bin Masoud bin Ali AL Maqbali

Chairman



Mr.
Ali bin Abdullah bin Ali AL Badi

Board Deputy Chairman

R.N&E Committee Member



Mr.
Mr. Haitham bin Ahmed bin Mohammed Al-Bahrani

Board Member

R.N&E Committee Chairman



Mr.
Mr. Ma'an bin Abdullah bin Salim Al Salmi

Board Member

R.N&E Committee Member



Mr.
Yousef bin Salman bin Baqer AL Saleh

Board Member

Audit Committee Chairman



Mr.
Mr. Abdullah bin Nasser Al Nuaimi

Board Member

Audit Committee Member



Mr.
Mr. Farid bin Deen Muhammad Khan

Board Member

Audit Committee Member

Executive Management



Mr.
Abdulmonem bin Mohammed bin Abdullah AL Murshidi

Chief Executive Officer



Mr.
Eren Kadir

Mining Planning & Operation Manager



Mr.
Rashid bin Saif bin khamis AL Badi

Financial Affairs and IT Systems Manager



Mr.
Mohammed bin Rashid bin Saif AL balushi

Mine Expert & Business Development



Mr.
Eduardo Abrahao

Mine Geology & Exploration Manager



Mr.
Shamas bin Khalid bin Ahmed Al-Risi

Corporate Affairs Manager



Mr.
Khlifa bin Said bin Saif AL Alawi

Marketing Manager

Chairman's Report



Dear Shareholders,

On my own behalf and on behalf of my fellow members of the Board of Directors of Oman Chromite Company (SAOG), I am pleased to present to you the Company's activities and performance for the financial year ended 31 December 2025.

The year 2025 witnessed several important operational achievements, most notably the acquisition of a mining and exploration concession area covering 1,438 km², in addition to achieving strong production levels and record sales volumes. However, the Company's financial performance during the year was impacted by external market factors beyond management's control, particularly the sharp decline in market prices, which was reflected in the financial results compared to 2024, as detailed in this report.

First: Exploration, Production, and Sales

Exploration:

The Company's acquisition of the exploration and mining concession for Area 11-A, located in the northern part of the Sultanate and covering 1,438 km², represents one of the most significant strategic milestones in the Company's history. This concession marks a qualitative expansion in the Company's resource base and strengthens the sustainability of its operations. The area is expected to enhance future production capacity and address previous challenges related to limited sites and the depletion of reserves in certain existing mines.

Exploration activities have already commenced, and the Company is accelerating implementation in preparation for transitioning to the production phase during 2026, subject to obtaining the required governmental licenses and approvals in accordance with applicable regulations.

Production and Sales:

During 2025, the Company achieved strong production growth, reaching 86,918 tons, representing a %20 increase compared to 2024. This growth was supported by improved operational efficiency and enhanced planning effectiveness.

Sales volumes reached approximately 90,000 tons, compared to 75,000 tons in the previous year, reflecting strong operational execution and the Company's ability to capitalize on available market opportunities.

Revenues and Profitability

Despite the increase in sales volumes during 2025, sales revenues declined to approximately OMR 4.8 million compared to OMR 4.9 million in 2024, primarily due to the sharp decline in market prices during the year.

In response to these market conditions, the Company adopted an operational strategy aimed at mitigating the impact of price declines on revenues by increasing sales volumes, which was accompanied by a corresponding rise in cost of sales.

Accordingly, the Company achieved a net profit of OMR 522,000, representing a net profit margin of %10.7 of total revenues. These results demonstrate the Company's ability to maintain positive profitability despite challenging market conditions.

Third: Other Investments

Low Carbon Ferrochrome Plant – Investment in Gulf Alloys & Metals (FZC) LLC

Gulf Alloys & Metals (FZC) LLC(GAAM) – in which Oman Chromite Company previously held a %20 equity stake – commenced operations of the low carbon ferrochrome plant in 2024. However, the company faced operational and financial challenges following the exit of one of its shareholders, necessitating a restructuring of the shareholding structure.

As a result, Oman Chromite Company increased its stake in GAAM by an additional %10, bringing its total ownership to %30 of the share capital. The restructuring process and shareholder exit led to a temporary suspension of plant operations until the completion of exit procedures, redistribution of shares, and arrangement of the necessary financing, which was finalized in November 2025.

Subsequently, the plant resumed operations in December 2025 and is currently operating at a stable pace. As a result of the aforementioned changes, Oman Chromite Company recorded a loss from its investment in GAAM amounting to approximately OMR 72,979 during 2025. With operations resumed and the financial structure stabilized, management expects the project to contribute positively to future returns, with preliminary indications of a return to profitability in 2026, subject to market conditions and operational stability.

Bank Deposits

Total interest income from bank deposits during 2025 amounted to OMR 78,281, compared to OMR 158,774 in 2024. This decrease was mainly due to the utilization of part of the deposits to finance operational requirements, particularly for Area 11-A concession activities, as well as the acquisition of an additional %10 stake from the exiting partner, which resulted in lower average deposit balances during the year.

Fourth: Local Community Contributions

The Company remains committed to maintaining continuous engagement with the local community through coordination with the Offices of the Governors and Walis, in addition to providing direct support to communities in areas where the Company operates.

In accordance with the Mineral Wealth Law, the Company allocated %1 of its 2025 sales to support local communities, amounting to OMR 49,610.

Appreciation and Acknowledgment

At this juncture, we pray to Almighty Allah to grant His Majesty Sultan Haitham bin Tarik – may Allah protect and preserve him – continued health, prosperity, and long life, and to bless our beloved nation with lasting security, stability, and progress.

We also appreciate the continuous efforts of the Government of the Sultanate in supporting various sectors, including the mining sector, as one of the key pillars of Oman Vision 2040.

In conclusion, we extend our sincere thanks and appreciation to our valued shareholders for their trust and continued support, to the esteemed members of the Board of Directors for their constructive cooperation, and to the executive management and all Company employees for their dedicated efforts throughout the 2025 financial year and previous years.

We look forward, with the will of Allah, to continuing the Company's development journey, strengthening its capabilities, and improving its financial performance in the coming years.

May peace and blessings be upon you.

Humaid bin Masoud AL Maqbali
Board Chairman

Management Discussion and Analysis report



Dear Valued Shareholders,

The Executive Management of Oman Chromite Company SAOG is pleased to present this report, which aims to explain and analyze the Company's operational and financial performance during the financial year 2025, highlight the key factors affecting the results, and management's expectations for the coming period, in complement to the Board of Directors' Report.

First: Performance Overview

The year 2025 witnessed a noticeable improvement in the Company's operational performance, the Company achieving the second-highest production volumes and the highest sales volumes in its operating history. However, this operational improvement was not reflected proportionately in the financial results, due to market-driven factors beyond the Company's control, most notably the sharp decline in global chromite prices.

Executive Management views that 2025 as an important transitional year, the Company moved from a phase focused primarily on operational continuity to a phase of laying the foundations for sustainable production and enhanced value creation.

Second: Operational Performance (Production and Processing)

Production:

Total chromite ore production during 2025 reached approximately 86,918 tones, exceeding the budgeted target by around %16 and representing the second-highest annual production in the Company's history.

This improvement was driven by:

- Enhanced operational planning.
- Stable performance and continued utilization of available reserves at the Company's existing mining sites.

Management believes that this performance reflects good operational efficiency in managing existing assets, despite the limited remaining reserves at the current operating mines.

Processing and Grade Enhancement

The year 2025 marked a significant turning point with using of X-ray Sorting technology, which contributed to:

- Increasing overall production capability.
- Improving the marketability of medium- and low-grade ores.
- Reducing losses and enhancing yield per produced tone.

Management expects this transformation to gradually enhance pricing flexibility, improve quality reliability, and strengthen the Company's negotiating position with industrial customers. This, in turn, is expected to reduce the sensitivity of financial results to price volatility over time.

Management considers this project a long-term strategic investment aimed at reducing exposure to commodity cycles and gradually shifting the business model from a volume-driven approach to a value-focused approach.

Third: Commercial Performance and Sales

Sales volumes during 2025 amounted to approximately 89,846 tones, compared to 74,780 tones in 2024, reflecting the Company's ability to:

- Market nearly all produced volumes.
- Maintain continuity of cash flows.
- Expand customer base locally and internationally.

However, average selling prices declined noticeably during the year due to:

- Reduced demand from the Chinese market.
- Elevated inventory levels at Asian ports.
- Global supply growth quicker than consumption growth during the second half of the year.

As a result, revenues remained relatively stable at approximately RO 4.9–4.8 million, despite the significant increase in sales volumes. Management believes that this performance demonstrates the resilience of the Company's commercial model, while also underscoring the importance of accelerating quality enhancement and value-add initiatives.

Fourth: Financial Performance and Profitability Analysis

Net profit for 2025 amounted to approximately RO 522 thousand, compared to around RO 1.0 million in 2024.

Executive Management attributes this decline primarily to:

1. The sharp decline in global chromite prices.
2. Higher stripping costs at certain sites due to mine expansion and operational readiness activities.
3. The impact of the temporary shutdown of the Low-Carbon Ferrochrome Plant during the year.

Management believes that future profitability improvement will be driven by operational and structural factors rather than reliance solely on price recovery, through enhancing ore quality, optimizing the product mix, and improving cost efficiency, thereby reducing exposure to market volatility.

Management confirms that core operating profitability remains positive and that the Company did not face any financing or liquidity pressures during the year.

Fifth: Investments and Strategic Projects

Block 11-A Concession

The Block 11-A concession represents the most significant strategic transformation in the Company's history, offering:

- A vast area for exploration.
- Real opportunities to extend the Company's operational life.
- Potential diversification of the mineral portfolio in the future.

Despite the technical progress achieved in exploration activities, Executive Management emphasizes that the concession remains at the geological evaluation stage. All exploration activities are governed by a disciplined investment framework that balances growth opportunities with liquidity management, supported by periodic reviews to determine continuation or redirection based on **technical and economic outcomes.**

Low-Carbon Ferrochrome Plant

Despite the challenges faced by the project during 2025, Executive Management believes that:

- The restructuring of shareholders was a necessary step to enhance stability.
- The restart in December 2025 marks the beginning of a more disciplined operational phase.
- The expectations for 2026 are positive, with potential to recover 2025 losses and achieve improved operating results.

Sixth: Risk Management and Sustainability

Executive Management continues to focus on managing a range of key risks, including:

- Commodity price volatility.
- Sustainability of reserves.
- Operational and environmental risks.
- Dependence on specific markets.

During 2025, the Company strengthened:

- Health, safety, and environmental compliance systems.
- Cost management efficiency.
- Corporate social responsibility programs.
- Supply chain reliability and product quality.

Seventh: Future Trends and Expectations

Executive Management views 2026 as a year of transition from a volume-driven focus to a value-driven strategy, while continuing to:

- Improve ore quality and pricing flexibility.
- Enhance operational efficiency and reduce cost per ton.
- Stabilize the operations of the ferrochrome plant.
- Accelerate exploration activities under a disciplined investment framework.
- Diversify markets and sales channels.

Management reiterates its commitment to achieving balanced and sustainable growth that enhances long-term shareholder value and strengthens the Company's position as a key pillar of the mining sector in the Sultanate of Oman.

Clarification Regarding Future Expectations

This report includes certain statements relating to management's future expectations, which are based on assumptions and estimates as of the date of preparation. Actual results may differ materially due to factors beyond the Company's control, including market developments and economic and regulatory conditions. These expectations do not constitute any commitment or guarantee of future performance.

