



OQEP Announces First Half 2026 Results

- Higher production, improved oil prices and operation excellency raise revenue, EBITDA and net profit.
- Growth strategy advances with exploration success, new block acquisition, concession agreement, EPSA amendment and strategic international MoUs.

Muscat, Oman – 16th August 2026 – OQ Exploration and Production SAOG ('OQEP' or the 'Company') (MSX: OQEP.OM) announced its audited financial results for the first half of 2026. The Company delivered strong results, with higher production and stronger oil prices, driving double-digit growth in revenue, EBITDA and net profit, while it continued to invest in its growth strategy.

“A real momentum across the business as we execute our growth strategy...”

“OQEP’s operational and financial results for the first half of 2026 demonstrated strong momentum across the business as we continue to execute our growth strategy. Supported by safe and reliable operations, higher commodity prices and increased production and oil prices, we delivered stronger profitability and cash flow generation in the first half of 2026, further strengthening our financial position and enhancing our ability to deliver sustainable long-term value for shareholders.

Our inaugural BBB- investment-grade ratings from Fitch and S&P provide independent validation of the quality of our asset portfolio, the resilience of our business model, and the strong financial and operational foundation built over time”.



Mahmoud Al Hashmi
Chief Executive Officer, OQEP

Financial Highlights

Sales Volumes and Realized Prices	H1 2026	H1 2025	Variance
Oil and Condensate sales volume (mmbbl)	11.6	11.3	+2.7%
Gas sales volume (bscf)	69.7	59.4	+17.3%
Average realized sales price (US\$/bbl)	80.9	74.7	+8.3%
Average realized sales price (US\$/mmscf)	3.51	3.44	+2.0%

Financial Results	H1 2026 ﷼ '000	H1 2025 ﷼ '000	Variance
Revenue	685,524	612,106	+12.0%
EBITDA	554,898	501,491	+10.6%

Net Profit	199,029	166,638	+19.4%
Adjusted Cash Flow from Operations ¹	331,199	290,312	+14.1%
Capital Expenditure	131,677	120,234	+9.5%
Net Debt / EBITDA ²	0.16x	0.17x	-8.6%
Return on Capital Employed ³ (%)	67.0%	51.5%	+30.0%

¹Net operating cash flow before working capital; ²Using Annualized EBITDA, Net Debt representing Debt minus Cash. Cash includes term deposits;

³Using Annualized Operating Profit

- **Revenue** increased by 12% in the first half of 2026 to ~~₪~~ 685 million, compared to the same period in 2025. This growth was supported by a 2.7% increase in oil and condensate sales volumes to 11.6 million barrels, together with an 8% increase in the average realized oil price to USD 80.9/bbl.
- **Net Profit** increased by 19.4%, outpacing the 12.0% growth in revenue, reflecting the Company's continued focus on cost discipline despite higher production levels.
- **Adjusted Cash Flow from Operations** increased by **14.1%** year-on-year to ~~₪~~ **331.2** million in H1 2026, driven by higher commodity prices and increased sales volume
- Invested ~~₪~~ 132 million in capital expenditures year-to-date, including ~~₪~~ 128 million of additions to Oil and Gas properties and ~~₪~~ 3.5 million exploration expenditures, to progress OQEP growth agenda.
- Balance sheet strengthened with **leverage ratio**² at 0.16x supported by higher profitability and cash balance.
- **Return on Capital Employed** increased to 67.0%, compared with **51.5%** in H1 2025, a roughly **30%** increase demonstrating earnings growth and capital allocation efficiency.
- **Inaugural Credit Ratings** by S&P Global and Fitch's investment-grade credit ratings of BBB-, with Stable Outlook.

Operational Highlights

- **HSSE performance** remained robust, maintain safe and reliable operation with improved emissions intensity, and delivery of the HSSE business plan ahead of schedule.
- **Total production** (net working interest) increased to 228.2 kboepd in H1 2026 (53% oil, 47% gas), up 2.7% compared to the same period in 2025, driven by strong operational performance across the asset portfolio.
- OQEP's continued focus on reliability and cost discipline kept **unit operating costs** below US\$ 9/boe.

• Growth Strategy

- Exploration success in Blocks 60 and 48 supported near-term production growth while advancing **exploration activities** across Blocks 11, 18, 47 and 54 during H1 2026.
- **Marsa LNG** continued to progress during the period, surpassing 55% construction completion and supporting the Company's long-term integrated gas growth strategy.
- Signed the **Block 9 EPSA amendment**, with enhanced fiscal terms and enabling further investment to enhance production
- Portfolio expanded with acquisition a 35% interest in **Block 27** and entered into concession agreements for offshore **Block 80** with Turkish Petroleum in addition to the entry of offshore Block-18 with Petronas early this year.
- **Strengthening international growth**: continue to evaluate opportunities with discipline, supported by MoUs with national and international oil companies that align with our long-term growth ambitions and value creation framework.

Shareholder Returns

Subject to shareholders' approval, the Board of Director have proposed:

- **Q2 2026 base dividend** of ~~₹~~ 57.7 million to be paid in September 2026.
- H1 2026 Performance Linked Dividend (PLD) of ~~₹~~ 38.45 million, payable in two equal installments of ~~₹~~ 19.22 million each: the **first installment** to be paid in September 2026 and the **second installment** to be paid in November 2026.

ENDS

H1 2026 Financial Results Documents

OQEP's First half 2026 results documents can be found on OQEP's Investor Relations page at <https://oqep.om/ir-home>

H1 2026 Investor Call

OQEP's First half 2026 Investor Call will be held on 26th August at 2 – 3 pm Oman time. A recording and transcript of the call will be posted afterwards on OQEPs Official Channels.

About OQEP

OQ Exploration and Production SAOG ("OQEP" or "the Company") is an oil and gas exploration and production company engaged in the exploration, development and extraction of crude oil and natural gas in the Sultanate of Oman.

The Company was listed on the Muscat Stock Exchange on 28 October 2024 and operates as a public joint stock company (SYMBOL: OQEP.OM).

Contact

For enquiries and additional information, please email our Investor Relations team at ir@oqep.om or visit OQEP IR Site on <https://oqep.om/>

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