

AL MAHA PETROLEUM PRODUCTS MARKETING COMPANY SAOG

SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

Registered Address

Al Maha,
PO Box: 57, Postal code: 116,
Azaiba, Muscat,
Sultanate of Oman.

Principal place of business

Al Maha,
PO Box: 57, Postal code:116,
Azaiba, Muscat,
Sultanate of Oman.

AL MAHA PETROLEUM PRODUCTS MARKETING COMPANY SAOG

SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENT FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

Contents	Pages
Independent auditor's review report	1
Special purpose condensed interim statement of profit and loss and other comprehensive income	2
Special purpose condensed interim statement of financial position	3
Special purpose condensed interim statement of changes in equity	4
Special purpose condensed interim statement of cash flows	5
Notes to the special purpose condensed interim financial statements	6 - 15

AL MAHA PETROLEUM PRODUCTS MARKETING COMPANY SAOG

SPECIAL PURPOSE CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

	Notes	Six months ended 30 June		Three months ended 30 June	
		2025 RO ('000)	2024 RO ('000)	2025 RO ('000)	2024 RO ('000)
Revenue	3	242,368	248,596	123,837	127,527
Cost of sales		(228,786)	(235,228)	(116,160)	(120,342)
Gross profit		13,582	13,368	7,677	7,185
Other operating income	4	3,308	3,356	1,736	1,729
Operating and administrative expenses	5	(12,317)	(12,354)	(6,382)	(6,367)
Operating profits		4,573	4,370	3,031	2,547
Finance costs	6	(1,174)	(1,307)	(638)	(719)
Finance income		539	492	273	186
Profit before income tax		3,938	3,555	2,666	2,014
Income tax expense	16	(575)	(465)	(421)	(234)
Profit and total comprehensive income for the period		3,363	3,090	2,245	1,780
Basic and diluted earnings per share (RO)		0.049	0.045	0.033	0.026

The accompanying notes and other explanatory information on pages 6 to 15 form an integral part of these condensed interim financial statements.

The review report of independent auditor is set out on page 1.

AL MAHA PETROLEUM PRODUCTS MARKETING COMPANY SAOG

SPECIAL PURPOSE CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

	Notes	30 June 2025 RO ('000)	31 December 2024 RO ('000)
ASSETS			
Non-current assets			
Property, plant and equipment	7	30,588	29,719
Investment properties		376	400
Right-of-use assets	17	6,098	6,409
Contract assets		3,215	2,820
Deferred tax assets		2,444	2,312
Total non-current assets		42,721	41,660
Current assets			
Inventories	8	3,733	4,260
Trade and other receivables	10	87,181	76,789
Contract assets		1,223	1,349
Short term deposit		10,000	10,000
Bank balances and cash	9	6,964	21,970
Total current assets		109,101	114,368
Total assets		151,822	156,028
EQUITY AND LIABILITIES			
Equity			
Share capital	11	6,900	6,900
Legal reserve		2,300	2,300
Special reserve		2,104	2,104
Retained earnings		34,000	36,503
Total equity		45,304	47,807
Non-current liabilities			
Lease liabilities	17	6,211	6,459
Employee's end-of-service benefits		280	276
Total non-current liabilities		6,491	6,735
Current liabilities			
Trade and other payables	12	48,559	52,325
Interest bearing loans and borrowings	13	48,737	46,444
Lease liabilities	17	675	681
Contract liabilities		1,444	1,444
Income tax payables		612	592
Total current liabilities		100,027	101,486
Total equity and liabilities		151,822	156,028
Net assets per share (RO)		0.657	0.693

These condensed interim financial statements were approved and authorised for issue by the Board of Directors on _____ and signed on their behalf by:

Chairman

Director

The accompanying notes and other explanatory information on pages 6 to 15 form an integral part of these condensed interim financial statements.

The review report of independent auditor is set out on page 1.

AL MAHA PETROLEUM PRODUCTS MARKETING COMPANY SAOG

SPECIAL PURPOSE CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

	Share Capital RO ('000)	Legal reserve RO ('000)	Special reserve RO ('000)	Retained earnings RO ('000)	Total Equity RO ('000)
As at 1 January 2025	6,900	2,300	2,104	36,503	47,807
Profit and total comprehensive income for the period (unaudited)	-	-	-	3,363	3,363
Cash dividends (unaudited)	-	-	-	(5,866)	(5,866)
At 30 June 2025 (unaudited)	<u>6,900</u>	<u>2,300</u>	<u>2,104</u>	<u>34,000</u>	<u>45,304</u>
As at 1 January 2024 (Audited)	6,900	2,300	2,104	36,672	47,976
Profit and total comprehensive income for the period (unaudited)	-	-	-	3,090	3,090
Cash dividends (unaudited)	-	-	-	(6,210)	(6,210)
At 30 June 2024 (unaudited)	<u>6,900</u>	<u>2,300</u>	<u>2,104</u>	<u>33,552</u>	<u>44,856</u>

The accompanying notes and other explanatory information on pages 6 to 15 form an integral part of these condensed interim financial statements.

