sabic
Agri-Nutrients

SABIC AGRI-NUTRIENTS COMPANY AND ITS SUBSIDIARIES

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2026
AND INDEPENDENT AUDITOR'S REVIEW REPORT

CHEMISTRY THAT MATTERS™

Contents:

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Report on review of interim condensed consolidated financial statements

To the shareholders of SABIC Agri-Nutrients Company
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of SABIC Agri-Nutrients Company and its subsidiaries (the "Group") as of 30 June 2026 and the related condensed consolidated statement of income and other comprehensive income for the three-month and six-month periods then ended and the interim condensed consolidated statements of changes in equity and cash flows for the six-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" (IAS 34), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, as endorsed in the Kingdom of Saudi Arabia, and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Bader I. Benmohareb
License Number 471

28 July 2026

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Interim condensed consolidated statement of financial position

(All amounts in Saudi Riyals '000 unless otherwise stated)

	Notes	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
ASSETS			
Non-current assets:			
Property, plant and equipment		7,952,504	8,129,554
Right-of-use assets		175,738	184,020
Intangible assets		39,229	42,259
Investment in an associate and a joint venture	*5*	2,425,828	2,464,400
Investment in equity instruments	*6*	279,211	260,799
Other assets and receivables		365,046	373,956
Total non-current assets		11,237,556	11,454,988
Current assets:			
Inventories		931,554	679,670
Other assets and receivables		279,867	342,592
Advance income tax		39,998	20,821
Trade receivables	*7*	1,586,995	1,576,523
Short-term investments		8,912,897	9,600,799
Cash and cash equivalents		3,676,937	3,327,799
Total current assets		15,428,248	15,548,204
Total assets		26,665,804	27,003,192
EQUITY AND LIABILITIES			
Equity			
Share capital		4,760,354	4,760,354
Share premium		3,998,485	3,998,485
Other reserves		279,402	230,210
Retained earnings		12,153,878	12,214,431
Equity attributable to equity holders of the parent		21,192,119	21,203,480
Non-controlling interest		1,096,105	1,112,636
Total equity		22,288,224	22,316,116
Liabilities			
Non-current liabilities:			
Lease liabilities		179,414	186,516
Employee benefits	*8*	1,165,330	1,126,294
Derivative financial instruments	*9*	911,250	911,250
Deferred tax liabilities		50,572	50,478
Total non-current liabilities		2,306,566	2,274,538

The accompanying notes from 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of financial position (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

	Notes	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Current liabilities:			
Current portion of employee benefits	*8*	175,312	164,358
Current portion of lease liabilities		40,088	28,794
Trade payables		893,575	993,245
Other liabilities		542,609	649,141
Dividends payable	*16*	192,030	184,228
Zakat payable		227,400	392,772
Total current liabilities		2,071,014	2,412,538
Total liabilities		4,377,580	4,687,076
Total equity and liabilities		26,665,804	27,003,192

Designated Member	Chief Executive Officer	General Manager Finance
Abdulaziz H. Al- Habdan	Fahad M. Al-Battar	Ayed Habib Al-Haider

The accompanying notes from 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of income and other comprehensive income

(All amounts in Saudi Riyals '000 unless otherwise stated)

	Notes	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
		2026	2025	2026	2025
Revenue	11, 14	2,411,090	3,287,449	5,285,001	6,361,394
Cost of sales		(1,698,898)	(2,020,504)	(3,204,042)	(3,929,056)
Gross profit		712,192	1,266,945	2,080,959	2,432,338
Selling and distribution expenses		(127,651)	(71,027)	(192,012)	(133,809)
General and administration expenses		(133,163)	(143,700)	(261,864)	(291,181)
Research and development expenses		(12,303)	(20,549)	(23,056)	(38,049)
Expected credit loss allowance (ECL)		(1,127)	(239)	(408)	(1,204)
Other operating expense		(14,755)	(3,058)	(12,609)	(83,184)
Income from operations		423,193	1,028,372	1,591,010	1,884,911
Share of results from an associate and a joint venture	5	(102,168)	38,509	(55,868)	140,261
Finance income		148,170	150,546	309,987	303,673
Finance costs		(18,095)	(15,579)	(37,409)	(34,713)
Income before zakat and income tax		451,100	1,201,848	1,807,720	2,294,132
Zakat expense	10	(91,481)	(94,044)	(179,014)	(172,626)
Income tax benefit (expense)	10	4,167	(9,880)	(4,580)	(16,486)
Deferred tax (expense) credit	10	(265)	533	(92)	654
Net income for the period		363,521	1,098,457	1,624,034	2,105,674
Attributable to:					
- Equity holders of the Parent		378,738	1,059,736	1,605,571	2,044,316
- Non-controlling interest		(15,217)	38,721	18,463	61,358
		363,521	1,098,457	1,624,034	2,105,674
Earnings per share (Saudi Riyals)					
Basic and diluted earnings per share from net income attributable to equity holders of the Parent	12	0.80	2.23	3.37	4.29