In conclusion,

Executive Management appreciates the continued trust and support of shareholders and reaffirms its commitment to transparency, operational and financial discipline, and continuous efforts to enhance value and performance in the years ahead.



Abdulmonem Bin Muhammad Al Murshidi
CEO

About the Company



From **Oman's towering mountains** and its terrain, which bear witness to the diversity of its treasures, a reign began The establishment of the Omani Chrome Company in 1991 as an important step towards developing the sector Mining in the Sultanate of Oman - especially chromium - in which The company's ambitions to contribute to sustainable development and support society in the Sultanate.

Since day one, **t**he company has established its philosophy of creating added value through The amount of local resources and the focus on sustainable development and providing contributions Socially, building strong relationships with all partners and benefiting from mineral wealth in a sustainable and intelligent manner that brings benefit and benefit to shareholders and the country by creating job opportunities for citizens and enhancing value Added local.

Over time, **the company became a pioneer in its field**, achieving its goals and contributing to effectively contribute to the development of the mining industry in the Sultanate of Oman through its commitment to Strict standards of quality, safety and sustainability to ensure that customers' needs are met. Different countries.

We **remain committed to enhancing the quality of our work and our exploration** and work capabilities. To use modern technology in exploration and prospecting operations. Which contributes to improving extraction operations and identifying mining sites. accurately and effectively and expand our exploration portfolio and human capabilities Which represents the true essence of the Omani Chrome Company, Where technicians, engineers, and employees all work as a bridge connecting from the past and the future to achieve a transformation in our journey through greater benefit From available resources and increasing productive capabilities, in addition to financial and economic returns.

Our story is an expression of a sustainable journey towards achieving ambitions and making. With new opportunities, our commitment to embodying the values of innovation, development and. Commitment, sustainability, and balance between economic success and social and environmental impact.



Company Important Events

Issuing of the Royal Decree No. 65/91 for estab - lishing Oman Chromite Company.	1991
Establishing of Oman Chromite Company.	1991
Starting production in Al Ghashabi Mine.	1993
Starting production in Zam 1 Mine.	1994
Starting production in RGR 56 Mine.	1994
Starting production in RG 12 Mine.	1994
Starting production in Zam 2 Mine.	1997
Starting production in Shams Mine.	1999
Fixing and operating the company's crusher.	1999
The company realized the highest quantiy sales (42342).	2003
Issuing of the Royal Decree No. 3/04 to amend some provisions of the Royal Decree No. 65/91.	2004
Adding of the company share to the industry's general index at Capital Market Authority.	2005

The company was honored by Ministry of Manpower and awarded the distinction shield.	2005
Completing the company subscribed capital.	**2007**
Starting production in Mahra Mine.	2007
Starting production in Mahra Mine.	**2009**
Award of one Mining License and ٨ Exploration Licenses.	2019
Develop a new strategic plan for the company.	**2021**
Establishing an exploration department in the company.	2021
Establishment of the Mining Planning and Business Development Department.	**2022**
The company's production exceeded 100 thousand tons.	2022
Launching a new identity for the company.	**2023**
Achieving the highest net profits in the company’s history It reached ٪٥٥ of the paid-up capital.	2023
Signing of a Mining Concession Agreement for Area 11-A in the Northern Part of the Sultanate.	**2024**
The Company achieved a major strategic milestone by obtaining Mining Concession Area 11-A.	2025
OCC has a significant milestone by being certified to ISO 9001, ISO 14001, and ISO 45001.	**2025**

تقرير مراقب الحسابات

DFK INTERNATIONAL

ibn hyan ابـن حيـــان
chartered accountants محـاسبون قانونيـون

AGREED-UPON PROCEDURES REPORT ON COMPLIANCE OF CODE OF CORPORATE GOVERNANCE BY OMAN CHROMITE COMPANY SAOG

To the Shareholders
Oman Chromite Company SAOG
Sohar, Sultanate of Oman

Purpose of this Agreed-Upon Procedure Report and Restriction on Use and Distribution

Our report is solely for the purpose of assisting the Board of Directors of Oman Chromite Company SAOG ('the Company') in determining whether their Corporate Governance report is in compliance with the Code of Corporate Governance (the "Code") of Financial Services Authority (FSA) of the Sultanate of Oman as prescribed under FSA Circular No. E/2016/10 dated 1 December 2016. This report may not be suitable for another purpose.

Responsibilities of Management and the Board of Directors

The Management and the Board of Directors have prepared the Corporate Governance report ("the Report") and remain solely responsible for it and are also responsible for identifying and ensuring that the contents of the Report comply with the Code. The Management and the Board of Directors have acknowledged that the agreed-upon procedures are appropriate and sufficient for the purpose of the engagement.

Responsibilities of the Practitioner

We have conducted the agreed-upon procedures engagement in accordance with the International Standard on Related Services (ISRS) 4400 'Agreed-Upon Procedures Engagements'. An agreed-upon procedures engagement involves our performing the procedures that have been agreed with the Management and the Board of Directors, and reporting the findings, which are the factual results of the agreed-upon procedures performed. We make no representation regarding the appropriateness of the agreed-upon procedures. This agreed-upon procedures engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported.

Professional Ethics and Quality Management
We have complied with the ethical requirements of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) and the independence requirements in Part 4A of the IESBA Code.
Our firm applies International Standard on Quality Management 1, which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Procedures and findings

We have performed the procedures described below, which were agreed upon with the Management and the Board of Directors of Oman Chromite Company SAOG on compliance with the Code:

	Procedures	Findings
1	Obtain the report on corporate governance (the report) issued by the Board of Directors and ascertain that it includes, as a minimum, all items and requirements suggested by FSA to be covered by the report, as detailed in Annexure 3 of the Code, by comparing the report with such suggested content in that Annexure.	No exceptions noted.
2	Obtain the details regarding areas of noncompliance with the Code identified by the Company's Board of Directors for the year ended 31 December 2025.	No exceptions noted.

This report relates only to the accompanying Corporate Governance report of the Company to be included in its annual report for the year ended 31 December 2025 and does not extend to the Company's financial statements taken as a whole.

bn Hyan Chartered Accountants

Authorized Signatory
Muscat
Sultanate of Oman as on 15 February 2026

ابن حيان محاسبون قانونيون س.ت رقم: ١٣٤٩٠٩٩ سلطنة عمان C.R. No. 1349099 Sultanate Of Oman IBN HYAN CHARTERED ACCOUNTANTS

Corporate Governance Report



1. Company Management Philosophy:

The Company is managed in accordance with the approved Internal Regulations, which are made in compliance with the Company's Regulations and the Code of Corporate Governance which defines the responsibilities of the Board and its committees.

The Board of Oman Chromite Company (SAOG) ("the Company") complies to adopt and support healthy culture regarding the regulation and managing of the Company. So, the members of the Board and the internal committees evaluate to what extent they are committed by procedures and polices connected with this culture and ways to develop it and to check that the Company is applying the principles that are provided in the Regulation Charter of joint stock companies and its amendments related to companies listed on the Muscat Stock Exchange issued by the Financial Services Authority.

2. The Board of Directors:

The Board of Directors of the Company is responsible for directing, and supervising the general polices of the Company. These responsibilities include:

a. To set up the objectives for the production and sales.

b. To approve the strategies that shall be executed to realise these objectives.

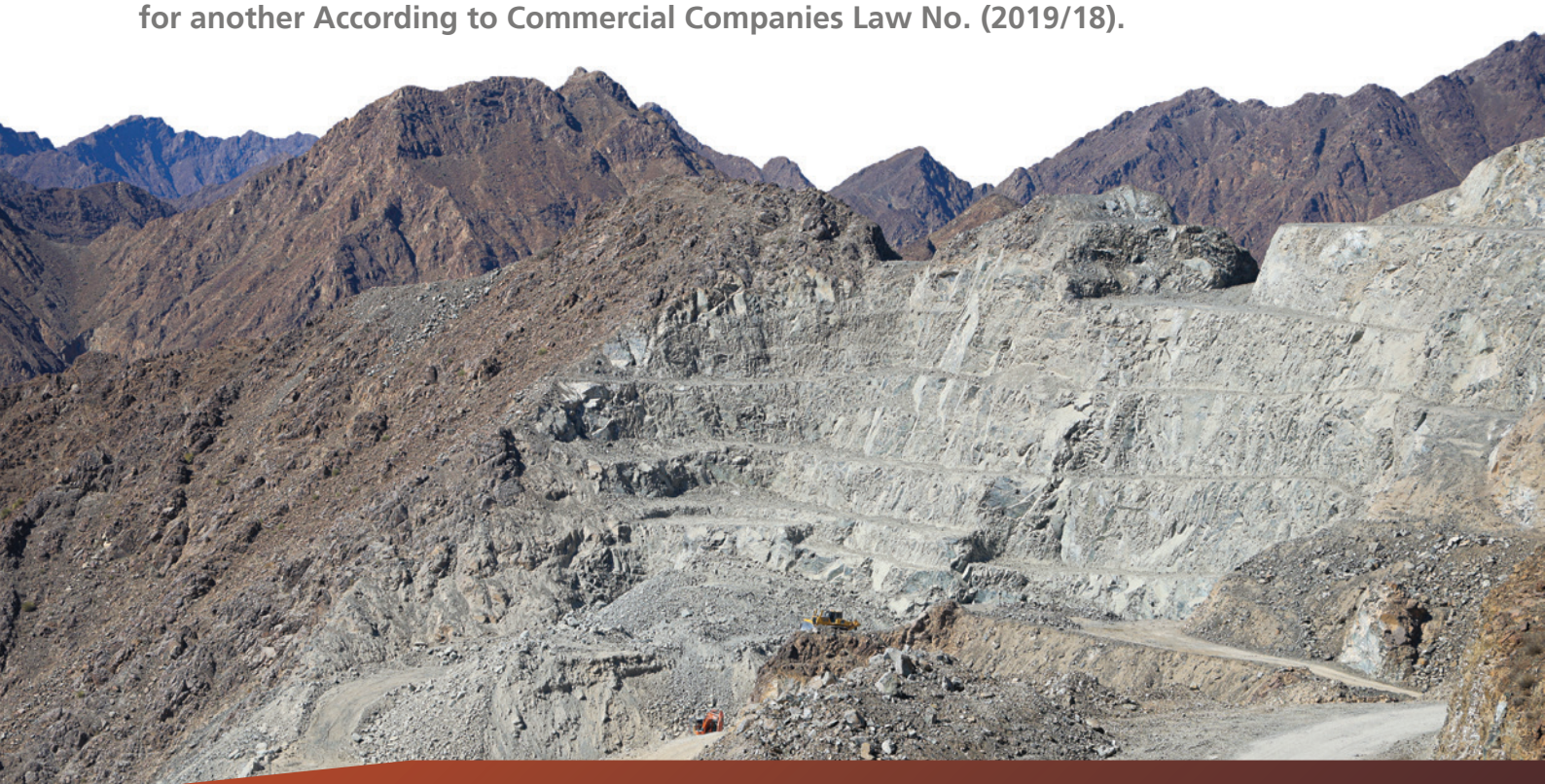
c. To pursue continuously the executive administration performance of the Company regarding the drawn-up objectives and to what extent it is confined with the executive polices of those objectives.

2.1. Composition and category of directors:

The recent Board consists of seven members who have different and various experiences. They are individually and collectively objective and independent.

