GEMMA
ceramic&porcelaintiles

AL Ezz Ceramics & Porcelain Co.

25TH MAY2026

Stock Exchange in Cairo

Disclosure Department

Subject: Press Release for the first quarter of 2026

Reference to the above mentioned subject, kindly find attached press release for the first quarter of 2026.

Best Regards,

Al Ezz Ceramics & Porcelain Co.

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Gemma Ceramics Announces first Quarter Financial Results for 2026.

Cairo on May 25, 2026, Al Ezz Ceramics & Porcelain Company – Gemma (listed on Egyptian Exchange (EGX) since September 1998), a leading provider of high-end Ceramics & Porcelain solutions, today announced financial results for the first quarter ended 31Mar 2026.

Quarter Highlights:

- **Revenue:** Total revenue for the quarter was EGP 668.77 million, compared to EGP 638.13 million in the same period last year, increase of 5%.
- **Gross profit:** Gross profit for the quarter was EGP 119.17 million, , compared to EGP 158.89 million in the same period last year, decrease of 25%.
- **Operating profit:** Operating income for the quarter was EGP 34.73 million, compared to EGP 73.66 million in the same period last year, decrease of 53%.
- **EBITDA:** EBITDA for the quarter was EGP 47.43 million, compared to EGP 90.13 million in the same period last year, decrease of 47%.

Management Commentary:

The company's first-quarter 2026 results reflected a gradual improvement in performance across its key markets, with operating income increasing by 26% compared to the previous quarter, despite ongoing economic challenges and a difficult operating environment.

Performance during the period was impacted by seasonal factors associated with the coincidence of the quarter with the holy month of Ramadan, in addition to pressures from both macroeconomic and microeconomic conditions, which weighed on production and sales levels.

The results also came amid continued increases in energy, raw material, and financing costs, alongside intense price competition from low-cost imported products, particularly from Asian markets.

Despite these challenges, the company continued to successfully execute its strategy by increasing the contribution of porcelain products and expanding exports, which helped improve the sales mix and strengthen competitiveness in export markets, especially as exports benefited from foreign exchange movements.

Sales segment performance:

- **Local Market:** Revenue for the Domestic Market segment was EGP 555.33million, an increase of 2% compared to EGP 546.98 million in the same period last year.
- **Export Market:** Revenue for the Export Market segment was EGP 113.45 million, an increase of 24% compared to EGP 91.15 million in the same period last year.

Key financial indicators:

Numbers in Million Pounds	Quarter 1		%	Total		%
	2026	2025	26/25	2026	2025	26/25
Net Sales	668.77	638.13	105%	668.77	638.13	105%
Gross Profit	119.17	158.89	75%	119.17	158.89	75%
Net Operating Profit (Profit before interest & tax)	34.73	73.66	47%	34.73	73.66	47%
Net Profit	-85.07	-30.40	-180%	-85.07	-30.40	-180%
Cost of goods sold to sales	82.18%	75.10%		82.18%	75.10%	
Net operating Profit to sales	5.19%	11.54%		5.19%	11.54%	
Net Profit to sales	-12.72%	-4.76%		-12.72%	-4.76%	

Outlook:

The company maintains a balanced outlook despite ongoing economic challenges, including rising energy costs, exchange rate, geopolitical developments, and strong competition from low-cost imports.

Management remains focused on improving operational efficiency, enhancing product quality, and accelerating the shift toward porcelain products and larger formats to better align with evolving market demand. The company also aims to drive growth through selective expansion in export markets, particularly in Africa and Europe, while benefiting from favorable foreign exchange movements.

At the same time, the company continues to invest in upgrading its technical capabilities and production efficiency, while maintaining financial discipline and optimizing working capital management. Management remains committed to executing its strategy to improve profitability and achieve sustainable growth.

About Al Ezz Ceramics & Porcelain Company (Gemma):

Al Ezz Ceramics & Porcelain is one of the leading ceramics and porcelain brands in Egypt and the Middle East. "Gemma" was established 1989 in Sadat City, as the first advanced factory to produce high-quality ceramics, we serve our customers worldwide through a network of distributors in Europe, Middle East, Africa and North America. "Gemma" is leader in the markets by its design through continuous investments, the company is committed to quality, growth, integration, supporting its growth in export markets and creating value for shareholders.

On MAY 25, 2026, paid-in capital is 266.7 million Egyptian pounds, , with a nominal value of 5 Egyptian pounds per share.

For any inquiry, please contact us on:

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All information available on our website: **www.gemma.com.eg**