

DIRECTORS' REPORT
for the six-month period ended 30 June 2025

The Board of Directors has the pleasure in presenting the unaudited interim condensed consolidated financial statements of Fujairah Building Industries P.J.S.C. ("the Company") and its subsidiaries (collectively referred to as "the Group") for the six-month period ended 30 June 2025.

Principal activities of the Group

The principal activities of the Group are unchanged since the previous period and comprise manufacturing, marketing and distribution of rock wool insulation materials, concrete blocks, interlocks, kerbstones, and Terrazzo tiles, cutting, polishing, supply and installation of marble products, and extraction and processing of range of gabbro quarry materials.

Financial performance

	<i>Six-month period</i>	
	30 June 2025 AED (Unaudited)	30 June 2024 AED (Unaudited)
<i>Continuing operations:</i>		
Revenue	128,101,915	95,791,315
Gross profit	51,256,757	35,661,982
Gross profit margin	40%	37%
Profit for the period from continuing operations	19,444,832	10,719,225
<i>Discontinued operation:</i>		
Loss for the period from discontinued operation	(400)	(3,325)
Net profit for the period	19,444,432	10,715,900

The general assembly of the Company held on 20 March 2025 has approved the distribution of cash dividends of AED 40,796,250 representing 30% of the share capital (i.e., United Arab Emirates ("UAE") Fils 30 per share).

Going concern basis

The Board of Directors has reasonable expectation that the Group has adequate resources and support to continue its operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the interim condensed consolidated financial statements as of and for the six-month period ended 30 June 2025.

Events after the period end

In the opinion of the Board of Directors, no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the reporting period and the date of this report, which is likely to affect, substantially the financial position and the result of the operations of the Group for the six-month period ended 30 June 2025.

Independent Auditors

Ernst & Young Middle East (Sharjah Branch) offered their services to be the independent auditors of the Company for the financial year 31 December 2025. In the Annual General Meeting held on 20 March 2025, their appointment has been approved by general assembly for the financial year 31 December 2025.

On behalf of the Board


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Ahmed Saeed Mohammed Alraqbani
Chairman

07-08-2025