The representation of the Board for the year 2025 was as follows: -

1. Seven members representing shareholders elected by the company's ordinary general assembly in accordance with the provisions of the Commercial Companies Law and the company's articles of association.
2. The period of the membership for the elected members is 3 years. They can be re-elected for another According to Commercial Companies Law No. (2019/18).



The below table shows the representatives post in the Board according to the charter requirements:

Name of the Director	Representing	Category of the Director
Mr. Humaid bin Masoud bin Ali Al-Muqbali – Chairman	Shareholders	Non- Executive & independent
Mr. Ali bin Abdullah bin Ali Al-Badi Vice – Chairman	Shareholders	Non- Executive & independent
Mr. Yousef bin Salman bin Baqer Al-Saleh – Member	Shareholders	Non- Executive & independent
Mr. Haitham bin Ahmed bin Mohammed AL-Bahrani – Member	Shareholders	Non- Executive & independent
Mr. Maan bin Abdullah bin Salim Al-Salmi – Member	Shareholders	Non- Executive & independent
Mr. Fariduddin Muhammad Khan – Member	Shareholders	Non- Executive & independent
Mr. Abdullah bin Nasser Al-Nuaimi – Member	Shareholders	Non- Executive & independent

2.2. Attendance of each director at the Board meeting and the last AGM:

The Company had AGM during 2025:
The AGM was held on 2025/03/18 in Sohar.
The below table shows the Board members attendance to the board meeting and the last AGM:

Name of the Director	Board meeting (Number of meetings attended)	Attended last AGM 2025/03/18 (Yes/No)	Number of other Boards/Committees he/she is a member or Chairperson
Mr. Humaid bin Masoud Al-Muqbali	7	Yes	None
Mr. Ali bin Abdullah Al-Badi	7	Yes	None
Mr. Yousef bin Salman Al-Saleh	7	No	None
Mr. Haitham bin Ahmed AL-Bahrani	7	Yes	None
Mr. Nasser bin Saif Al Maqbali	1	No	None
Mr. Rashid bin Salim Al Toqi	1	Yes	None
Mr. Saif bin Khalifa AL-Aamri	1	No	None
Mr. Maan bin Abdullah Al-Salmi	5	No	None
Mr. Fariduddin Muhammad Khan	6	No	None
Mr. Abdullah bin Nasser Al-Nuaimi	6	No	None

2.3. The Board of Oman Chromite Company (SAOG) has two committees:

1- The Audit Committee

2- The Remuneration, Nomination and Executive Affairs Committee

The below table shows the membership of board members in the committees during the year 2025 as follows:

Name of the Director	Board Committees		
	BOD Committee	Audit Committee	Remuneration, Nomination and Executive Affairs Committee
Mr. Humaid bin Masoud bin Ali Al-Muqbali	Chairman	-	Member
Mr. Ali bin Abdullah bin Ali Al-Badi	Board Deputy Chairman	-	Member
Mr. Yousef bin Salman bin Baqer Al-Saleh	Member	Chairman	-
Mr. Haitham bin Ahmed bin Mohammed AL-Bahrani	Member	-	Chairman
Mr. Nasser bin Saif bin Khalfan Al Maqbali	Member	-	Chairman
Mr. Rashid bin Salim bin Abdullah Al Toqi	Member	Member	-
Mr. Saif bin Khalifa bin Hassan AL-Aamri	Member	Member	-
Mr. Maan bin Abdullah bin Salim Al-Salmi	Member	-	Member
Mr. Fariduddin Muhammad Khan	Member	Member	-
Mr. Abdullah bin Nasser Hamid Al-Nuaimi	Member	Member	-

2.4. Number of board meetings held and dates of meeting:

During 2025, the Board of Directors held seven meetings as follows:

Number of meetings	Meeting date	Meeting Place
First meeting	9, February 2025	Sohar
Second meeting	18, March 2025	Sohar
Third meeting	27, April 2025	Sohar
Fourth meeting	27, July 2025	Sohar
Fifth meeting	26, October 2025	Sohar
Sixth meeting	18, December 2025	Sohar
Seventh meeting	28, December 2025	Muscat

2.5. Process of nomination of the directors:

The nomination for membership in the Board of Directors of Oman Chromite Company (SAOG) is based mainly on the Commercial Companies law of 2019 issued by the Royal Decree No 2019/18 and its amendments and in accordance with the Royal Decree (91/65).

3. Hierarchy of top management:

Eng. Abdul Monem Al Murshidi, CEO
B Eng. Mechanical Engineering from Sultan Qaboos University, with over 25 years' experience as below:

- Deputy CEO at Vale Oman Pelletizing Company LLC.
- GM at Gulfstone Company SAOG.
- Leadership position at Sohar Aluminum LLC.
- Different leadership roles at PDO.

4. Audit Committee and other Committees:

4.1. The Audit Committee:

Main functions: -
Review and inform the Board of Directors about the quality and management of the internal accounts system and the reports of the account auditors (internal and external) and the accuracy of the financial information and the appropriateness of the accounting policies and financial control systems, as well as the procedure or approval of a change in any or all of what is mentioned above.

The tasks assigned to the committee according to the company's internal regulations:

1. Following the role of Audit Committee as per Code of Corporate Governance for MSXAA listed companies.
2. Recommending the appointment of the company's internal auditor.
3. Recommending the appointment of the external auditor.
4. Discussion and approval of internal audit plan and report
5. Reviewing and discussing the reports of external auditors with the company's management, and providing the board with the opinion on these reports.
6. Setting standards for auditing and control.

The Audit Committee had seven meetings during the year 2025 as follows:

Member's name	Post	Number of meeting
Mr. Yousef bin Salman bin Baqer Al-Saleh	Chairman	7 Meetings
Mr. Rashid bin Salim bin Abdullah Al Toqi	Member	2 Meetings
Mr. Saif bin Khalifa bin Hassan AL-Aamri	Member	2 Meetings
Mr. Fariduddin Muhammad Khan	Member	5 Meetings
Mr. Abdullah bin Nasser Hamid Al-Nuaimi	Member	5 Meetings

4.2. The Remuneration, Nomination and Executive Affairs Committee:

Main Functions:

1. Following are the role of Remuneration, Nomination and Executive Affairs Committee as per the Code of Corporate Governance for MSXAA listed companies.
2. To supervise the routine works of the Company on behalf of the Board, and to supervise the execution of the internal regulations that regulate the Company's works such as tender regulation and purchase regulation.
3. To assist the shareholder at the Annual General Meeting in the nomination of proficient directors and the election of the most fit for purpose. Moreover, the committee aims to assist the Board in selecting the appropriate and necessary executives for the executive management.

The Committee had Six meetings during the year 2025
Details of the members and the Committee meetings are as follows:

Member's Name	Post	Number of meetings
Mr. Nasser bin Saif bin Khalfan Al Maqbali	Chairman	1 Meetings
Mr. Ali bin Abdullah bin Ali Al-Badi	Member	6 Meetings
Mr. Haitham bin Ahmed bin Mohammed AL-Bahrani	Chairman	6 Meetings
Mr. Humaid bin Masoud bin Ali Al-Muqbali	Member	5 Meetings
Mr. Maan bin Abdullah bin Salim Al-Salmi	Member	5 Meetings

5. Remuneration matters:

The total annual amount of remuneration and allowances that were paid to the top six senior employees in the high administration level (salaries, allowances, gratuities) amounted to Rial 378,811 (Three hundred and seventy-eight thousand eight hundred and eleven).

Nature of- Expense	Amount (RO)
Salaries	274,160
Remuneration	104,651
Total	**378,811**

Board Remuneration

The total amount of remuneration that were paid during 2025 for Board amounted to Rail 70,000(Seventy thousand).

Employment contracts: Expatriate employees are employed on a two-year contract, renewable on mutually acceptable terms. Notice period is generally 1 month or salary in lieu thereof. No severance terms are specified in the contracts.

The Directors of the Board are paid for attending the board meetings and the details of the Board Committees meetings for 2025 are as follows:

Board Member's Name	Remuneration of Members Attending the Meeting			
	Board Meeting	Remuneration, Nomination and Executive Affairs Committee	Audit Committee Meetin	Total (RO)
Mr. Humaid bin Masoud AlMuqbali	6,650	2,500	-	9,150
Mr. Ali bin Abdullah Al-Badi	4,900	3,000	-	7,900
Mr. Yousef bin Salman Al-Saleh	4,900	-	4,550	9,450
Mr. Haitham bin Ahmed AL-Bahrani	4,900	3,750	-	8,650
Mr. Nasser bin Saif Al Maqbali	700	650	-	1,350
Mr. Rashid bin Salim Al Toqi	700	-	1,000	1,700
Mr. Saif bin Khalifa AL-Aamri	700	-	1,000	1,700
Mr. Maan bin Abdullah Al-Salmi	3,500	2,500	-	6,000
Mr. Fariduddin Muhammad Khan	4,200	-	2,500	6,700
Mr. Abdullah bin Nasser Al-Nuaimi	4,200	-	2,500	6,700
Total	**35,350**	**12,400**	**11,550**	**59,300**

6. Details of non-compliance by the Company:

The Company has never breached the laws provided by the charter or the requirements that are imposed by the supervision authorities, The Company has never been punished for any accusations.

7. Communication with the Shareholders and Investors:

- The Board of Directors is very careful to spread out the essential information that are connected with the Shareholders and the Investors. The Company has a web-site (www.Omanchromite.com), which provides all information about Company's products and other different statements.
- The quarterly results of the Company's operations are published in the main Arabic and English newspapers in Oman.
- The annual report along with fiscal financial statements summary are sent by registered post to the shareholders along with the invitation for the coming Annual General Meeting.
- The company's management also communicates with the media and investors through the semi-annual meeting through a video meeting, according to the instructions of the Capital Market Authority.

8. Market Price statements:

High/ low during the financial year with MSXAA index for industrial sector.

Period	Opening price	Highest Price	Lowest Price
2025 ,29 January	3.000	3.000	3.000
2025 ,26 February	3.000	3.1500	2.8350
2025 ,29 May	3.9830	3.9830	3.9830
2025 ,30 November	4.1500	4.1500	4.1500
2025 ,31 December	3.8000	3.8000	3.8000

Note that there is no trading in the months not mentioned in the above table.

9. Dividend for the year 2025:

The Board of Directors in its meeting held on 15 February 2026 has proposed the distribution of dividends to shareholders at a rate of %20 of the paid-up capital, distributed at a rate of %10 cash dividends and %10 bonus shares.

10. Distribution of the Company's shareholders allocation:

The following are the main shareholders who have (%5) or more shares of the Company's capital.

Particulars	Percentage shareholding
Minerals Development Oman SAOC	%15.43
Mohamed Al Barwani Holding LLC	%13.67
Mohammad Moosa Abdullah Al Yousuf	%12.727
Oman Mining Company LLC	%10
Al Qurum Establishment LLC	%10
Al Yousef Group LLC	%5.981
Social Protection Fund	%5

11. Specific matters regarding the non-compliance with the provisions of regulations and managing the Company:

None.

12. Professional Profile of the Statutory Auditors:

The shareholders of the Company have appointed Ibn Hyan Chartered Accountants as the auditors for the year 2025 with a total Fees of RO 3,000. Founded in the Sultanate in 1990, Ibn Hyan Chartered Accountants is fully licensed to practice audit, accounting, and associated business services. Ibn Hyan is an independent member firm of DFK International, one of the world's most expansive accounting networks, that bring global expertise and reach to their clients. DFK International encompasses 204 member firms across 90 countries, with a presence in 467 offices worldwide.

