AGC | Arabian Gulf Capital

WEEKLY REVIEW

ALUMINIUM BAHRAIN B.S.C.

ALUMINIUM BAHRAIN B.S.C. (ALBH) — GLOBAL ALUMINUM PRODUCER

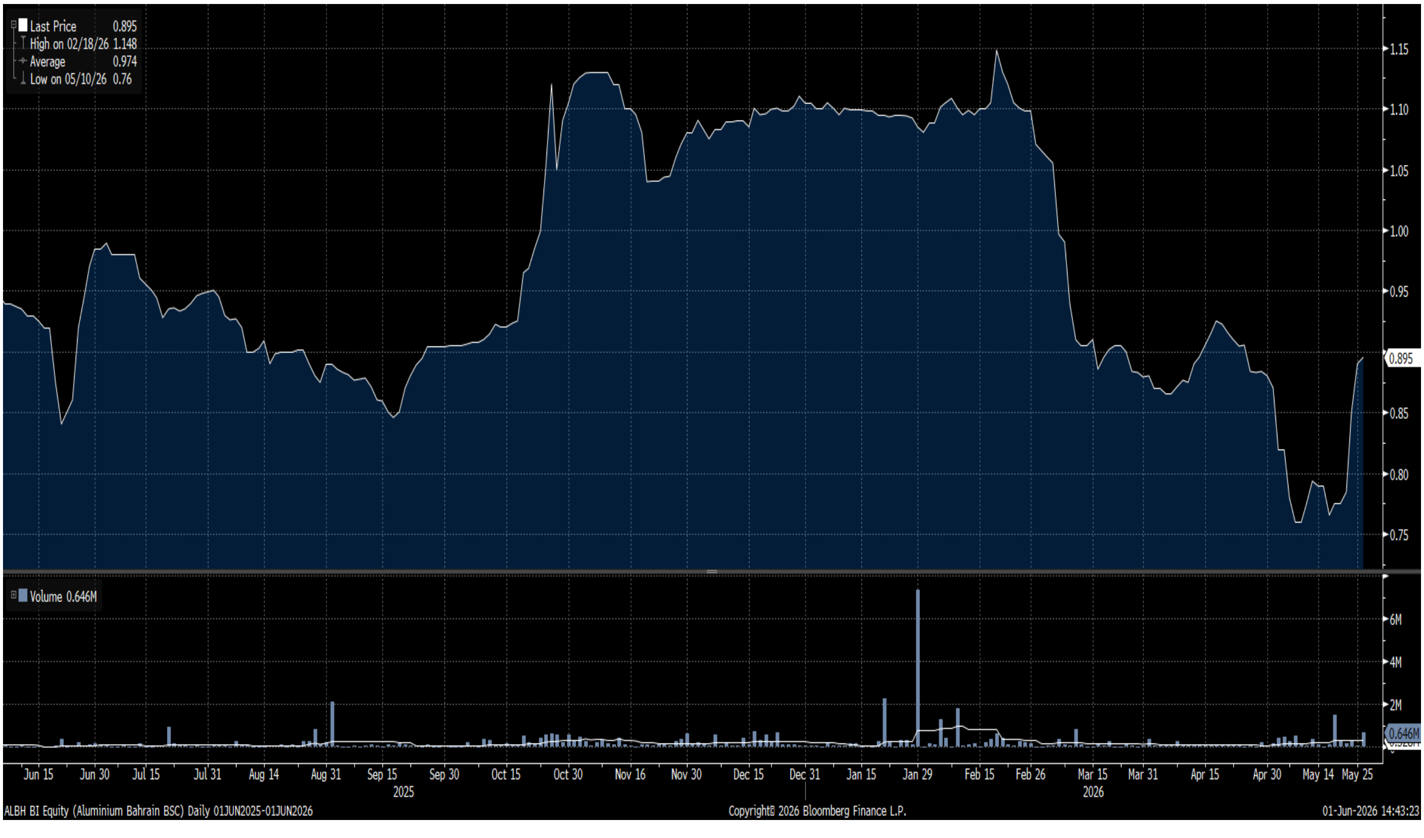
Aluminium Bahrain (Alba) is one of the world's largest aluminum smelters and a cornerstone of Bahrain's industrial sector, producing over 1.6 million tonnes annually and serving more than 280 customers globally. Through its integrated operations, growing portfolio of value-added products, and strategic position within global aluminum supply chains, Alba is increasingly positioned to benefit from tightening aluminum market fundamentals, while continuing to expand its international footprint through initiatives such as the proposed acquisition of Aluminium Dunkerque.