The accompanying notes from 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of income and other comprehensive income (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

	Notes	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
		2026	2025	2026	2025
Net income for the period		363,521	1,098,457	1,624,034	2,105,674
Other comprehensive income (OCI)					
Items that will not be reclassified to statement of income:					
- Net (loss) gain on fair value of equity investments	*6*	(59,410)	(42,707)	18,412	(72,128)
- Re-measurement gain on defined benefit plans	*8*	39,168	828	13,492	9,965
- Deferred tax impact on OCI	*10*	(5)	-	(2)	-
Items that will be reclassified to statement of income:					
- Share of other comprehensive income (loss) of joint venture		344	(11,584)	16,882	(11,584)
- Exchange difference on translation of foreign investment		1,958	(958)	414	4,820
Other comprehensive (loss) income for the period		(17,945)	(54,421)	49,198	(68,927)
Total comprehensive income for the period		345,576	1,044,036	1,673,232	2,036,747
Attributable to:					
- Equity holders of the Parent		360,776	1,005,315	1,654,763	1,975,389
- Non-controlling interest		(15,200)	38,721	18,469	61,358
		345,576	1,044,036	1,673,232	2,036,747

Designated Member	Chief Executive Officer	General Manager Finance
Abdulaziz H. Al- Habdan	Fahad M. Al-Battar	Ayed Habib Al-Haider

The accompanying notes from 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of changes in equity

(All amounts in Saudi Riyals ‘000 unless otherwise stated)

	Attributable to equity holders of the Parent						
	Share capital	Share premium	Other reserves	Retained earnings	Total	Non-controlling interest	Grand total
As at 1 January 2025 (audited)	4,760,354	3,998,485	339,830	9,374,737	18,473,406	1,034,618	19,508,024
Net income for the period	-	-	-	2,044,316	2,044,316	61,358	2,105,674
Other comprehensive loss for the period	-	-	(68,927)	-	(68,927)	-	(68,927)
Total comprehensive (loss) income for the period	-	-	(68,927)	2,044,316	1,975,389	61,358	2,036,747
Change in fair value of derivative financial instrument	-	-	-	(292,500)	(292,500)	-	(292,500)
Transactions with owners in their capacity as owners							
Income tax reimbursed	-	-	-	-	-	27,120	27,120
As at 30 June 2025 (unaudited)	4,760,354	3,998,485	270,903	11,126,553	20,156,295	1,123,096	21,279,391
As at 1 January 2026 (audited)	4,760,354	3,998,485	230,210	12,214,431	21,203,480	1,112,636	22,316,116
Net income for the period	-	-	-	1,605,571	1,605,571	18,463	1,624,034
Other comprehensive income for the period	-	-	49,192	-	49,192	6	49,198
Total comprehensive income for the period	-	-	49,192	1,605,571	1,654,763	18,469	1,673,232
Transactions with owners in their capacity as owners							
Dividends (Note 16)	-	-	-	(1,666,124)	(1,666,124)	(35,000)	(1,701,124)
As at 30 June 2026 (unaudited)	4,760,354	3,998,485	279,402	12,153,878	21,192,119	1,096,105	22,288,224

Designated Member
Abdulaziz H. Al- Habdan

Chief Executive Officer
Fahad M. Al-Battar

General Manager Finance
Ayed Habib Al-Haider

The accompanying notes from 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of cash flows