Ibn Hyan Chartered Accountants is accredited by the Financial Service Authority (FSA) to audit joint stock companies (SAOG's). As per 12th Principle (para 2) of the Code of Corporate Governance and is eligible for reappointment as per MSXAA & CMA Regulation.

13. Professional Profile of the internal Auditors:

The board of director has appointed BDO as the internal auditors for the year 2025 with a total fee of OR 4,000. Established in the year 1976. Today, BDO Oman is one of the leading accounting and advisory firms. BDO professionals combine personalized, local advice and service with national resources and experience. As a member of the international BDO network, BDO Oman also has access to advisors around the globe with 1,776 offices in more than 166 countries.

BDO reputation is founded on providing services in audit & assurance, internal audit & risk advisory, business advisory, corporate legal and successfully won large assignments in operations outsourcing.

14. Professional Profile of the legal counsel:

OCC has appointed Rajab Al Kathiri & Partners as the lower consulting for the year ٢٠٢٥ with a total fee of OR ٤,٢٠٠ Rajab Al Kathiri & Partners Law Firm is a leading Omani law firm that provides legal services in various sectors of law such as banking and finance corporate and commercial. litigation and arbitration for more than three decades. is committed to provide the highest quality of legal services. possess exceptional experience in dealing with unconventional issues and providing innovative solutions specifically tailored to meet our client's legal and commercial needs. is dedicated to provide legal services of the highest caliber, offering creative, effective and efficient solutions to facilitate the client's business. team has an excellent reputation for the quality of its services, as well as its strict ethical standards.

15. Corporate Social Responsibility (CSR):

Oman Chromite Co SAOG is committed to being a partner in the society that helps community development in the areas where the company operates. During the year 2025, an amount of RO 49,610 was made.

16. Any other aspects:

The Board of Directors acknowledge that:

1. The internal control systems are regularly reviewed and comply with internal rules and regulations.
2. The Board of Directors are responsible to ensure that the financial statements have been prepared in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board (IASB), interpretations issued by the International Financial Reporting interpretations Committee (IFRIC) and the requirements of the Companies law of 2019 of the Sultanate of Oman and the Rules and Guidelines for Disclosure Requirements prescribed by the Capital Market Authority.
3. There are no material events affecting the continuation of the Company and its ability to continue its production and operations during the next financial year.

Humaid Al Muqbali
Chairman of the Board

Independent Auditor's Report

DFK INTERNATIONAL

ibn hyan ابـن حيـــان
chartered accountants محـاسبـون قانونيـون

The Shareholders
Oman Chromite Company SAOG
Sohar
Sultanate of Oman

Opinion
We have audited the financial statements of Oman Chromite Company SAOG ('the Company'), which comprise the statement of financial position as at 31 December 2025 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2025, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial statements' section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), together with the ethical requirements that are relevant to our audit of the financial statements in the Sultanate of Oman, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters
Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Valuation of inventories (refer note 10)

As at 31 December 2025, the carrying value of the Company's chromite ore and spares was RO 1,439,848 as disclosed in Note 10 to the financial statements.

We consider this area as a key audit matter due to the materiality and significant judgments involved with regard to value, grades, volume and quality.

How our audit addressed the key audit matter
Our procedures included, amongst others:

- • Verified the physical exience of inventories by attending the survey process and procedures as part of our site visit.
- Agreed the grading of chromite ore included in theinventory valuation.
- Assessed the competence and objectivity of the expert used by management for the preparation of the technical reports.
- Reviewed the monthly production reports toensure the accuracy of the quantity produced and the cost of production ; and
- Evaluated the available market prices at the end of reporting year to estimate and compare the net realizable values.

Intangible assets (refer note 6)

As at 31 December 2025, the carrying value of the Company's Intangible assets was RO 2,184,982 as disclosed in Note 6 to the financial statements. We consider this area as a key audit matter due to the materiality and significant judgments involved with regard to exploration, evaluation and stripping activity of assets.

How our audit addressed the key audit matter
Our procedures included, amongst others:

- Reviewed management's processes and controls for identifying, capitalizing, and measuring intangible assets related to exploration, evaluation, and stripping activities.
- Tested a sample of costs capitalized during the year to ensure they meet the criteria outlined in the financial reporting framework.
- Reviewed supporting documentation such as invoices to confirm that capitalized costs are directly attributable to exploration, evaluation, or stripping activities; and
- Consulted with production department of the company regarding the technical feasibility and economic viability of ongoing exploration and evaluation projects.

Plant and Equipment (refer note 5)

As at 31 December 2025, the carrying value of the Company's Plant and Equipment was RO 1,519,451 as disclosed in Note 5 to the financial statements.

We consider this area as a key audit matter due to the materiality and significant judgments involved with regard to the estimation of useful lives, residual values and depreciation methods. These judgments directly impact the carrying amount of Plant and Equipment and the related depreciation charge for the year.

How our audit addressed the key audit matter
Our procedures included, amongst others:

- Evaluated the Company's accounting policies relating to Plant and Equipment, including depreciation methods, useful lives and residual values, for compliance with International Financial Reporting Standards (IFRS);
- Obtained an understanding of management's process for determining useful lives, residual values and depreciation methods, and assessed whether these judgments were reasonable and consistently applied;
- Tested, on a sample basis, additions and disposals during the year by inspecting supporting documentation such as supplier invoices, capitalization workings and disposal records;
- Recalculated depreciation charges for selected assets to verify the mathematical accuracy and consistency with the approved depreciation rates and methods; and
- Evaluated the adequacy of disclosures in Note 4 to the financial statements relating to Plant and Equipment, including judgments and estimates, for compliance with IFRS.

Other information

The management is responsible for other information. The other information comprises the information included in the Company's 2025 Annual Report but does not include the financial atements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude there is a material misstatement of the other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

The company's management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs and the disclosure requirements of the Financial Services Authority and the Commercial Companies Law of the Sultanate of Oman, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.
Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

In our opinion the financial statements of the company for the year ended 31 December 2025 also comply, in all material respects with the relevant disclosure requirements of the Commercial Companies Law of 2019, the Sultanate of Oman, and the relevant disclosure requirements for Public Joint Stock Companies issued by the Financial Services Authority.

Ibn Hyan Chartered Accountants

S. Gomathisankaran
Engagement partner

Muscat
Sultanate of Oman as on
31 December 2025

STATEMENT OF FINANCIAL POSITION AS ON 31 DECEMBER 2025

	Note	2025 O.R	2024 O.R
ASSETS			
Non-Current Assets			
Plant and equipment	5	1.519,451	1,039,800
Right-of-use assets	(a) 33	4.967	16,879
Intangible assets	6	2,184,982	1,042,145
Guarantee deposits	7	272,001	252,000
Investment in associates	8	860,173	534,439
Loan to Related Party-Non Current Portion	12	19,552	103,552
Term deposits	13	1,000,000	2,350,000
Total Non-Current Assets		5,861,126	5,338,815
Current Assets			
Investments at fair value through profit or loss	9	5,467	5,572
Inventories	10	1,439,848	1,640,575
Trade and other receivables	11	972,991	1,027,421
Related Party Receivable	32	18,582	18,582
Loan to Related Party-Current Portion	12	84,000	11,900
Cash and bank balances	14	259,459	55,049
Total Current Assets		2,780,347	2,759,099
TOTAL ASSETS		8,641,473	8,097,914
EQUITY & LIABILITIES			
Equity			
Share Capital	15	3,300,000	3,300,000
Legal Reserve	16	1,100,000	1,100,000
Optional Reserve	17	166,540	114,323
Retained Earnings	18	1,925,377	2,115,424
Total Equity		6,491,917	6,629,747
Non-Current Liabilities			
Employees' end of service benefits	19	62,630	47,061
Lease Liability on right-of-use assets-Non Current Portion	(b)33	-	5,202
Bank Borrowings-Non Current Portion	34	342,231	-
Deferred tax liability	(c)20	112,080	78,400
Total Non-Current Liabilities		516,941	130,663
Current Liabilities			
Trade and other payables	21	1,113,368	1,183,865
Lease Liability on right-of-use assets-Current Portion	(b)33	5,203	11,969
Bank Borrowings-Current Portion	34	417,682	-
Income tax payable	(b)20	71,362	141,670
Total Current Liabilities		1,632,615	1,337,504
Total Liabilities		2,149,556	1,468,167
TOTAL EQUITY & LIABILITIES		8,641,473	8,097,914
Net assets per share	22	1.967	2.009

These financial statements were approved and authorised for issue by the Board of directors on _____ and are signed on their behalf by:

Deputy Chairman

Board Director

Independent Auditors' Report on pages 1 to 4
The notes set out on pages 9 to 33 form part of these financial statements

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2025

	Note	2025 O.R	2024 O.R
Revenue	23	4,891,324	4,907,428
Less: Cost of Revenue	24	(3,049,017)	(2,694,365)
Gross Profit		1,842,307	2,213,063
Other Income	25	22,830	9,680
Salaries and other related staff costs	26	(331,816)	(426,996)
Selling and distribution expenses	27	(549,468)	(514,091)
General & Administrative Overheads	28	(358,433)	(356,652)
Finance Charges	29	(42,364)	(8,256)
Profit from operations		583,056	916,748
Share of (loss)/profit of an associate	8	(72,979)	85,903
Unrealised fair value (loss)/gain on investments at fair value through profit or loss	9	(105)	535
Interest income	30	117,240	158,775
Profit for the year before taxation		627,212	1,161,961
Tax Expenses	(a)20	(105,042)	(160,213)
Profit and total comprehensive income for the year		522,170	1,001,748
Basic earnings per share	31	0.158	0.304

Independent Auditors' Report on pages 1 to 4
The notes set out on pages 9 to 33 form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2025

Particulars	Share capital RO	Legal reserve RO	Optional reserve RO	Retained earnings RO	Total RO
As at 01 January 2024	3,000,000	1,000,000	114,148	1,813,851	5,927,999
Movement during the year	300,000	–	–	–	300,000
Net Profit for the year	–	–	–	1,001,748	1,001,748
Transferred to reserve	–	100,000	175	(100,175)	–
Dividend paid during the year	–	–	–	(600,000)	(600,000)
As on 31 December 2024	3,300,000	1,100,000	114,323	2,115,424	6,629,747
As at 01 January 2025	3,300,000	1,100,000	114,323	2,115,424	6,629,747
Net Profit for the year	–	–	–	522,170	522,170
Transferred to reserve	–	–	52,217	(52,217)	–
Dividend paid during the year	–	–	–	(660,000)	(660,000)
As on 31 December 2025	3,300,000	1,100,000	166,540	1,925,377	6,491,917