Alba operates within the global aluminum industry, supplying products to a broad range of sectors including transportation, construction, packaging, electrical infrastructure, and industrial manufacturing. The company's performance is influenced by aluminum prices, regional premiums, production volumes, energy costs, and broader global supply-demand dynamics.

Specification

Ticker	ALBH BI
Exchange	BHB - Bahrain
Sector	Aluminium
Market Cap	$3.370B
ISIN	BH0006000044

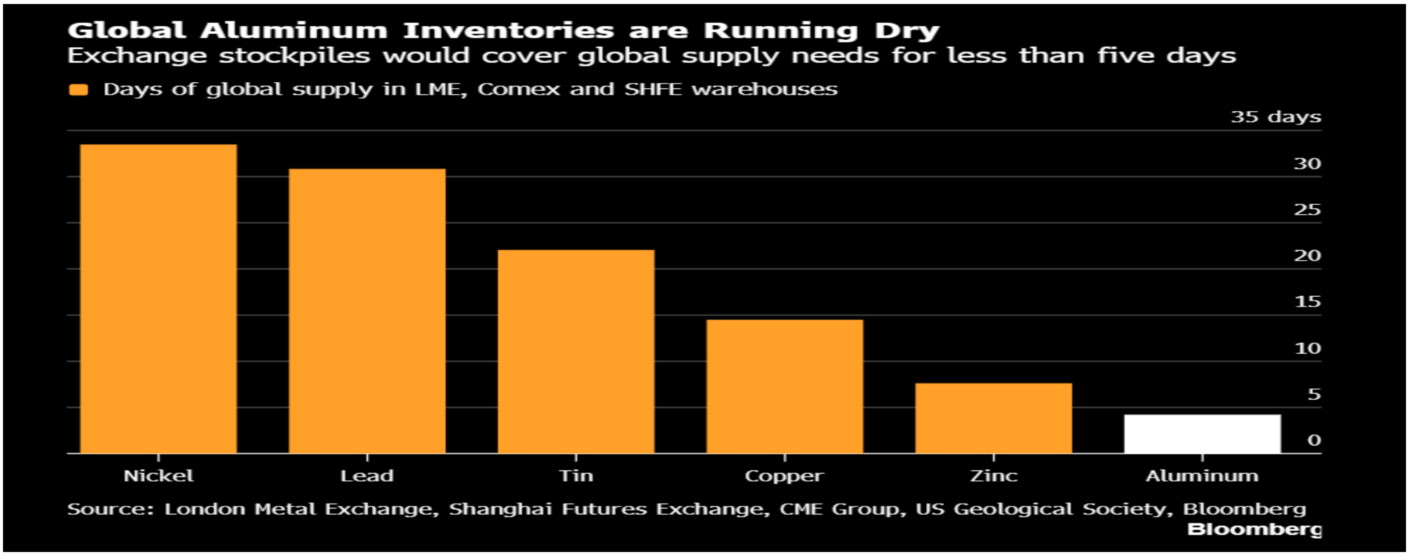
ALBH 1Y Chart

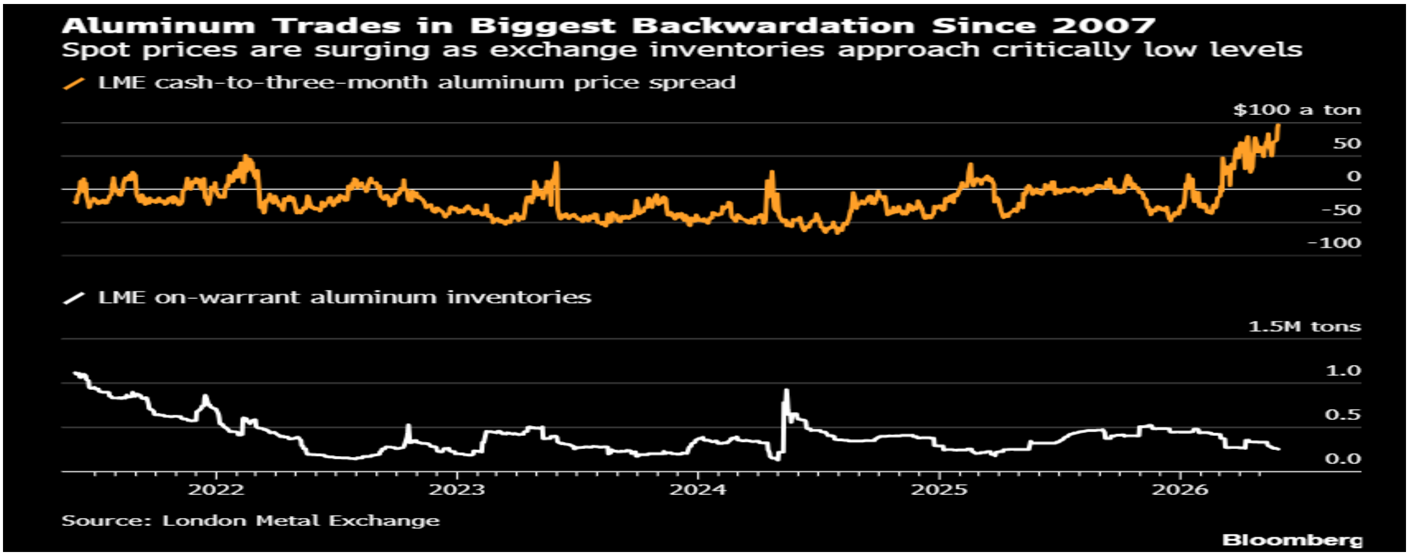


**** For informational purposes only and should not be interpreted as investment recommendations or valuation opinions.*

Aluminum Market Environment

Global aluminum markets have experienced tightening supply conditions during 2026, driven by regional disruptions, declining inventories, and logistical challenges affecting key production regions. Combined inventories across major metal exchanges have fallen to historically low levels, while aluminum entered its strongest backwardation since 2007, indicating increased demand for immediate metal availability. At the same time, disruptions across the Gulf region have impacted approximately 10% of global aluminum supply, contributing to higher aluminum prices and strengthening regional premiums. Market participants continue monitoring inventory levels, supply recovery timelines, and broader economic conditions as key drivers of future market balances.





**** Aluminum Market Environment and data above are provided solely for informational purposes and should not be interpreted as investment recommendations or valuation opinions.*

WEEKLY REVIEW

1 June 2026

AGC
Arabian Gulf Capital

Q1 2026 Financial Performance

Alba reported Profit attributable to shareholders of BD75.3 million during Q1 2026, compared with BD18.1 million during the same period of 2025. Earnings per share increased to 53 fils from 13 fils, while comprehensive income rose to BD76.1 million. The quarter also saw significant improvements in profitability metrics, with Gross Profit increasing 143.9%, EBIT rising 297.4%, Net Income growing 315.6%, and EPS increasing 307.7% YoY. Revenue increased 1.9% YoY to BD419.6 million.

