

4th Quarter and Full Year 2024 Results earnings call 3rd February 2025

Overview

Projects Awarded in 2024



Lower Zakum - AED 2.4bn

دوك البحرية EPC Works for L TOP PROJECT 1 Lower Zakum Habshan Upper Recovery and Lekhwair + 20 MBD Early Involvement Project. Expected completion date of 4Q 2026

Lower Zakum - AED 8.8bn

EPC Works for Lower Zakum L TDP-1 EPS-2 and PDP Project. Expected completion date of 4Q 2028



Ruwais LNG - AED 4.0bn

 Engineering, Procurement and Construction works of the lower-carbon Ruwais LNG Project. Expected completion date of 4Q 2033

Estidama - AED 0.6bn

 Estidama - Sales Gas Pipeline Network Enhancement New Additional Gas Pipelines and Associated Facilities Inside Abu Dhabi Emirate for EPC Works Package 6 - from Sweihan to Al Shuwaib. Expected completion date of 4Q 2026.

Key developments



In January 2025, NMDC Energy was awarded a massive project from Taiwan Power Company (Taipower), valued at USD 1.14 billion. The EPC contract for Taiwan subsea gas pipeline project, is a strategic contract for pipeline installation, shore approach works and dredging for the Tung-Hsiao Power Plant 2nd stage renewal project.

NMDC Energy to design, construct and install 111 km of linear pipeline at depths ranging from 10 metres to 55 metres. The Award reinforces NMDC Energy's strategy to expand geographically into high-potential markets and reiterates its support and contribution to renewable energy initiatives.

NMDC Energy has inaugurated its state-of-the-art fabrication yard in Ras Al Khair Special Economic Zone in Saudi Arabia, with investment value of AED 200 million. The 400,000 sqm state-of-the-art yard will provide offshore facilities fabrication as well as onshore modularization.



This includes the construction of offshore facilities, structures, design and assembly of modular (prefabricated) units onshore, with annual production capacity of 40,000 tons.

Key figures

AED **16**bn



Selected Clients



Secured Backlog as of 31 December 2024



NDC

ENERGY

Financial highlights: FY2024

NMDC Energy **reported robust financial** results, reflecting its sustained strong performance and **ongoing growth**. This demonstrates the company's ability to consistently generate increased shareholder value.



ENERGY

Free Cash Flow and Working Capital



Free Cash Flow:

Free cash flow in Q4 2024 was driven by higher cash generated from operations during the quarter. In FY 2024 **free cash flows have increased by 41%** given the significant increase in business operations, lower capex and **favorable working capital management.**

AED Million	4Q24	4Q23	FY24	FY23
Cash from Operations	1,739	1,403	2,836	2,224
Capital Expenditures	(305)	(142)	(610)	(645)
Free Cash Flow	1,434	1,261	2,226	1,579

Working Capital:

Net working capital continued to remain negative as at 31 December 2024 largely driven by **increased focus on collections** which led to a reduction in debtor days and advances from customers. On an overall basis the business continues to operate with a healthy position from a working capital cycle perspective despite significant growth in operations.

AED Million	31 Dec 2024	31 Dec 2023
Inventories	250	236
Trade & Receivables	5,032	3,175
Contract Assets	3,106	2,209
Other Current Assets	12	1,041
Trade & Other Payables	(8,745)	(6,028)
Contract Liabilities	(937)	(141)
Other Current Liabilities	(371)	(851)
Net Working Capital	(1,653)	(359)



Days Payables Outstanding



Financial highlights: 4Q 2024

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4Q 2024

ENERGY

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Sustainability and Health, Safety & Environment



HSE

Sustainability

IPLOCA Award

Electrification

aligns with our ESG goals.

NMDC Energy was the winner of the recent 2024 IPLOCA Environmental Award for Blue Carbon Initiative sponsored by Shell. NMDC Energy planted 20,001 mangrove seedlings which can capture 246 tons of CO2 annually.

As part of our commitment to sustainability and reducing

electrification of our construction yard. This transition from

traditional fuel-based power sources to renewable electricity

our environmental impact, we have initiated the

On site solar panels

We are setting up a pilot to install temporary solar panels on our of-grid project sites. These panels provide a renewable energy source, reducing reliance on diesel generators and minimizing greenhouse gas emissions during project execution.

MSCI Rating



We are proud to announce that NMDC Group, the majority shareholder of NMDC Energy, has achieved an MSCI AA ESG rating, which reflects the group's commitment to sustainability. As a leader in this field, we are striving for excellence and aim to attain an AAA rating.



We have updated our emissions inventory to enhance the accuracy of our emissions assessment. These insights enable us to focus on minimizing emissions in our operations (Scope 1 and 2) as well as those of our suppliers (Scope 3).

Emission Inventory





To further optimize our sustainability performance, we have developed a comprehensive strategy built on five pillars (two environmental, two social, and one governance). This strategy encompasses a number of initiatives to enhance our overall performance.

A company leading its industry in managing the most significant ESG risks and opportunities.

2024: Achievements & Highlights









This document includes forward-looking statements. The forward-looking statements contained in this document speak only as of the date of this document. These forward-looking statements involve known and unknown risks and uncertainties, many of which are beyond the control of NMDC Energy (the Company) and all of which are based on current beliefs and expectations about future events. Forward-looking statements are sometimes identified by the use of forward-looking terminology such as "believe", "expects", "may", "could", "should", "shall", "risk", "intends", "estimates", "aims", "plans", "predicts", "continues", "assumes", "positioned" or "anticipates" or the negative thereof, other variations thereon or comparable terminology. These forward-looking intentions, beliefs and current expectations concerning, among other things, results of operations, financial standing, liquidity, prospects, growth, strategies, and dividend policy and the industry in which the Company operates.

These forward-looking statements and other statements contained in this document regarding matters that are not historical facts as of the date of this document involve predictions. No assurance can be given that such future results will be achieved. There is no obligation or undertaking to update these forward-looking statements contained in this document to reflect any change in the expectations or any change in events, conditions, or circumstances on which such statements are based unless required to do so: (i) as a result of an important change with respect to a material point in this document; or (ii) by applicable laws of the UAE.

Actual events or results may difer materially as a result of risks and uncertainties that the Company faces. Such risks and uncertainties could cause actual results to vary materially from the future results indicated, expressed, or implied in such forward-looking statements.







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