STATEMENT OF CASH FLOW AS AT 31 DECEMBER 2025

	2025 O.R	2024 O.R
Cash Flow from Operations		
Net Profit before tax	627,212	1,161,961
Adjustments:		
Depreciation	170,349	123,487
Depreciation on right to use asset	11,912	6,950
Amortisation of intangible assets	736,262	729,791
Unrealised (gain) on investments at fair value through profit or loss	105	(535)
Share of loss/(profit) in associate	72,979	(85,903)
Interest income	(117,240)	(158,775)
Provision for employees' end of service benefit	103,688	17,112
Provision for employees' end of service benefit paid	(88,119)	(21,071)
Interest on lease liability	705	735
Gain on disposal of plant and equipment	(22,148)	-
Disposal of plant and equipment	(38)	-
Finance charges	42,364	8,256
Changes in Working Capital :		
(Increase)/decrease in inventories	200,727	(223,807)
Increase in trade and other receivables	66,330	(781,199)
Increase in trade and other payables	(45,497)	(65,515)
Tax Paid	(141,670)	(359,297)
Net Cash from Operations	1,617,921	352,190
Investing Activities		
Purchase of plant and equipment	(650,000)	(293,124)
Investment in Associate	(398,713)	(7,727)
Cost incurred on intangible assets	(1,879,099)	(1,211,885)
Guarantee deposits	(20,001)	(100,000)
Net movement in term deposits	1,350,000	650,000
Proceeds from disposal of plant and equipment	22,186	-
Interest income	117,240	158,775
Net Cash (used in) Investing Activities	(1,458,387)	(803,961)
Financing Activities		
Dividend paid	(660,000)	(600,000)
Lease payments	(12,673)	(7,393)
Capital introduced	-	300,000
Bank Borrowings (net of payment)	759,913	-
Finance charges	(42,364)	(8,256)
Net Cash from/(used in) Financing Activities	44,876	(315,649)
Net Increase/(Decrease) in Cash & Cash Equivalents	204,410	(767,420)
Cash & Cash Equivalents at the beginning of the year	55,049	822,469
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	259,459	55,049
Cash & Cash equivalents represented by:		
Cash on Hand	3,200	3,200
Cash at Bank	256,259	51,849
	259,459	55,049

NOTES TO FINANCIAL STATEMENTS
31 DECEMBER 2025

1. Legal status and principal activities:

Oman Chromite Company SAOG ('the Company') was incorporated in accordance with Royal Decree No. 91/65 dated 18 June 1991 for the purpose of mining and marketing of chromite ore. The Company was incorporated as a public joint stock company in the Sultanate of Oman in the year 1992 and commenced commercial operations inthe year 1993.

The Company's principal place of business is located at Sohar, Sultanate of Oman. The Company has %70 interest in a Company, Al Batinah Chromium Mining Company LLC with Share Capital of RO 5,000, which has not commenced operations since its date of incorporation of 19 April 2020. During the year, the Company increased its shareholding in Gulf Alloys and Metals (FZC) LLC (the "Associate") from %20 to %30, resulting in an increase in the number of shares held from 500,000 to 750,000, for a total amount of RO 398,713, in accordance with the share purchase agreement dated 02 July 2025.

The Company has entered into a joint arrangement with Minerals development of Oman to share the cost of exploration, evaluation and feasibility phases of the two sites, Liwa and Mahadha as per the agreement dated 06 June 2022. The Company's contribution of the costs has been disclosed in the note 5 (b).

2. Basis of preparation:

Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board (IASB), interpretations issued by the International Financial Reporting Interpretation Committee (IFRIC), the relevant requirements of the Commercial Companies Law of 2019 of the Sultanate of Oman, and the relevant Rules and Guidelines on Disclosure as issued by the Financial Services Authority (FSA).

Basis of measurement

The financial statements have been prepared on the historical cost convention and going concern assumption, modified for certain assets and liabilities which are stated at their fair values as required by the IFRS. The preparation of financial statements is in conformity with IFRS that requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company's accounting policies.

Functional currencies

The financial statements are presented in Omani Rial (RO), which is the functional and reporting currency for the financial statements. All figures have been rounded off to the nearest RO, unless otherwise stated.

New standards, amendments and interpretations to existing IFRS effective 1 January 2025

The financial statements have been prepared based on IFRS effective for the accounting periods beginning on or after 01 January 2025. The Company has adopted these standards for the first time for the annual period beginning from 01 January 2025. Their adoption has not had any material impact on the disclosures or on the amounts reported in these financial statements.

Title	Effective for annual periods beginning on or after
Lack of Exchangeability – Amendments to IAS 21	1 January 2025

Standards, amendments and interpretations to existing IFRS that are not yet effective

Certain new standards, amendments and interpretations to existing IFRS have been published that are not effective and mandatory for the Company's accounting period commenced on 1 January 2025, which management has decided to adopt from the applicable periods:

Title	Effective for annual periods beginning on or after
Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7	1 January 2026
Annual Improvements to IFRS Accounting Standards – Volume 11	1 January 2026
Power Purchase Agreements – Amendments to IFRS 9 and IFRS 77	1 January 2026
IFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
IFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027

Management believes that adoption of the above new standards and amendments is not likely to have any material impact on the presentation and disclosure of items in the financial statements for future periods.

3. Material accounting policies:

a. Revenue

Revenue is measured based on the consideration specified in contracts with customers, excluding amounts collected on behalf of third parties. The company recognises revenue when control of the goods is transferred to the customer, in accordance with IFRS 15 – Revenue from Contracts with Customers.

The company's principal activity is the mining and sale of chromite ore to local and international customers. Revenue from the sale of chromite ore is recognised at a point in time when control of the product transfers to the customer. This typically occurs upon delivery of the chromite ore in accordance with the agreed terms specified in the sales contract.

The transaction price is determined based on:
- Contractually agreed prices, which may be fixed or based on market indices,
- Adjustments for ore grade, quality, and moisture content,
- Provisional pricing arrangements, where applicable.

b. Other income

Other income earned by the Company is recognized on the accrual basis, or when the Company's right to receive payment is established, unless recovery is doubtful.

c. Plant and equipment

Plant and equipment are stated at historical cost less accumulated depreciation and any impairment in value. Cost includes all costs directly attributable to bringing the asset to working condition for their intended use. Depreciation is calculated in accordance with the straight-line method to write-off the cost of each asset to its estimated residual value over its useful economic life.

Depreciation has been calculated from the date of acquisition for the following number of years:

Mining equipment	15 - 5 years
Motor vehicles	10 - 5 years
Furniture, fixtures and office equipment	5 - 3 years

Expenditure incurred to replace a component of an item of plant and equipment that is accounted for separately is capitalised and the carrying amount of the component that is replaced is written-off. Other subsequent expenditure is capitalised only when it increases future economic benefits of the related item of plant and equipment. All other expenditure is recognised in the statement of profit or loss and other comprehensive income as the expense is incurred.

An item of plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gains or losses arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss and other comprehensive income in the year the asset is derecognised.

d. Intangible assets

Intangible assets include expenses incurred on exploration and development costs, stripping activities on mines and computer software which are capitalised. Intangible assets are stated at cost less accumulated amortisation and impairment losses.

The Company assesses the stage of either each mine exploration or under development to determine when a mine moves into the production phase, this being when the mine is substantially complete and ready for its intended use. The criteria used to assess the start date is determined based on the unique nature of each mine exploration and development, such as the complexity of the project and its location. The Company considers various relevant criteria to assess when the production phase is considered to have commenced. At this point, all related amounts are reclassified from 'exploration and development costs' to 'stripping activity asset'.

The stripping activity asset capitalised includes amount spent until the time the mines are ready for commercial production, including directly attributable overhead costs. The stripping activity asset is amortised on a systematic basis over the estimated useful life of the respective mines, which generally ranges between 2 and 3 years.

Subsequent expenses incurred after the mine has been brought into commercial production are expensed as incurred, except for significant stripping activity expenses, which are deferred and amortised over the period of extraction of the remaining reserves of the respective mine. Any amount of the unamortised balance of the stripping activity asset, which cannot be recovered from the expected future economic benefit, is written-off immediately as and when identified.

Computer software is amortised over a period of 3 years

e. Exploration and evaluation of assets - Recognition and measurement

The Company accounts for exploration and evaluation ("E&E") costs, having regard to the requirements of IFRS 6 "Exploration for and Evaluation of Mineral Resources". E&E costs include costs incurred after the Company has obtained legal rights to explore in a specific area and costs incurred before the technical feasibility and commercial viability of extracting a mineral resource is demonstrable. Costs for exploring for and evaluating of mineral resources are capitalised and tested for impairment when facts and circumstances suggest that the carrying amount of an E&E asset may exceed its recoverable amount. Once the technical feasibility and commercial viability of extracting a mineral resource are demonstrated, E&E assets are tested for impairment and transferred to and are treated under stripping activity assets.

E&E costs may include cost of acquisition of exploration rights, technical services and surveying, geological, geochemical and geophysical, exploratory drilling, excavations, sampling and administration expenses, including remuneration of production personnel and supervisory management and the projected costs of retiring the assets (if any), but do not include general prospecting or evaluation costs incurred prior to having obtained the legal rights toexplore an area, which are expensed directly to the profit or loss as they are incurred.

f. Investment in associates

Associates are all entities over which the Company has significant influence but not control, generally accompanying a shareholding of between %20 and %50 of the voting rights. Investments in associates are accounted for using the equity method of accounting. Under the equity method, the investment is initially recognised at cost, and the carrying amount is increased or decreased to recognise the investor's share of the profit or loss of the investee after the date of acquisition. The Company's investment in associates includes goodwill identified on acquisition. Any excess over the fair value of net asset acquired in an acquisition is recognised as a 'bargain gain' and included in the statement of comprehensive income for he period in which the acquisition is completed.

The Company's share of post-acquisition profit or loss is recognised in the statement of comprehensive income, with a corresponding adjustment to the carrying amount of the investment. When the Company's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Company does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

The Company determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case, the Company calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognizes the amount adjacent to 'share of profit/(loss) of an associate' in the income statement.

g. Financial instruments

Financial instruments are recognized when the Company becomes a party to the contractual provisions of the instrument. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

The Company determines the classification of its financial assets at initial recognition. The classification depends on the business model for managing the financial assets and the contractual terms of the cash flows.

(i) Classification

The financial assets are classified in the following measurement categories:

a. those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss); and
b. those to be measured at amortised cost.

For assets measured at fair value, gains and losses will either be recorded in the Company's statement of profit and loss or other comprehensive income. For investments in equity instruments, the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through profit or loss.

T(ii) Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of profit or loss and other comprehensive income as incurred.

he Company has classified fair value measurements on a recurring basis using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- **quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);**
- **inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and**

inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

If the Company elects to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments shall continue to be recognised in the statement of profit or loss and other comprehensive income as other income when the Company's right to receive payments is established. There are no impairment requirements for equity investments measured at fair value through other comprehensive income. Changes in the fair value of financial assets at fair value through profit or loss shall be recognised in other gains/(losses) in the statement of profit or loss and other comprehensive income. The Company has elected to present fair value gains or losses on equity investments in the profit or loss.

(iii) De-recognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the assets expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of the transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

(iv) Impairment of financial assets

The Company applies ECL model for measurement and recognition of impairment loss on the financial assets. ECL are the probability-weighted estimate of credit losses (i.e. present value of all cash shortfalls) over the expected life of the financial asset. A cash shortfall is the difference between the cash flows that are due in accordance with the contract and the cash flows that the Company expects to receive. The ECL considers the amount and timing of payments and, hence, a credit loss arises even if the Company expects to receive the payment in full but later than when contractually due. The ECL method requires assessing credit risk, default and timing of collection since initial recognition. This requires recognising allowance for ECL in the statement of profit or loss and other comprehensive income even for receivables that are newly originated or acquired.

Trade receivables are of a short-duration, normally less than 12 months and hence the Company uses the practical expedient in IFRS 9 for measuring ECL for trade receivables using a provision matrix based on ageing of the trade receivables.

The Company uses historical loss experience and derived loss rates based on the past twelve months and adjusts the historical loss rates to reflect the information about current conditions and reasonable and supportable forecasts of future economic conditions. The loss rates differ based on the ageing of the amounts that are past due and are generally higher for those with the higher ageing.