Operational Performance: Sales volume reached 312,563 metric tones during Q1 2026, while net finished production totaled 339,734 metric tones. Both metrics declined compared to the prior year, primarily reflecting shipping disruptions and operational adjustments associated with regional developments. Value-added products represented 71% of total shipments during the quarter, reflecting Alba's continued focus on differentiated products and higher-value end markets. The company also implemented diversified sourcing and logistics solutions to support operational continuity and maintain flexibility amid ongoing market uncertainty.

Key Financials Stats

In Millions, BHD	2026 Q1	2025 Q1
Revenue	417	409
Gross Profit	118	48
EBIT	77	19
Net Income	75	18
EPS - fils	53	13

In Millions, BHD	2022	2023	2024	2025
Revenue	1,841	1,544	1,622	1,779
Gross Profit	546	253	313	335
EBIT	417	118	185	221
Net Income	416	118	185	219
EPS - fils	294	83	130	154

**** Financial metrics and valuation information are provided solely for informational purposes and should not be interpreted as investment recommendations or valuation opinions.*

Strategic Developments

Alba continues advancing several strategic initiatives focused on operational efficiency, sustainability, and long-term growth. During the quarter, the company progressed its proposed acquisition of Aluminium Dunkerque, following the signing of a Share Purchase Agreement, subject to regulatory approvals. The company also continues implementing its e-Al Hassalah efficiency program and advancing projects related to sustainability, value-added products, and low-carbon aluminum production. These initiatives form part of Alba's broader long-term development strategy.

Valuation Overview

ALBH currently trades at valuation levels below several international aluminum peers across key metrics. The company's valuation profile reflects market expectations regarding aluminum prices, industry cyclicality, regional developments, and future growth prospects.

Key Multiples

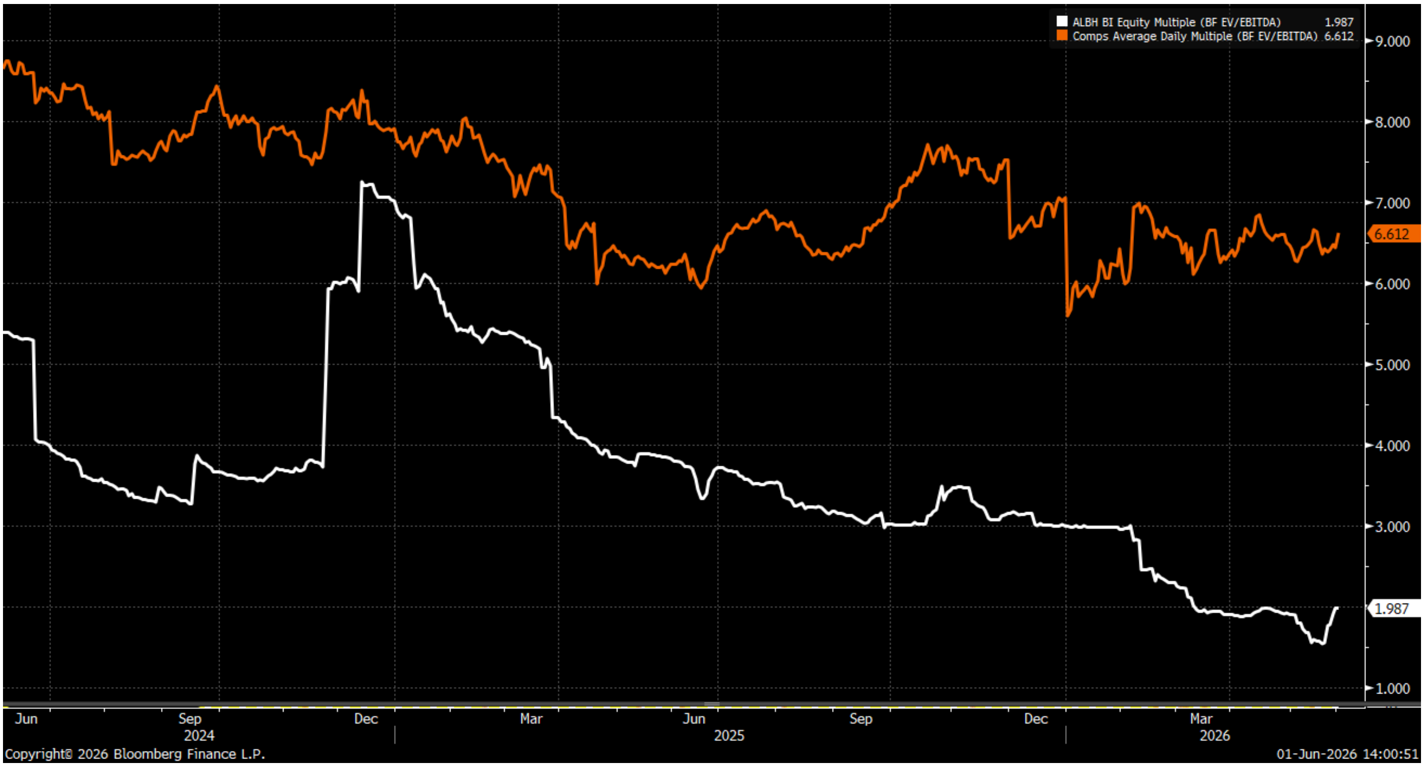
Ratio	2022	2023	2024	2025	Current - Q1 26
P/E	3.71	13.8	10.00	7.18	4.61
P/B	0.85	0.91	0.96	0.75	0.61
P/Sales	0.84	1.05	1.14	0.88	0.71
ROA	15.88%	4.57%	7.06%	8.26%	2.68%
ROC	25.03%	6.54%	9.94%	10.91%	3.59%