The review report of independent auditor is set out on page 1.

AL MAHA PETROLEUM PRODUCTS MARKETING COMPANY SAOG

SPECIAL PURPOSE CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

	Note	Six months ended 30 June 2025 RO ('000)	30 June 2024 RO ('000)
Cash flows from operating activities			
Profit before tax		3,938	3,555
Adjustments for:			
Depreciation on property, plant and equipment		1,661	1,693
Depreciation on right of use assets		472	547
Depreciation on investment properties		23	23
Accrual for employees' end of service benefits		38	24
Amortization of contract assets		110	110
Reversal/ allowance for expected credit losses		115	-
Provision/ (Reversal) for slow moving inventory	8	(3)	(80)
Finance income		(539)	(492)
Finance costs	6	1,174	1,307
Operating cash flows before working capital changes		6,989	6,687
Working capital changes			
Inventories		531	(34)
Trade and other receivables		(10,886)	(2,636)
Trade and other payables		(3,766)	(957)
Operating cash flows after working capital changes		(7,132)	3,060
Employees end of service benefits paid		(34)	(16)
Income tax paid		(687)	(1,225)
Net cash flows (used in) / from operating activities		(7,853)	1,819
Cash flows from Investing activities			
Proceeds from disposal of property, plant and equipment		57	13
Purchases of property, plant and equipment		(2,587)	(2,079)
Short term deposit		-	(2,000)
Finance income received		539	492
Net cash flows (used in) investing activities		(1,991)	(3,574)
Cash flows from financing activities			
Payment of principal portion of lease liabilities		(629)	(665)
Proceeds from short-term borrowings		129,384	285,493
Repayment of short-term borrowings		(127,091)	(296,235)
Finance costs paid	6	(960)	(1,093)
Dividend paid		(5,866)	(6,210)
Net cash flows used in financing activities		(5,162)	(18,710)
Net (decrease) in cash and cash equivalents		(15,006)	(20,465)
Cash and cash equivalents at 1 January		21,970	42,390
Cash and cash equivalents at 30 June		6,964	21,925

The accompanying notes and other explanatory information on pages 6 to 15 form an integral part of these condensed interim financial statements.

The review report of independent auditor is set out on page 1.

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025****1. General**

Al Maha Petroleum Products Marketing Company SAOG ('the Company') is a joint stock company registered under the Commercial Companies Law, of the Sultanate of Oman. The principal activity of the Company is the marketing and distribution of petroleum products. The shares of the company listed on Muscat Stock Exchange. The principal place of business is located at Ghala, Sultanate of Oman.

In December 2022, the Company signed a partnership agreement with Vince Arabia in Kingdom of Saudi Arabia and registered its first overseas branch in Dammam, Kingdom of Saudi Arabia, named as "Al Maha Petroleum Products Marketing Company – KSA branch", bearing Commercial Registration number 2050165463. The principal activity of the branch is to construct and operate filling stations. There were no operations during the period for the branch.

2. Material accounting policies**(a) Statement of compliance**

The special purpose condensed interim financial statements herein after defined as "condensed interim financial statements" or "unaudited interim condensed financial statements" for the six months ended 30 June 2025 are prepared for the purpose of the board of directors of the Company for their internal use and governance purpose only. As a result, the special purpose financial statement should not be distributed to or used by parties other than the shareholders of the Company. The unaudited interim condensed financial statements of the Company are prepared in accordance with International Accounting Standards (IAS) 34, 'Interim Financial Reporting.

(b) Basis of preparation

The interim condensed financial statements have been prepared on the historical cost.

The functional currency of the Company is the Rial Omani (RO). These unaudited interim condensed financial statements of the Company are prepared in Rial Omani. The unaudited interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Company's annual financial statements as at 31 December 2024. In addition, results for the period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year 2025.

The Company has prepared the unaudited interim condensed financial statements on the basis that it will continue to operate as a going concern. The Board of Directors consider that there are no material uncertainties that may cast significant doubt over this assumption. They have formed a judgement that there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future, and not less than 12 months from the end of the reporting period.