Management has determined that the company's adoption of IFRS 9 had no material impact on the financial statements of the company.

(v) Income recognition

Interest income

For all financial instruments measured at amortised cost and interest bearing financial assets, interest income is recognised using the EIR, which is the rate that discounts the estimated future cash receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset.

When a loan or receivable is impaired, the Company reduces the carrying amount to its recoverable amount, being the estimated future cash flows discounted at the original EIR of the instrument, and continues unwinding the discount as interest income. Interest income on impaired financial assets is recognised using the original EIR.

Financial liabilities

The Company determines the classification of its financial liabilities at initial recognition. The classification depends on the business model for managing the financial liabilities and the contractual terms of the cash flows.

(i) Classification

The financial liabilities are classified in the following measurement categories:

a. those to be measured as financial liabilities at fair value through profit or loss; and
b. those to be measured at amortised cost.

(ii) Measurement

All financial liabilities are recognised initially at fair value and, in the case of payables, net of directly attributabletransaction costs.

The Company does not trade in any financial liabilities and does not classify or measure any financial liabilities as at fair value through profit or loss. Consequently, all financial liabilities are classified and subsequently measured at amortized cost.

The Company’s financial liabilities include trade and other payables which are measured at amortised cost.

(iii) Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the statement of profit or loss and other comprehensive income.

h. Impairment of non-financial assets

The carrying amount of the Company's assets or its cash generating unit, other than financial assets, are reviewed at each statement of financial position date to determine whether there is any indication of impairment. A cash generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other asset and groups. If any such indication exists, the asset's recoverable amount is estimated. The recoverable amount of an asset or a cash generating unit is the greater of its value in use or fair value less costs to sell. An impairment loss is recognised whenever the carrying amount of an asset or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit or loss and other comprehensive income. Impairment losses are reversed only if there is an indication that the impairment loss may no longer exist and there has been a change in the estimates used to determine the recoverable amount.

i). Inventories

Inventories comprise stock of chromite ore and spares that are stated at the lower of cost and net realisable value. Cost is determined on the weighted average cost method and comprises of direct costs of mining/purchase price of spares, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price less all estimated costs to be incurred in selling and distribution.

j. Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents comprise cash on hand and bank balances, net of bank overdrafts. Bank overdrafts are shown as part of current liabilities in then statement of financial position.

k. Provisions

A provision is recognised in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation.

l. Employees' benefit liabilities

The provision for employees' terminal benefits is based upon the liability accrued in accordance with the terms of employment of the College's employees at the reporting date with regard to the requirements of the Oman Labour Law and the Social Security Law, issued by the way of Royal Decree 2023/53, dated 25 July 2023.

Government of Oman Social Insurance Scheme (the Scheme)
The company contributes to the Scheme for all Omani employees. The Scheme, which is a defined contributions retirement plan, is administered by the Government of Oman. The company and Omani employees are required to make monthly contributions to the Scheme at %13.5 - %12.5 and %8 respectively, of gross salaries.

Non-Omani employee terminal benefits
The provision for end of service benefits for non-Omani employees upto the previous reporting year was made in accordance with the requirements of the Oman Labour Law of 2003. Employees are entitled to end of service benefits calculated at the rate of 15 days basic salary for each of the first three years of continuous service and at a rate of 30 days basic salary for each year of continuous service following the first three years.

However, the employees hired earlier than 2002 are entitled to end of service benefits calculated at the rate of 30 days basic salary for each year of continuous service following the date of joining.

During the year, the provision is made as per the requirements of the Oman Labour Law of 2023. Accordingly, the employees are entitled to end of service benefits calculated at the rate of 30 days basic salary for each of the year of continuous service following the date of joining.

This is an unfunded defined benefits retirement plan. Accrued non-Omani staff terminal benefits are payable on termination of employment.

m. Borrowings costs

Borrowing costs are expensed in the year in which they are incurred. However borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of the asset till such time as the asset is put to commercial use. Thereafter all the borrowings costs are expensed. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

n. Leases - the Company as lessee

The Company assesses whether a contract is or contains a lease, at the inception of the contract. The Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease arrangements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low-value assets. For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed.

o. Directors' remuneration

The Company follows the Commercial Companies Law of 2019 of the Sultanate of Oman, and other latest relevant directives issued by FSA, in regard to determination of the amount to be paid as Directors' remuneration. Directors' remuneration is charged to the statement of profit or loss and other comprehensive income in the year to which they relate.

p. Dividend

The Board of Directors recommends to the shareholders the dividend to be paid out of the Company's net profits. The Directors take into account appropriate parameters including the requirements of the Commercial Companies Law of 2019 of the Sultanate of Oman while recommending the dividend. Dividend distribution is recognised as a liability in the period in which the dividends are approved by the Company's shareholders.

q. Operating segments

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components, whose operating results are reviewed regularly by the Company's chief operating decision maker to make decisions about resources allocated to the segment and assess its performance, and for which discreet financial information is available. Segment results that are reported to the chief operating decision maker include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

r. Foreign currencies

Foreign currency transactions are accounted for at the rates of exchange prevailing at the dates of the transactions. Gains and losses resulting from the settlement of such transactions and from the translation, at the year-end rates, of monetary assets and liabilities denominated in foreign currencies, are recognised in the statement of profit or loss and other comprehensive income. Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange prevailing at the end of the year. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the date when the carrying value was determined.

s. Income tax

Income tax is provided for in accordance with the fiscal regulations of the Sultanate of Oman. Current tax is recognised in the statement of profit or loss and other comprehensive income as the expected tax payable on the taxable income for the year, using tax-rates enacted or substantially enacted at the statement of financial position date, and any adjustment to tax payable in respect of previous years.

Deferred taxation is provided using the balance sheet liability method on all temporary differences at the reporting date. It is calculated adopting a tax-rate that is the rate that is expected to apply to the periods when it is anticipated the liabilities will be settled, and which is based on tax-rates (and laws) that have been enacted at the statement of financial position date. A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences, unused tax losses and credits can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefits will be realised.

t. Determination of fair values

A number of the Company's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. Fair value is the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties in an arm's length transaction. Fair values have been determined for measurement and/or disclosure purposes based on certain methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

u. Leases

The company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee

The company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right of use assets .(i)

The company recognises right of use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right of use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any re-measurement of lease liabilities. The cost of right of use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. [Unless the company is reasonably certain to obtain ownership of the leased asset at the end of the lease term], the recognised right of use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right of use assets are subject to impairment.

(ii). Lease liabilities

At the commencement date of the lease, the company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in- substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the company and payments of penalties for terminating a lease, if the lease term reflects the company exercising the option to terminate. The variable lease payments that do not depend on an index or a rate are recognized as expense in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g. a changes in future payments resulting from a change in index or rate used to determine such lease payments) or a change in the assessment to purchase the underlying asset.

(iii). Short-term leases and leases of low-value assets

The company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognized as expense on a straight-line basis over the lease term.

4. Critical accounting estimates and key source of estimation uncertainty:

Preparation of financial statements in accordance with IFRS requires the Company's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. The determination of estimates require judgments which are based on historical experience, current and expected economic conditions, and all other available information. Actual results could differ from those estimates. The most significant areas requiring the use of management estimates and assumptions in these financial statements relate to:

Economic useful lives of plant and equipment

The Company's plant and equipment are depreciated on a straight-line basis over their economic useful lives. The economic useful lives of plant and equipment are reviewed periodically by management. The review is based on the current condition of the assets and the estimated period during which they will continue to bring economic benefit to the Company.

Economic useful life of intangible assets

Intangible assets are amortized on a straight-line basis over their economic useful lives. The economic useful lives of intangible assets are reviewed periodically by management. The review is based on the current condition of the intangible assets and the estimated period during which they will continue to bring economic benefit to the Company.

Stripping activity assets / Exploration and Evaluation assets

The Company assesses the stage of each mine under development/construction to determine when a mine moves into the production phase, this being when the mine is substantially complete and ready for its intended use. The criteria used to assess the start date is determined based on the unique nature of each mine development/construction project, such as the complexity of the project and its location. The Company considers various relevant criteria to assess when the production phase is considered to have commenced. Some of the criteria used to identify the production start date include, but are not limited to:

- Level of capital expenditure incurred compared with the original construction cost estimate.
- Completion of a reasonable period of testing of the mines plant and equipment.
- Ability to produce chromite ore in saleable form (within specifications).
- Ability to sustain ongoing production of chromite ore.

When a mine development project moves into the production phase, the capitalization of certain mine development costs ceases and costs are either regarded as forming part of the cost of inventory or expensed, except for costs that qualify for capitalization relating to mining asset additions or improvements, underground mine development or mineable reserve development. It is also at this point that depreciation/amortization commences.

Valuation and impairment of inventories
The carrying value of chromite ore stocks is a significant area of judgement by management, including determining estimates of future chrome prices, future processing costs, ore grades, volume and quality. The Company creates an impairment provision for obsolete and slow-moving inventories. Estimates of net realizable value of inventories are based on the most reliable evidence available at the time the estimates are made. These estimates take into consideration fluctuations of price or cost directly relating to events occurring subsequent to the statement of financial position date to the extent that such events confirm conditions existing at the end of the reporting year.

Impairment losses on trade receivables
Trade receivables are stated at their amortized cost as reduced by appropriate provision for ECL for estimated rrecoverable amounts. Estimated irrecoverable amounts are based on the ageing of the trade receivable balances and historical experience adjusted appropriately for the future expectations. Individual trade receivables are written- off when management deems them not to be collectible.

Going concer
The management reviews the financial position of the Company on a periodical basis and assesses the requirement of any additional funding to meet the working capital requirements and estimated funds required to meet the liabilities as and when they become due.

Contingencies
By their nature, contingencies will only be resolved when one or more future events occur or fail to occur. The assessment of such contingencies inherently involves the exercise of significant judgment and estimates of the outcome of future events.

Taxation
Uncertainties exist with respect to the interpretation of tax regulations and the amount and timing of future taxable income. Given the wide range of business relationships and nature of the existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to the assumptions, could necessitate future adjustments to taxable income and expenses already recorded. The Company establishes provisions, based on reasonable estimates, for possible consequences of finalisation of tax assessments of the Company. The amount of such provisions is based on various factors, such as experience of previous tax assessments and differing interpretations of tax regulations by the taxable entity and the responsible taxation authority.

Fair value measurements
A number of assets and liabilities included in the Company's financial statements have been measured at fair value. The fair value measurement of the Company's financial and non-financial assets and liabilities utilises market observable inputs and data as far as possible. The classification of an item into the level 1, level 2 and level 3 hierarchy is based on the lowest level of the inputs used that has a significant effect on the fair value measurement of the item. Transfers of items between levels are recognised in the year they occur.