(All amounts in Saudi Riyals '000 unless otherwise stated)

	Note	For the six-month period ended 30 June (Unaudited)	
		2026	2025
Operating activities:			
Income before zakat and income tax		1,807,720	2,294,132
Adjustments to reconcile income before zakat and income tax to net cash from operating activities:			
- Depreciation of property, plant and equipment		395,399	437,427
- Depreciation of right-of-use assets		6,551	12,497
- Amortization of intangible assets		3,030	3,292
- Employee benefits charge		40,050	52,803
- Share of results of an associate and a joint venture	5	55,868	(140,261)
- Provision for slow moving and obsolete inventories		2,813	1,830
- Write-offs of property plant and equipment		929	-
- Loss on disposal of property, plant and equipment		2,338	2,707
- Expected credit loss allowance (ECL)		408	1,204
- Finance income		(309,987)	(303,673)
- Finance costs		37,409	34,713
		2,042,528	2,396,671
Change in operating assets and liabilities:			
Inventories		(254,697)	43,523
Trade receivables		(10,880)	(318,765)
Other assets and receivables		117,183	97,414
Current portion of employee benefits		10,954	(6,395)
Trade payables		(99,671)	(55,044)
Other current liabilities		(102,150)	(28,071)
Cash from operations		1,703,267	2,129,333
Employee benefits paid		(19,099)	(145,994)
Finance income received		149,925	149,918
Finance costs paid		(7,495)	(3,964)
Zakat and income tax paid		(368,143)	(292,696)
Net cash generated from operating activities		1,458,455	1,836,597

The accompanying notes from 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of cash flows (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

	For the six-month period ended 30 June (Unaudited)	
	2026	2025
Investing activities:		
Purchase of property, plant and equipment	(257,637)	(247,662)
Dividend received from an associate	-	37,500
Short term investments - placements	(2,540,000)	(8,821,000)
Short term investments - proceeds	3,380,100	2,562,500
Net cash generated from (used in) investing activities	582,463	(6,468,662)
Financing activities:		
Lease payments	-	(12,291)
Dividends paid to shareholders	(1,662,487)	(1,425,928)
Dividends paid to non-controlling interest	(29,293)	-
Net cash used in financing activities	(1,691,780)	(1,438,219)
Net increase (decrease) in cash and cash equivalents	349,138	(6,070,284)
Cash and cash equivalents at the beginning of the period	3,327,799	7,813,129
Cash and cash equivalents at the end of the period	3,676,937	1,742,845

Significant non-cash transactions:

	For the six-month period ended 30 June (Unaudited)	
	2026	2025
Change in fair value of derivative financial instruments recognised against retained earnings (Note 4)	-	292,500
Employee benefits transferred from related parties	-	15,147
Dividends payable adjusted against non-controlling interest	-	27,120
Right of use assets recognised against corresponding lease liability	-	35,288
Transfer of property, plant and equipment to other assets and receivables	36,021	-

Designated Member	Chief Executive Officer	General Manager Finance
Abdulaziz H. Al- Habdan	Fahad M. Al-Battar	Ayed Habib Al-Haider

The accompanying notes from 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Notes to the interim condensed consolidated financial statements

(All amounts in Saudi Riyals '000 unless otherwise stated)

1. Corporate information

SABIC Agri-Nutrients Company ("SABIC AN" or "the Company" or "the Parent Company") (formerly: Saudi Arabian Fertilizer Company (SAFCO)), is a Saudi Joint Stock Company incorporated under Royal Decree Number M/13 dated 11 Jumada' I 1385H (corresponding to 7 September 1965). The Company is registered in the city of Riyadh with Commercial Registration number 2055002359 and unique identification number 7000674783 dated 29 Shawwal 1411H (corresponding to 14 May 1991). The registered office of the Company is P.O Box 13244, Airport Branch Road, Qurtubah District, Riyadh Kingdom of Saudi Arabia ("KSA").