(c) New and amended standards and interpretation to IFRS

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Lack of exchangeability - Amendments to IAS 21

Classification and measurement of financial instruments - Amendments to IFRS 9 and 7

Presentation and disclosure in financial statements - Amendments to IFRS 18

Disclosure on subsidiaries without public accountability - Amendments to IFRS 19

These amendments had no impact on the interim condensed financial statements of the Company. The Company intends to use the practical expedients in future periods if they become applicable.

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

2. Material accounting policies (continued)

(d) Critical judgments and key sources of estimation uncertainty

The preparation of the condensed interim financial statements requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Company's annual financial statements for the year ended 31 December 2024.

(e) Financial risk management

The financial risk management objectives and policies applied during the period are consistent with those disclosed in the annual financial statements of the Company for the year ended 31 December 2024.

3. Revenue

	Six months ended 30 June		Three Months ended 30 June	
	2025 RO ('000)	2024 RO ('000)	2025 RO ('000)	2024 RO ('000)
Revenue from sale of goods	181,593	181,702	93,825	93,286
Revenue from contract with customers	60,775	66,894	30,012	34,241
	242,368	248,596	123,837	127,527
Types of sales				
Retail	181,593	181,702	93,825	93,286
Commercial	42,266	40,298	23,418	21,216
Others	18,509	26,596	6,594	13,025
	242,368	248,596	123,837	127,527
Geographical market				
Domestic market	242,368	248,596	123,837	127,527
Timing of revenue recognition				
Goods transferred at a point in time	242,368	248,596	123,837	127,527

4. Other operating income

Other operating income includes transport rebate, rental income from filling station, dealers, convenience stores and other property leased out, income from project manpower costs and others.

5. Operating and administrative expenses

	Six months ended 30 June		Three Months ended 30 June	
	2025 RO ('000)	2024 RO ('000)	2025 RO ('000)	2024 RO ('000)
Employee benefits expenses	3,467	3,370	1,753	1,767
Operating expenses	5,863	5,938	3,024	3,088
Administration and general expenses	605	673	478	333
Allowance for expected credit losses	115	-	-	-
Depreciation and amortization	2,267	2,373	1,127	1,179
	12,317	12,354	6,382	6,367

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

6. Finance cost

	Six months ended 30 June		Three Months ended 30 June	
	2025 RO ('000)	2024 RO ('000)	2025 RO ('000)	2024 RO ('000)
Interest on bank borrowings	960	1,093	532	612
Interest on lease liabilities	214	214	106	107
	1,174	1,307	638	719

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

7. Property, plant and equipment

	Free hold land RO'000	Building and roads RO'000	Plant and equipment RO'000	Motor vehicles RO'000	Furniture and fixtures RO'000	Capital work in progress RO'000	Total RO'000
Cost							
At 1 January 2025	639	42,177	22,176	4,026	646	3,286	72,950
Additions	-	-	55	124	-	2,351	2,530
Transfers	-	1,246	423	-	-	(1,669)	-
At 30 June 2025	<u>639</u>	<u>43,423</u>	<u>22,654</u>	<u>4,150</u>	<u>646</u>	<u>3,968</u>	<u>75,480</u>
Accumulated depreciation							
At 1 January 2025	-	21,732	17,476	3,329	627	67	43,231
Charge for the period	-	976	589	92	3	-	1,661
At 30 June 2025	<u>-</u>	<u>22,708</u>	<u>18,065</u>	<u>3,421</u>	<u>630</u>	<u>67</u>	<u>44,892</u>
Carrying amount							
At 30 June 2025	<u>639</u>	<u>20,715</u>	<u>4,589</u>	<u>729</u>	<u>16</u>	<u>3,901</u>	<u>30,588</u>

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

7. Property, plant and equipment (continued)

	Free hold land RO'000	Building and roads RO'000	Plant and equipment RO'000	Motor vehicles RO'000	Furniture and fixtures RO'000	Capital work-in progress RO'000	Total RO'000
Cost							
At 1 January 2024	639	40,877	25,888	3,612	1,307	3,505	75,828
Additions	-	-	117	533	4	3,443	4,097
Transfers	-	2,413	983	-	-	(3,396)	-
Transfer to contract assets	-	-	-	-	-	(266)	(266)
Disposals	-	(1,113)	(4,812)	(119)	(665)	-	(6,709)
At 31 December 2024	<u>639</u>	<u>42,177</u>	<u>22,176</u>	<u>4,026</u>	<u>646</u>	<u>3,286</u>	<u>72,950</u>
Accumulated depreciation							
At 1 January 2024	-	20,851	21,013	3,272	1,264	-	46,400
Charge for the year	-	1,953	1,260	177	28	-	3,418
Disposals	-	(1,072)	(4,797)	(120)	(665)	-	(6,654)
Impairment for the year	-	-	-	-	-	67	67
At 31 December 2024	<u>-</u>	<u>21,732</u>	<u>17,476</u>	<u>3,329</u>	<u>627</u>	<u>67</u>	<u>43,231</u>
Carrying amount							
At 31 December 2024	<u>639</u>	<u>20,445</u>	<u>4,700</u>	<u>697</u>	<u>19</u>	<u>3,219</u>	<u>29,719</u>