5. Plant and equipment:

Cost	Mining equipment RO	Motor vehicles and trucks RO	Furniture, fixtures and office equipment RO	Total RO
As at 2025-01-01	1,843,235	871,070	193,112	2,907,417
Additions for the year	421,316	204,396	24,288	650,000
Deletions for the year	(68,221)	(32,896)	(14,103)	(115,220)
As at 2025-12-31	2,196,330	1,042,570	203,297	3,442,197
Depreciation				
As at 2025-01-01	1,263,530	484,971	119,116	1,867,617
Charge for the year	78,105	68,195	24,049	170,349
Deletions for the year	(68,221)	(32,896)	(14,103)	(115,220)
As at 2025-12-31	1,273,414	520,270	129,062	1,922,746
Net Book Value				
As at 2025-12-31	922,916	522,300	74,235	1,519,451

Cost	Mining equipment RO	Motor vehicles and trucks RO	Furniture, fixtures and office equipment RO	Total RO
As at 2024-01-01	1,827,635	630,939	155,719	2,614,293
Additions for the year	15,600	240,131	37,393	293,124
As at 2024-12-31	1,843,235	871,070	193,112	2,907,417
Depreciation				
As at 2024-01-01	1,198,137	444,892	101,101	1,744,130
Charge for the year	65,393	40,079	18,015	123,487
As at 2024-12-31	1,263,530	484,971	119,116	1,867,617
Net Book Value				
As at 2024-12-31	579,705	386,099	73,996	1,039,800

The depreciation charge has been allocated in the statement of comprehensive income as follows:

	2025 O.R	2024 O.R
Cost of revenue (note 24)	110,968	107,628
General and administrative expenses (note 28)	12,087	8,000
Depreciation capitalized	47,294	7,859
	170,349	123,487

6. Intangible assets:

Cost	Exploration and evaluation assets RO	Stripping activity assets RO	Computer software RO	Total RO
As at 2025-01-01	2,362,935	1,783,076	6,000	4,152,011
Additions for the year	1,421,88	457,211	–	1,879,099
As at 2025-12-31	3,784,823	2,240,287	6,000	6,031,110
Amortization				
As at 2025-01-01	1,504,277	1,599,589	6,000	3,109,866
Charge for the year	296,429	439,833	–	736,262
As at 2025-12-31	1,800,706	2,039,422	6,000	3,846,128
Net Book Value				
As at 2025-12-31	1,984,117	200,865	–	2,184,982

Cost	Exploration and evaluation assets RO	Stripping activity assets RO	Computer software RO	Total RO
As at 2024-01-01	1,641,996	1,292,130	6,000	2,940,126
Additions for the year	720,939	490,946	–	1,211,885
As at 2024-12-31	2,362,935	1,783,076	6,000	4,152,011
Amortization				
As at 2024-01-01	1,081,945	1,292,130	6,000	2,380,075
Charge for the year	422,332	307,459	–	729,791
As at 2024-12-31	1,504,277	1,599,589	6,000	3,109,866
Net Book Value				
As at 2024-12-31	858,658	183,487	–	1,042,145

a) The amortization charge for the year has been allocated in the statement of comprehensive income as follows:

	2025 O.R	2024 O.R
Cost of revenue (note 24)	736,262	729,791

b) Exploration and evaluation assets represent costs incurred on exploration activities of mines which are currently on-going. Included with the additions for the year is RO Nil (2024: RO Nil) being the Company's contribution for exploration, excavation and the feasibility phases of the two sites, Liwa and Mahadha that were incurred under a joint arrangement with Minerals Development of Oman. In this regard, the company has recognized a impairment loss for the year of RO Nil (2024: RO Nil). This impairment loss reflects the Company's current assessment that the exploration activities at the Liwa and Mahadha sites may not be possible.

7. Guarantee deposits:

	2025 O.R	2024 O.R
Guarantee deposits with Environment Authority	272,001	252,000
	272,001	252,000

Guarantee deposits relates to amount submitted to Environment Authority for different mining sites and refundable on the completion of project and return of the site.

8. Investment in associate:

	2025 O.R	2024 O.R
Gulf Alloys and Metals (FZC) LLC	860,173	534,439
	860,173	534,439

Movement during the year in investment in associate is as follows:

	2025 O.R	2024 O.R
Opening balance	534,439	440,809
Additions	398,713	7,727
Share of (Loss)/Profit of associate	(72,979)	85,903
Closing Balance	860,173	534,439

During the year, OCC acquired an additional %10 interest in Gulf Alloys, increasing its total ownership to %30. The OCC continues to exercise significant influence over Gulf Alloys and therefore accounts for the investment using the equity method in accordance with IAS 28 – Investments in Associates and Joint Ventures. In accordance with IAS 28, the previously held interest has not been remeasured, as Gulf Alloys continues to be classified as an associate. The cost of the additional interest has been added to the existing carrying amount of the investment and the excess of the consideration paid over the OCC share of the fair value of the identifiable net assets acquired amounting to R.O 139,205 is goodwill which is included in the additional investment consideration of R.O 398,713 paid during the year.

The summarized financial position and results of the associate is as follows:

	2025 O.R (audited)	2024 O.R (audited)
Total assets	4,697,988	4,397,314
Total liabilities	2,294,759	1,725,117
Equity	2,403,229	2,672,197
Profit for the year/(Loss)	(268,968)	429,514
Accumulated (losses)/profits	(139,722)	129,246

9. Investment at fair value through profit or loss:

	2025 R.O	2025 R.O	2024 R.O	2024 R.O
Listed securities: Local quoted investments	Fair value 5,467	Cost 10,621	Fair value 5,572	Cost 10,621

a) The movement in investments at fair value through profit or loss is as follows:

	2025 O.R	2024 O.R
At the beginning of the year	5,572	5,037
Unrealised (loss)/gain on investments at fair value through profit or loss	(105)	535
At the end of the year	5,467	5,572

a. b) Investments at fair value through profit or loss comprise shares in companies quoted on the Muscat securities Market. At the end of reporting year, investments at fair value through profit or loss with a carrying value of RO 5,467 (2024: RO 5,572) are held by portfolio managers in their capacity as trustees on behalf of the Company.

b. The fair value of the investments at fair value through profit or loss has been determined under the level 1 hierarchy.

c. None of the Company's investment at fair value through profit or loss represents %10 or more of the investee Company's share capital.

10. Inventories:

	2025 O.R	2024 O.R
Chromite ore at full production cost	1,399,851	1,618,818
Spares	39,997	21,757
	1,439,848	1,640,575

11. Trade and other receivables:

	2025 O.R	2024 O.R
Trade receivables	580,461	464,470
Margin Deposit	62,423	251,430
Advance to Suppliers	19,798	43,865
Prepayment and other receivables	310,309	267,656
	972,991	1,027,421

Trade receivables are generally on 30 to 90 days credit terms. The carrying value of trade receivables stated at amortised cost approximate their fair values. The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable mentioned above. The Company does not hold any collateral as security.

The Company applies the IFRS 9 simplified approach to measure ECL using a lifetime ECL provision for trade receivables. To measure ECL on a collective basis, trade receivables are grouped based on similar credit risk and aging. The ECL rates are based on the Company's historical credit losses experienced over the prior periods. The historical losses are then adjusted for the current and forward-looking information on macro-economic factors affecting the Company's customers.

The provision for ECL is determined based on the ECL model and reviewed periodically. At the end of the reporting year, since trade receivables amounting to RO 580,461 (2024: RO 464,470) are not past due, no ECL provision has been created based on historical experiences of the management.

12. Loan to Related Party:

Gulf Alloys & Metals (FZC) LLC	103,552	115,452
Less: Current Portion	(84,000)	(11,900)
Non Current Portion	19,552	103,552

The company has granted a short-term loan to its associate on 28th September 2023. The loan bears an interest rate of %15 per annum. The loan is repayable in 6 instalments starting in June 2024 to November 2024.The loan is not fully repaid as on 31 December 2025 since the company has rescheduled the loan repayment terms.

13. Term deposits:

	2025 O.R	2024 O.R
Fixed deposits with commercial banks	1,000,000	2,350,000
Less: Current portion	–	–
Non-current portion	1,000,000	2,350,000

Term deposits are placed with local commercial banks and earn profit rates %5.9 - %5.25 per annum (%5.9 - %5.25 :2024 per annum).

Term deposits include:

a. Deposits amounting to RO 1,000,000 with Maisarah Islamic Banking Services, which carries expected profit rates of %5.9 per annum. The deposit will mature on 21st December 2028.

14. Cash and bank balances:

	2025 O.R	2024 O.R
Cash in Hand	3,200	3,200
Cash at Bank		
- Current account	243,059	10,980
- Call account	13,200	40,869
	259,459	55,049

The current account balances with banks are non-interest bearing. The call account balances with banks earns interest at %3 per annum (%3 :2024 per annum).

15. Share capital:

The authorised share capital of the Company comprises 10,000,000 ordinary shares of RO 1 each. The issued and fully paid up share capital of the Company comprises 3,300,000 ordinary shares of RO 1 each (3,300,000 :2024 ordinary shares of RO 1 each).

Shareholders who owns %5 or more of the Company's share capital and the number of shares they hold are as follows:

	2025		2024	
Name of shareholders	Number of shares	Shareholding percentage٪	Number of shares	Shareholding percentage٪
Minerals Development Oman SAOC	509,184	%15.43	509,184	%15.43
MB Holding Company LLC	451,303	%13.67	451,053	%13.67
Mohammad Moosa Abdullah Al Yousuf	419,976	%12.73	419,976	%12.73
Oman Mining Company LLC	330,000	%10.00	330,000	%10.00
Al Qurum Establishment	330,000	%10.00	330,000	%10.00
Al Yousuf Group LLC	197,367	%5.98	197,367	%5.98
Social Protection Fund	165,000	%5.00	165,000	%5.00
	2,402,830	%72.81	2,402,580	%72.81

16. Legal reserve:

As per the Commercial Companies Law of the Sultanate of Oman, annual appropriation of %10 of a company's net profit is to be made to a non-distributable legal reserve, until the amount of legal reserve becomes equal to one- third of the amount of issued share capital. As on 31 December 2025, the reserve has reached the requirement.

17. Optional reserve:

Subsequent to achieving the required threshold for legal reserve, the board has resolved in 2025 to allocate future annual appropriations of %10 of the company's net profit into an optional reserve. The detailed movement in optional reserve is presented in the Statement of Changes in Equity.

	2025 O.R	2024 O.R
Opening balance	114,323	114,148
Movement during the year	52,217	175
Closing balance	166,540	114,323

18. Retained earnings:

In accordance with International Financial Reporting Standards (IFRS), the retained earnings of the company are accumulated profits that are retained with the company. As of 31 December 2025, the retained earnings are comprised of the previous year's balance, adjusted for this year's net income and dividends paid. The detailed movement in retained earnings is presented in the Statement of Changes in Equity.

	2025 O.R	2024 O.R
Opening balance	2,115,424	1,813,851
Net Profit for the year	522,170	1,001,748
Transferred to reserve	(52,217)	(100,175)
Dividend paid during the year	(660,000)	(600,000)
Closing balance	1,925,377	2,115,424

19. Employees' end of service benefits:

	2025 O.R	2024 O.R
At the beginning of the year	47,061	51,020
Expenses recognized in the statement of comprehensive income	103,688	17,112
Paid during the year	(88,119)	(21,071)
	62,630	47,061

20. Tax Expenses:

(a) Statement of comprehensive income

The tax charge for the year comprises:

	2025 O.R	2024 O.R
Current year tax	71,362	141,670
Deferred tax	33,680	18,543
	105,042	160,213

(b) Statement of financial position
Income tax payable is as follows:

	2025 O.R	2024 O.R
Opening balance	141,670	359,297
Current year tax	71,362	141,670
Less: paid during the year	(141,670)	(359,297)
Closing balance	71,362	141,670

(c) Deferred tax liability is as follows:

	2025 O.R	2024 O.R
Deferred tax (liability) at the beginning of the year	(78,400)	(59,857)
Deferred tax (charge) for the year	(33,680)	(18,543)
Closing balance	(112,080)	(78,400)

The Company is liable to income tax at the rate of %15 on the entire taxable income (2024: tax at the rate of %15).