ALBH vs Peers

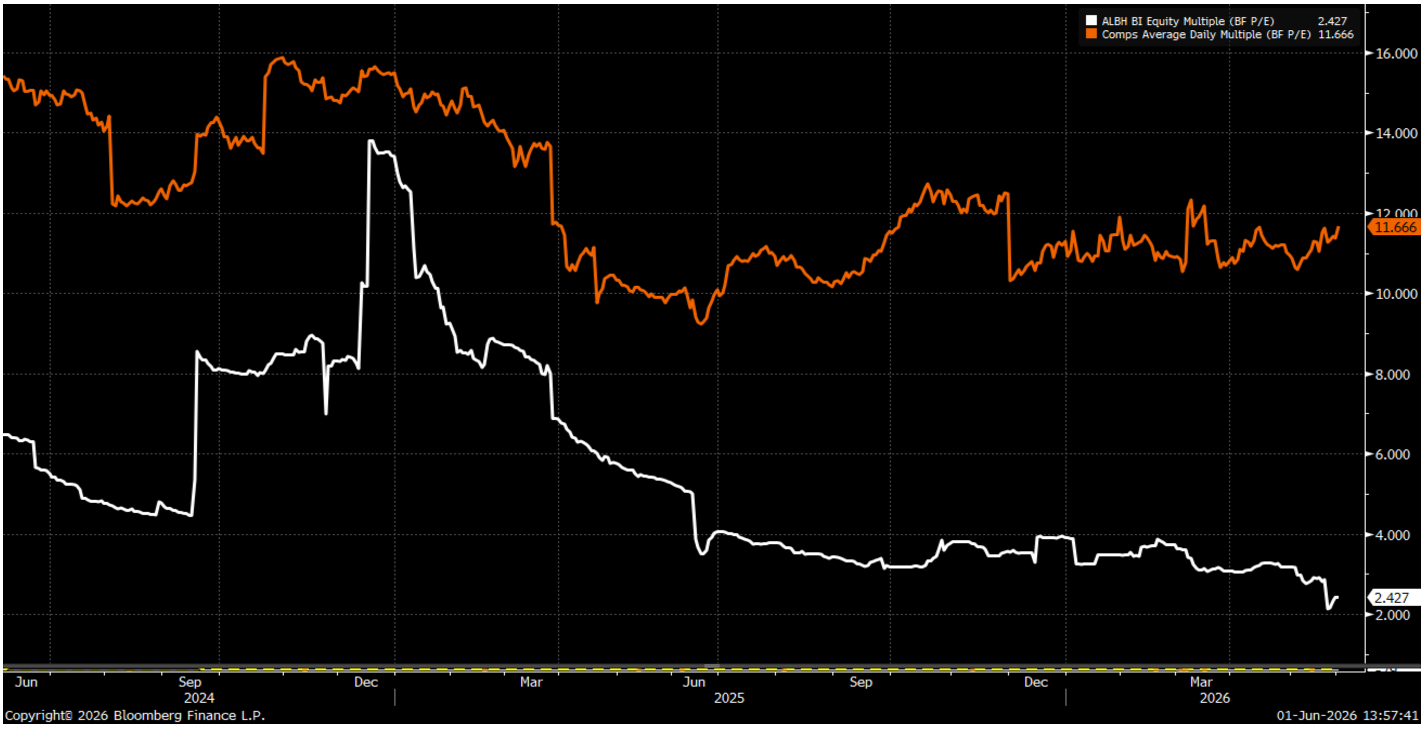
Ticker	P/E	P/B	FWD EV/EBITDA	FWD EV/SALES
ALBH BI	**4.61**	**0.61**	**2.60**	**0.70**
QAMC QD	11.92	1.41	5.50	1.40
AMAK AB	24.03	5.02	13.10	5.50
EGAL EY	16.17	5.65	8.40	2.50