The Company's shares are 50.1% owned by Saudi Basic Industries Corporation ("SABIC"). Saudi Arabian Oil Company ("Saudi Aramco") owns 70% of SABIC through one of its subsidiaries, "Aramco Chemicals Company". The Saudi Arabian Government is the largest shareholder of Saudi Aramco by 81.48% direct shareholding.

The Company and its subsidiaries (collectively the "Group") are mainly engaged in the production, conversion, manufacturing, and trade of agri-nutrients and chemical products. Also, the Company is engaged in the marketing of agri-nutrients products of all types inside and outside KSA.

The interim condensed consolidated financial statements of the Group for the three-month and six-month periods ended 30 June 2026 were authorised for issue by the Board of Directors of the Company on 09 Safar 1448H (corresponding to 23 July 2026).

The Company has the following subsidiaries, associate and joint venture as at 30 June 2026 and as at 31 December 2025:

Name	Relationship	Country of incorporation	Principal activities	% Shareholding (direct and indirect)
National Chemical Fertiliser Company ("Ibn Al-Baytar")	Subsidiary	KSA	Agri-nutrients	100
SABIC Agri-Nutrients Investments Company ("SANIC")	Subsidiary	KSA	Agri-nutrients	100
Al-Jubail Fertiliser Company ("Al-Bayroni")	Subsidiary	KSA	Agri-nutrients and petrochemicals	50
Gulf Petrochemical Industries ("GPIC")	Associate	Bahrain	Agri-nutrients	33.33
ETG Inputs Holdco Limited and its subsidiaries(EIHL)	Joint Venture	UAE	Agri-nutrients	49

The Company also holds 3.87% equity interest in Arabian Industrial Fibers Company (Ibn Rushd) and 1.69% equity interest in Yanbu National Petrochemicals Company (Yansab).

Conflict in the Middle East

The sustained geopolitical conflict in the Middle East has created widespread disturbances in economic conditions and business environments. The Group continuously monitors risks and uncertainties related to its operations, including disruptions of transport routes to customers, plant underutilizations or shutdowns, asset conditions, elevated logistical cost as well as feedstock supply dynamics. The Group continues to leverage its global operating model, operational flexibility, resilient supply chain network and integration with Saudi Aramco to manage respective risks and uncertainties. The Group has also assessed its accounting estimates, assumptions, and judgments mainly regarding the Group's exposure to impairment considerations, recoverability of trade receivables and inventory valuation and respective gross margin forecast.

Further, during April 2026, the operating plant of GPIC, an associate of the Group, was affected by an incident related to the recent Middle East conflict. Based on management's assessment, the resulting financial impact is not considered material. Restoration activities have already commenced, and operations are expected to resume in December 2026.

While the impact on business and operations were temporary in nature, it reflects a combination of favorable and unfavorable factors. The financial performance during the three-month and six-month period ended 30 June 2026 was impacted by lower sales volumes which was partially offset by increase in average selling prices of certain products as compared with pre-conflict levels. Logistics costs also increased because of war-risk insurance premiums and additional transportation costs arising from the rerouting of shipments through alternative routes to Red Sea ports.

Management continues to assess these events for any potential material impact on the Group's operations and financial performance.

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

2. Basis of preparation

These interim condensed consolidated financial statements for the three-month and six-month periods ended 30 June 2026 have been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA").

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2025 ("Last Annual Financial Statements"). However, changes in accounting policies, if any and selected explanatory notes are included to explain events and transactions that are significant for understanding the changes in the Group's consolidated financial position and performance since the Last Annual Financial Statements.

An interim period is considered as an integral part of the whole fiscal year, however, the results of operations for the interim periods may not be a fair indication of the results of the full year operations.

The interim condensed consolidated financial statements are prepared under the historical cost convention using the accruals basis of accounting, except for the measurement of certain financial assets at fair value through profit or loss or at fair value through other comprehensive income and derivative financial instruments which are measured at fair value with fair value change recognised directly in equity. Further, post-employment benefits are measured at the present value of the defined benefit obligation using the projected unit credit method using actuarial calculations.

2.1 Summary of material accounting policies

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in preparing the Last Annual Financial Statements.