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

8. Inventories

	30 June 2025 RO ('000)	31 December 2024 RO ('000)
Petroleum products	3,216	3,665
General stores and consumables	640	736
Fuel cards	136	121
	3,992	4,522
Less: provision for slow and non-moving inventories	(259)	(262)
	3,733	4,260

Movement in the provision for slow and non-moving inventories is as follows:

	30 June 2025 RO ('000)	31 December 2024 RO ('000)
At 1 January	262	321
Charge for the period / year	(3)	(59)
At 30 June /31 December	259	262

9. Bank and cash balance

	30 June 2025 RO ('000)	31 December 2024 RO ('000)
Cash at bank	6,941	21,946
Less: allowance for expected credit loss	(23)	(23)
	6,918	21,923
Cash in hand	46	47
	6,964	21,970

Movement in the allowance for expected credit loss is as follows:

	30 June 2025 RO ('000)	31 December 2024 RO ('000)
At 1 January	23	186
Charge for the period / year	-	(163)
At 30 June /31 December	23	23

10. Trade and other receivables

	30 June 2025 RO ('000)	31 December 2024 RO ('000)
Trade receivables	90,540	79,880
Less: allowance for expected credit losses	(7,305)	(7,090)
	83,235	72,790
Prepayments	1,052	804
Accrued income	827	903
Staff receivables	154	127
Other advances and receivables	1,913	2,165
	87,181	76,789

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

10. Trade and other receivables (continued)

a) Trade receivables are non-interest bearing, unsecured and are generally on terms up to 90-180 days (2024 – 90-180 days). Unimpaired receivables are expected, on the basis of past experience, to be fully recoverable. It is not the practice of the Company to obtain collateral over receivables.

b) The movement in allowance for expected credit losses against trade receivables is as follows:

	30 June 2025	31 December 2024
	RO ('000)	RO ('000)
At 1 January	7,090	9,676
Charge for the period / year	215	285
Receivables write off	-	(2,871)
At 30 June /31 December	7,305	7,090

11. Share capital

The authorized share capital of the Company consists of 85 million shares (2024 – 85 million shares) of RO 0.100 each (2024 – RO 0.100 each). The issued and paid-up share capital of the Company consists of 69 million shares (2024 – 69 million shares) of RO 0.100 each (2024 – 0.100 each).

12. Trade and other payables

	30 June 2025	31 December 2024
	RO ('000)	RO ('000)
Trade payables	42,577	43,720
Accrued expenses	3,264	5,132
Advances from customers	661	785
Interest Payable	-	17
Other payables	2,057	2,671
	48,559	52,325

13. Interest bearing loans and borrowings

Short term loans are obtained from local commercial banks in the Sultanate of Oman and carry interest at commercial rates. The interest rates are subject to re-negotiation with the banks on a periodic basis. The facility agreement with a local commercial bank contains certain restrictive covenants which, if violated, can permit the bank to withdraw the facilities.

14. Segmental information

Operating segments are the business units from which reportable segments derive their revenue.

The reportable operating segments Company derives its revenue mainly from the sale of petroleum products.

Information reported to the Company's Chief Executive Officer for purposes of resource allocation and assessment of segment performance is more specifically focused on the category of business units.

The Company's reportable segments include retail, commercial and other sales. Other sales are predominantly aviation fuel and an insignificant portion of lubricants.

Retail segments represent the most significant component of revenue for the Company.

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

15. Related party transactions

The Company enters into transactions in the ordinary course of business with key management personnel (including Board of Directors) and entities in which the key Management personnel / significant shareholders of the Company have significant influence or control. Prices and terms of payment for these transactions are approved by the Management and the Board of Directors.

These transactions are entered into on terms and conditions approved by the management and Board of Directors and subject to shareholders' approval at the Annual General Meeting.