**** Financial metrics and valuation information are provided solely for informational purposes and should not be interpreted as investment recommendations or valuation opinions.*

FWD EV/EBITDA of ALBH vs peers average



FWD P/E of ALBH vs peers average



**** Financial metrics and valuation information are provided solely for informational purposes and should not be interpreted as investment recommendations or valuation opinions.*

Key Considerations

Alba's operating performance remains influenced by global aluminum prices, inventory levels, regional premiums, energy costs, and industrial demand trends. Additional considerations include geopolitical developments, supply chain conditions, regulatory approvals related to strategic initiatives, and broader macroeconomic conditions affecting commodity markets.

Summary

Alba remains one of the largest aluminum producers globally, supported by integrated operations, a growing portfolio of value-added products, and exposure to global aluminum markets. During Q1 2026, the company delivered strong profitability despite lower production and shipment volumes, while continuing to advance strategic initiatives and operate within a market environment characterized by tightening inventories and evolving supply dynamics.

- *Source: Public company filings, Bloomberg, market data providers, and publicly available information as of the date of publication.*

- *This material is provided for informational purposes only and does not constitute independent investment research, investment advice, or a recommendation to buy or sell any financial instruments.*

- *Investments in equity securities are subject to market risk, sector risk, liquidity risk, and issuer-specific risks which may result in partial or total loss of invested capital.*

Disclaimer

Arabian Gulf Capital BSC (Closed) is licensed and regulated by the Central Bank of Bahrain (CBB) as a Bahraini Investment Firm (Category 1). Office Address: Office No. 3201, Building 01, Isa AlKabeer Avenue, Bahrain World Trade Center, Block 316, Manama, Kingdom of Bahrain. This communication is provided for informational purposes only and is not directed at retail investors. Certain products and services referenced may only be available to Expert and Accredited Investors in accordance with applicable CBB rules and regulations. The fees and tariffs mentioned in this document are provided for informational purposes only and are subject to change at the discretion of Arabian Gulf Capital BSC (Closed). Additional charges such as VAT, duties, and other external fees may apply. Clients are advised to review the latest tariff schedule and consult with their relationship manager for any clarifications. This document does not constitute an offer, solicitation, or recommendation to transact in any securities or investment products. All investments carry risks, and past performance is not indicative of future results. Clients should consider their individual circumstances and seek independent advice before making investment decisions. For further details or inquiries, please contact Arabian Gulf Capital BSC (Closed) directly.