

Capital Structure

The Company maintains a balanced mix of equity and long-term debt, reflecting both regulatory assumptions and internal financial policies. The capital structure is broadly aligned with regulatory benchmarks, supporting stability in returns while enabling efficient funding of capital expenditure requirements.

OMR million	2023	2024	2025
Total Debt	956	1,085	1,075
Net Debt ⁽¹⁾	952	1,041	1,061
Total Equity	700	721	740
Equity Adjusted ⁽²⁾	696	718	740
Debt to Adjusted Equity Ratio ⁽³⁾	1.37	1.45	1.43
Gearing Ratio ⁽⁴⁾	57.8%	59.2%	58.9%

(1) “**Net Debt**” comprises term loans (current and non-current), short-term borrowings (including loan to a related party), long-term borrowings – Sukuks, shareholder’s loans (current and non-current), bank overdrafts, lease liabilities, excluding unamortized transaction costs, less cash and cash equivalents and short-term deposits.

(2) “**Equity Adjusted**” represents total shareholders’ equity, excluding the cash flow hedge reserve relating to term loans.

(3) “**Net Debt to Adjusted Equity Ratio**” is calculated as Net Debt divided by Adjusted Equity.

(4) “**Gearing Ratio**” represents Net Debt as a proportion of total capital employed and is calculated as Net Debt divided by the sum of Net Debt and Adjusted Equity.

The Company maintains a prudent gearing level within regulatory benchmarks, ensuring that the 60% gearing threshold prescribed by the regulator is maintained, thereby supporting a strong and stable credit profile.