The Company's income tax assessments for tax year 2022 to 2024 have not been finalised by the Tax Authority. Management is of the opinion that the additional taxes, if any, that may become payable on finalisation of the pending tax assessments would not be significant to the Company's financial position at 31 December 2025.

21. Trade and other payables:

	2025 O.R	2024 O.R
Trade payables	413,679	400,155
Royalties payable	103,606	70,068
Staff benefits payable	221,829	376,696
Advance from customers	38,486	9,194
Accruals and other payables	360,768	327,752
	1,138,368	1,183,865

Trade payables are generally settled within 30 to 90 days of the suppliers' invoice date.

22. Net assets per share:

Net assets per share is calculated by dividing the equity attributable to the shareholders at the end of the reporting date by the number of shares outstanding.

	2025 O.R	2024 O.R
Shareholders' equity	6,491,917	6,629,747
Weighted average number of shares	3,300,000	3,300,000
Net assets per share	1.967	2.009

23. Revenue:

Disaggregation of revenue from contracts with customers:
The Company's revenue represents income from the contracts with customers by transfer of products at point in time on the following region and the type of chrome:

(a) Primary geographical region

	2025 O.R	2024 O.R
GCC (Oman)	3,062,507	2,276,639
East Asia	1,798,788	2,592,943
South Africa	11,550	2,957
Others	18,479	34,889
	4,891,324	4,907,428

(b) Type of chrome

	2025 O.R	2024 O.R
Refractory sales	844,951	710,545
Metallurgical sales	4,046,373	4,196,883
	4,891,324	4,907,428

24. Cost of revenue:

	2025 O.R	2024 O.R
Opening inventories8	1,640,575	1,416,768
Salaries and other staff related costs	710,529	707,173
Cost of mining	964,952	796,080
Equipment hire charges	313,667	541,706
Depreciation on plant and equipment (note 5)	110,968	107,628
Depreciation on right to use asset	11,912	6,950
Amortisation charge on intangible assets (note 6)	736,262	729,791
Amortisation write off	-	28,844
	4,488,865	4,334,940
Less: closing inventories	(1,439,848)	(1,640,575)
	3,049,017	2,694,365

25. Other income:

	2025 O.R	2024 O.R
Gain on disposal of plant and equipment	22,148	–
Miscellaneous income	682	9,680
	22,830	9,680

26. Salaries and other related staff costs:

	2025 O.R	2024 O.R
Salaries	295,867	395,783
Other related staff costs	35,949	31,213
	331,816	426,996

27. Selling and distribution costs:

	2025 O.R	2024 O.R
Royalty	461,314	443,839
Sales commission	20,110	17,597
Transport and clearing charges	45,491	35,009
Freight charges	3,856	3,464
Other related expenses	18,697	14,182
	549,468	514,091

In consideration for the mining rights, the Company is required to pay to the Government of the Sultanate of Oman, a royalty fee at the rate of %10 of revenues, excluding certain selling and distribution costs.

28. General and administrative expenses:

	2025 O.R	2024 O.R
Business travel and entertainment	25,740	18,512
Communication	7,741	7,212
Corporate social responsibility expenses	49,610	42,938
Depreciation (note 5)	12,087	8,000
Directors' remuneration and sitting fees	138,654	129,350
Fees and subscription	8,020	11,841
Insurance	6,310	6,009
Legal and professional fees	25,560	38,918
Miscellaneous expenses	24,311	37,662
Office expenses	24,085	21,522
Rent	15,300	15,300
Repairs and maintenance	12,893	8,455
Training	6,208	9,050
Utilities	1,914	1,883
	358,433	356,652

29. Finance charges:

	2025 O.R	2024 O.R
Bank charges	10,282	7,521
Interest on Bank Borrowings	31,377	-
Interest on lease liability (note 33)	705	735
	42,364	8,256

30. Interest income:

	2025 O.R	2024 O.R
Interest on call accounts	6,221	10,974
Interest on loan to related party	37,909	-
Interest on fixed deposits	73,110	147,801
	117,240	158,775

31. Basic earnings per share:

Basic earnings per share is calculated by dividing the net profit for the year with the weighted average number of shares issued and outstanding during the year.

	2025 O.R	2024 O.R
Net profit for the year	522,170	1,001,748
Weighted average number of shares	3,300,000	3,300,000
Basic earnings per share	0.158	0.304

No figure for diluted earnings per share has been presented because the Company has not issued any instruments which would have an impact on earnings per share when exercised.

32. Related party receivable:

The Company, in the ordinary course of business, deals with parties which fall with in the definition of 'related parties' as contained in the International Accounting Standard Number 24. The terms of these transactions are approved by the management and the management believes that such transactions are at arm's length and are not materially different from those with unrelated parties.

	2025 O.R	2024 O.R
Gulf Alloys & Metals (FZC) LLC	18,582	18,582
	18,582	18,582

* Subject to confirmation.

Related party transactions consist of the following:

	2025 O.R	2024 O.R
Key managerial remuneration	104,651	416,333
Directors' remuneration and sitting fees	138,654	129,350
Travel allowances paid to directors	5,500	–
Interest on loan to related party	37,909	–
	286,714	545,683

The Directors' meeting attendance fees is subject to Shareholders' approval at the forthcoming Annual General Meeting.

33. Right-of-use assets and lease liability:

(a) Right-of-use assets

	2025 O.R	2024 O.R
Opening Balance	16,879	–
Additions	–	23,829
Depreciation	(11,912)	(6,950)
At 31 December 2025	4,967	16,879

(b) Lease Liability on right-of-use assets

	2025 O.R	2024 O.R
Opening Balance	17,171	–
Additions	–	23,829
Finance Costs	705	735
Less: Payments	(12,673)	(7,393)
At 31 December 2025	5,203	17,171
Lease Liability on right-of-use assets-Current Portion	5,203	11,969
Lease Liability on right-of-use assets-Non Current Portion	–	5,202
	5,203	17,171

The company has leased land for crusher from Ministry of Housing and Urban Planning under agreement that expires on 24 June 2026. The company's obligations under its leases secured by the lessor's title to the leased assets.

34. Bank Borrowings:

(a) Diminishing Musharaka Loan

	2025 O.R	2024 O.R
Diminishing Musharaka Loan	359,913	–
Less: Current Portion	(17,682)	–
Non Current Portion	342,231	–

During the year, the Company obtained a Diminishing Musharaka Loan from Alizz Islamic Bank with a tenure of five years and six months. The loan is subject to a one-year moratorium period, followed by a repayment period of 4.5 years, with instalments payable on a quarterly basis. The loan carries a profit rate of %5.75 p.a.

(b) Term Loan

	2025 O.R	2024 O.R
Term Loan	400,000	–
Less: Current Portion	(400,000)	–
Non Current Portion	–	–

During the year, the Company obtained a short-term working capital loan from Alizz Islamic Bank with a tenure of 150 days. The loan is repayable in full at maturity and carries a profit rate of %5.50 p.a.

The maturity profile of bank borrowings is as follows:

	2025 O.R	2024 O.R
Within one year	417,682	–
After one year but not more than six years	342,231	–
	759,913	–

Bank Borrowing are secured by the following:
• Commercial mortgage over the financed asset.

35. Legal arbitration:

There are two legal cases pending during the end of the reporting period. Management is expecting that the outcome will be in favour of the company and will not give rise to a liability, or which requires disclosure in the financial report but still the management has set aside a provision for RO 53,127 in the books of accounts.

36. Contingencies and commitments:

	2025 O.R	2024 O.R
Bank guarantees	60,448	42,237

37. Capital management:

The primary objective of the management is to ensure that it maintains a healthy capital ratio in order to support its business and maximise shareholders' value. The Company manages its capital structure and make adjustments to it, in light of changes in economic conditions. No changes were made in the objectives, policies and processes during the year ended 31 December 2025.

38. Financial instruments and related risk management:

Financial assets include trade and other receivables, Cash and bank balances, term deposits and investment at fair value through profit or loss. Financial liabilities include trade and other payables. Management believes that the fair values of the financial assets and liabilities approximate their carrying values.

The Company's activities expose it to various financial risks, primarily being, market risk (including currency risk, interest rate risk and foreign exchange risk), credit risk and liquidity risk.

Management has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Audit Committee oversees how Management monitors compliance with the Company's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad-hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

a. Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

(i) Foreign exchange risk

Foreign exchange risk is the risk that the fair values or future cash flows of financial instruments will fluctuate because of changes in foreign exchange rates.

The Company is exposed to foreign currency risk on sales, purchases, receivables and payables arising primarily from US Dollar, Euro and GCC currencies. Foreign exchange risk relating to transactions denominated in US Dollar and other GCC currencies is limited, as the Omani Rial is pegged to the US Dollar and the exchange rate has remained stable since 1986.

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates. The Company is exposed to interest rate risk as the Company has interest-earning term deposits and call deposits at commercial interest rates.

b. Credit risk

Credit risk arises from bank balances, as well as credit exposures to outstanding receivables.

Credit risk on financial assets

The expected loss rates are based on the payment profiles of customers and the corresponding historical credit losses experienced within this year. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The Company has identified the most relevant factors, and accordingly adjusts the historical loss rates based on expected changes in these factors. On that basis, the loss allowance for trade receivables is immaterial to the financial statements as at 31 December 2025 and 31 December 2024.

c. Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Company's management monitors liquidity requirements on a regular basis to ensure that sufficient funds are available, including unutilized credit facilities with banks, to meet any future commitments. The Company manages liquidity risk by maintaining adequate reserves and by continuously monitoring forecasted and actual cash flows.

	2025 O.R < 1 Year	2025 O.R > 1 year	2024 O.R < 1 Year	2024 O.R > 1 year
Trade and other payables	1,138,368	–	1,183,865	–
Bank Borrowings	417,682	342,231	–	–
	1,556,050	342,231	1,183,865	–

d) Commodity price risk

Commodity price risk is the risk that the fair value or future cash flows of the chromite ore will fluctuate because of changes in market prices (other than those arising from foreign exchange risk or interest rate risk), whether those changes are caused by factors specific to the individual commodity or factors affecting all similar commodities traded in the market. The Company is exposed to commodity price risk on the chromite ore. To manage its risk arising from price fluctuations, the management continuously monitors the organised market and the key factors that affect the commodity in which the Company trades.

39. Fair value of financial instruments:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

In estimating the fair value of an asset or liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

All financial assets and liabilities have been accounted at amortized cost, except for investments in equity instruments designated at fair value through profit or loss, which are routed through profit or loss. The management has assessed that the other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

Nature of the financial instrument	Carrying value O.R	Level 1 O.R	Level 2 O.R	Level 3 O.R
At 31 December 2025 Investment at fair value through profit or loss	5,467	5,467	———	———
At 31 December 2024 Investment at fair value through profit or loss	5,572	5,572	———	———

40. Subsequent events:

There were no events occurring subsequent to 31 December 2025 and before the date of the approval that are expected to have a significant impact on these financial statements.

41. Capital commitments:

As at 31 December 2025, the company had capital commitments amounting to R.O 1,695,028 (2025: R.O1,672,387) in respect of exploration and evaluation activities at various mines.

42. Comparative information:

Certain comparative figures of the previous year have been either regrouped or reclassified, wherever necessary, in order to conform to the presentation adopted in the current year's financial statements. Such regrouping or reclassification did not affect previously reported net profit or shareholders' equity.

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