

Asyad Shipping Company S.A.O.G. and its Subsidiaries
Consolidated
Board of Directors Report

The Shareholders,
Asyad Shipping Company S.A.O.G.
Muscat,
Sultanate of Oman

After Compliments,

The first quarter of 2026 reflected disciplined execution amid a backdrop of global uncertainty. While the maritime industry continued to navigate cyclical pressures and evolving geopolitical and trade dynamics, Asyad Shipping demonstrated resilience, strategic clarity, and financial strength.

Against a backdrop of shifting trade flows, geopolitical tensions, and macroeconomic volatility, the Group remained focused on controllable factors: operational excellence, prudent capital allocation, fleet optimization, and long-term value creation.

1. Delivering Resilient Financial Performance

Asyad Shipping Company S.A.O.G (the “Company” or “the Parent Company”) and its subsidiaries together referred as (the “Group”) reported a net profit of **16.1 million for the three-month period ending 31 of March 2026**, reflecting growth compared to **11.4 million** for the same period in 2025. Gross revenue reached **77.3 million**, down from **83.8 million** in the corresponding period of 2025.

Operating profit stood at **20.5 million** (YTD 2025: 17.2 million), driven by the resilience of our diversified fleet portfolio and disciplined cost management.

Earnings per share improved to **0.003** (YTD 2025: 0.002), reinforcing our commitment to enhancing shareholder value even during cyclical market conditions.

Our balance sheet remains robust. Total assets slightly decreased to **1,222.97 million** (2025: 1,235.15 million), primarily reflecting the derecognition of vessels sold during the period, partially offset by ongoing investment in strategic fleet development and renewal initiatives. While total liabilities slightly rose in line with growth financing activities, liquidity remains strong, and the Board confirms the Group’s financial statements are prepared on a “going concern” basis with confidence in the sustainability of our operating cash flows.

2. Strategic Fleet Renewal and Capital Discipline

Shipping business is inherently cyclical. Success in this industry is not defined by short-term peaks, but by disciplined positioning across cycles. During the period ended 31 March 2026, we accelerated our fleet modernization strategy, resulting in the following key changes compared to 31 December 2025:

- Acquisition of three newly built crude tankers (VLCCs) currently under construction
- Receipt of two dry bulk vessels (Secondhand Newcastlemax)
- Delivery of four LNG carriers to their new owner
- As of 31 March 2026, the Group’s operating fleet comprised **42 owned, 4 co-owned** (through joint ventures) and **31 chartered** vessels, compared to 44 owned, 4 co-owned and 32 chartered respectively on the 31st of December 2025

Capital expenditure during the period ended 31 March 2026 totaled **81.34 million**, aligned with our long-term strategic plan for maritime trade and energy transportation.

This approach, combining investment in modern assets with the recycling of capital from older tonnage, improves competitive positioning and reinforces the long-term earnings profile.

3. Commitment to Shareholder Returns

In line with our dividend policy and strong cash generation, the Group declared and paid dividends totaling **28.88 million** during the period ended 31 March 2026.

Our approach remains clear towards maintaining a sustainable dividend framework while preserving financial flexibility to fund strategic growth and navigate market volatility.

4. Governance and National Alignment

As a listed public joint stock company, we operate under the highest standards of transparency, governance, and accountability. The Company is 80% owned by Asyad Group S.A.O.C (the “Immediate Parent Company”), which is wholly owned by the Oman Investment Authority (the “Ultimate Controlling Party”), the sovereign wealth fund of the Sultanate of Oman.

We are proud to contribute to the national logistics and maritime vision of the Sultanate, supporting economic diversification while operating with commercial discipline and global competitiveness.

5. Outlook (Positioned for the Next Cycle)

As we enter the second quarter of 2026, the operating environment is expected to be more challenging, reflecting heightened geopolitical tensions in the region. Notwithstanding this, Asyad Shipping remain positive on market rates and our results. Supported by new building and secondhand vessel deliveries throughout the remainder of 2026. We remain cautiously optimistic and strategically positioned to capitalize on opportunities as markets recover.

6. Acknowledgements

We would like to take this opportunity to express our sincere gratitude to our valued customers, shareholders, government authorities, and dedicated employees for their continued support and commitment toward the successful implementation of our company’s strategy and the achievement of our goals.

On behalf of the Board of Directors, management, and all our employees, we sincerely express our gratitude to His Majesty Sultan Haitham bin Tariq—may Allah protect him—for his wise leadership and vision.

For and on behalf of the Board of Directors

Muhsin Al Rustom

Chairman of the Board of Directors

Asyad Shipping Company S.A.O.G.