



Dear Shareholders,

On behalf of the Board of Directors, I am pleased to present the unaudited results of OQ Exploration and Production Company S.A.O.G. (“**OQEP**” or the “**Company**”) and its subsidiaries for the period ended 30th September 2024.

Your Company has successfully completed its initial public offering of 25% of its share capital. The shares commenced trading on MSX on 28 October 2024 being a major milestone.

Health, Safety, Security & Environment (HSSE)

The Company has made significant strides in Health, Safety, Security and Environmental (HSSE) performance, showing improved compliance with its annual HSSE plan. Key achievements included a sharp decline in the Total Recordable Injury Frequency (TRIF), a reduction in motor vehicle incidents, and lower Greenhouse Gas (GHG) emissions of 14.21 kg CO₂eq/ barrels of Oil equivalent (boe) in Block-60. These improvements reflect the success of safety initiatives, risk management efforts, and sustainability practices, highlighting the Company's commitment to a safer and more environmentally responsible operation.

Operating Performance

The Company has recorded as of September Year to date 2024, higher production than plan by 3% on overall average daily oil and gas production of 255 kboe/d compared to the target 253 kboe/d. The increase in production was a result of higher oil & gas coming from both operated assets and joint venture assets. The gas production represents 40% from our total production until end September 2024.

It is expected to close the year above the production target.

Successful additional exploration in Block-60 was completed in Q2 2024 and the development will start early 2025.

All additional projects in Block-60 are being executed as per the plan and will be commissioned in Q3 2025.

Financial Performance

OQEP has recorded 18% increase in net profit for the 9 months ending September 2024 compared to the plan. OQEP has also recorded actual net profit of OMR 272 Mn (USD 707 Mn) compared to plan of OMR 230 Mn (USD 599 Mn).

The Company has generated a free cashflow of OMR 236 Mn (USD 614 Mn) compared to the plan of OMR 232 Mn (USD 603 Mn), representing an increase of 2%. The increase is due to mainly optimized operating and capital expenditures and higher production than planned.

Q4 2024 Outlook and beyond

OQEP will continue to diligently pursuing the planned targets in both oil and gas production rates, and will remain closely observing the emerging market dynamics and commodity pricing behavior. OQEP shall stay the course, maintaining a balanced portfolio of oil and gas mix and sustaining positive performance from our assets base. The Company foresees an increase in gas production in the near future combined with enhanced base-portfolio financial and operational competitiveness alongside prevailing market demand on natural gas supplied by OQEP assets. This provides stability to revenue outlook and continued high cash conversions and returns posting capacity building further on this year's witnessed financial performance YTD. OQEP expects continued resilience and stability in cashflow



behavior in 2025. The Company also expects equal resilience and stability in total OQEP production as per our forecasted business plan.

We will continue maturing new opportunities into our projects funnel equally and identifying new growth horizons in parallel following the company's strategy. Upcoming growth will be realized from our existing portfolio organic opportunities, and additionally from our new growth endeavors that we are championing at the national level in the new Oman concessions. We will also continue replenishing our reserves base as per set plan and implementing our decarbonization and clean energy projects following our ESG agenda and business plans.

Acknowledgments

I would like to take this opportunity to thank all our stakeholders and our own dedicated employees for their continued support.

On behalf of the Board of Directors, the management and all our employees, we would like to express our sincere gratitude to His Majesty Sultan Haitham bin Tariq– May Allah bless his spirit- and His Honorable Government on the occasion of the 54th National Day, may Almighty Allah endow Oman with continued prosperity. Under his wise leadership and guidance, Oman continues to be in the forefront path of prosperity, growth and development toward Oman vision 2040.

Thank you.

On behalf of the Board of Directors

The Chairman