Transactions with related parties included in the statement of comprehensive income are as follows:

	Six months ended 30 June		Three Months ended 30 June	
	2025 RO ('000)	2024 RO ('000)	2025 RO ('000)	2024 RO ('000)
Transactions with other entities related to Directors:				
Revenue	-	-	-	-
Transactions with Directors:	31	38	10	21
Directors' remuneration and sitting fees	31	38	10	21

16. Income tax

	Six months ended 30 June		Three Months ended 30 June	
	2025 RO ('000)	2024 RO ('000)	2025 RO ('000)	2024 RO ('000)
Statement of comprehensive income				
Current period	707	544	553	313
Deferred tax	(132)	(79)	(132)	(79)
	575	465	421	234

The Company is subject to income tax at 15% (2024 – 15%) of taxable profits.

The Company's tax assessment for the year 2018 has been taken up by the Oman Tax Authority and the Company has been issued a demand for payment of additional tax charge of RO 22 thousand due to dis-allowance of directors' remuneration for the year 2018 amounting to RO 148 thousand based on internal guidelines of the Tax Authority. The Company has not accepted this disallowance on the basis that the director's remuneration paid for the year 2018 is in accordance with article 101 of Legislations Regulating the Joint Stock Companies listed in Muscat Stock Exchange. Based on the clarification received from the Financial Services Authority in this regard, the Company has filed an objection with the Tax Authority for the disallowance of directors' remuneration and the demand for additional tax charge as referred above.

The taxation assessments for the financial years 2019 and 2020 have been finalized. However, the assessments for the years 2021 to 2024 are still pending with the Taxation Authority. The management considers that the amount of additional taxes, if any, that may become payable on finalization of the taxation assessment for the above tax year, may not be material to the financial position at the end of the reporting period.

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)**

17. Leases

The Company has lease contracts for various land on which their filling stations, depots and office operate. The Company enters leasing arrangements for filling stations at various locations across the Sultanate of Oman. The lease terms are typically between five and twenty-five years. The Company's obligations under its leases are secured by the lessor's title to the leased assets.

The Company also has certain leases with lease terms of 12 months or less and leases with low value. The Company applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the year:

	2025	2024
	RO'000	RO'000
At 1 January	6,409	6,296
Additions during the year	161	1,167
Re-measurements / adjustments	-	-
Deletions	-	-
Depreciation for the year	(472)	(1054)
At 31 December	6,098	6,409

Set out below are the carrying amounts of lease liabilities and the movements during the year:

	2025	2024
	RO'000	RO'000
At 1 January	7,140	6,811
Additions during the year	161	1,167
Re-measurements / adjustments	-	-
Deletions	-	0
Accretion of interest	214	433
Payments	(629)	(1,271)
At 31 December	6,886	7,140
Current	675	681
Non-current	6,211	6,459

The following are the amounts recognised in the statement of comprehensive income:

	2025	2024
	RO'000	RO'000
Depreciation of right-of-use assets	472	1,054
Interest expense on lease liabilities	214	433
Expense relating to short-term leases/low value assets	-	270
	686	1,757

Changes in liabilities arising from financing activities:

	1 January	Cashflows	Others	31 December
	RO'000	RO'000	RO'000	RO'000
Lease liabilities 2025	7,140	(629)	375	6,886
Lease liabilities 2024	6,811	(1,271)	1,600	7,140

**SPECIAL PURPOSE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (continued)****18. Commitments and contingencies**

- a) At 30 June 2025, the Company had capital commitments amounting to RO'000 4,331 (31 Dec 2024: RO'000 3,843).
- b) Other contingencies:
 - i) In December 2015, a civil case, connected to a criminal case initiated against the former Managing Director and the former Senior Marketing Manager of the Company, had been filed by a party claiming RO 1,846,600 from the Company. The case has been rejected by Primary and Appeal Courts and has been raised to the Higher Supreme Court. Based upon external legal advice, the Board of Directors consider that the Company has no legal responsibility in respect of these two cases and, accordingly, no provision has been made against this claim in the interim condensed financial statements on the basis that management believes the possibility of significant loss to the Company arising is less than probable.
 - ii) In previous years, the Company received claims from a major fuel supplier in Oman in respect of:
 - a. Price differential between the international and domestic gasoil prices payable in respect of fuel supplied during prior years to a customer amounting to approximately RO 820,000 as per the notification received from the Ministry of Finance by the fuel supplier. The Company has disputed the claim and considers that the sale was a domestic fuel sale based upon a notification received from the Ministry of Energy and Minerals in this regard and not an international sale, as contested by the fuel supplier.
 - b. The fuel supplier has also claimed interest of approximately RO 406,000 (31 December 2023: RO 406,000) in respect of non-settlement of the claim (i) by the Company.

Based upon the review of the correspondences with the supplier relating to the above claims and in-house legal counsel, the Company is constantly monitoring the status of these claims and maintains adequate reserves to cover any liability that may arise.