2.2 New standards, interpretations and amendments adopted by the Group

There are no new standards, amendments or interpretations that are effective for annual periods beginning on or after 1 January 2026 that have a material impact on the interim condensed consolidated financial statements.

2.3 IFRS issued but not yet effective

IFRS 18 'Presentation and Disclosure in Financial Statements'

IFRS 18 'Presentation and Disclosure in Financial Statements' ("IFRS 18") is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of income. IFRS 18 replaces IAS 1 'Presentation of Financial Statements', which sets out presentation and base disclosure requirements for financial statements. The new standard is effective for annual reporting periods beginning on or after 1 January 2027 and will modify the Group's statement of income and other comprehensive income presentation. Further the IFRS 18 also introduces consequential amendments to IAS 7 'Statement of Cash Flows' impacting statement of cash flows. The Group is currently in the process of assessing the estimated impact that the initial application of IFRS 18 will have on its interim condensed consolidated financial statements. Based on the preliminary assessment, the expected impact of IFRS 18 is described below:

Presentation of Interim Condensed Consolidated Statement of Income

All items of income and expenses in the interim condensed consolidated statement of income should be classified in one of five categories i.e., operating, investing, financing, zakat and income tax and discontinued operations. The Group has determined that it does not have a specified main business activity of investing in assets and/or providing financing to customers.

IFRS 18 introduces the requirement to present 'operating profit' and 'profit or loss before financing and income taxes', which is different from the current presentation. The Group expects changes to the current structure of the interim condensed consolidated statement of income to result from the following.

- A new subtotal, 'Income before financing and zakat and income taxes' will be presented to show the income from operating category and investing category separately;
- 'Bank charges and other charges' not related to raising finance or changes in interest rates will be re-classified and presented under operating category;
- 'Dividend income from investments in equity instruments' will be re-classified and presented under investing category; and
- 'Share of results from an associate and a joint venture' and 'Finance income on murabaha deposits' will be presented under investing category.

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

2.3 IFRS issued but not yet effective (continued)

IFRS 18 'Presentation and Disclosure in Financial Statements' (continued)

Presentation of Interim Condensed Consolidated Statement of Cash Flows

- The starting point for the interim condensed consolidated statement of cash flows will be 'operating profit'. Certain adjusting items included in the reconciliation will change as a result of the new starting point; and
- 'Finance cost paid' and 'Finance income received' will be re-classified and presented under the financing and investing activities respectively.

Aggregation and Disaggregation

IFRS 18 provides enhanced guidance on the principles of aggregation and disaggregation which focus on grouping items based on their shared characteristics, including specific presentation or disclosure matters identified through management's implementation assessment. These principles are applied across the financial statements, and they are used in defining which line items are presented in the primary financial statements and what information is disclosed in the notes.

The management is considering the characteristics of the assets, liabilities, equity items, income, expenses and cash flows when determining which information should be aggregated and what information should be disaggregated. Based on which the management will present line items in the primary financial statements that provide useful structured summaries and disclose additional material information in the notes.

Management-Defined Performance Measures (MPMs)

MPMs are defined as a subtotal of income and expenses used in public communications outside the financial statements is presumed to communicate to users of financial statements management's view of an aspect of the financial performance of the entity as a whole. The new change will require to disclose specific information about MPMs in the notes to the financial statements together with explanation and reconciliation.

Based on preliminary assessment, the Group hasn't identified any financial performance indicator as MPMs.

The Group continues to assess the estimated impact that the initial application of IFRS 18 will have on its interim condensed consolidated financial statements and will adopt the new standard when applicable. The Group has not early adopted any new standard, interpretation or amendment that have been issued but which are not yet effective.

3. Significant accounting judgements, estimates and assumptions

The preparation of the Group's interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and accompanying disclosures, and the disclosure of contingent liabilities.

Except as detailed in Note 1, the accounting estimates and assumptions used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the preparation of the Last Annual Financial Statements.

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

4. Fair value measurement

The Group has the following financial instruments which are measured at fair value:

	As at 30 June 2026 (Unaudited)				As at 31 December 2025 (Audited)			
	Level I	Level II	Level III	Total	Level I	Level II	Level III	Total
Financial assets								
Investment in quoted equity instruments	279,211	-	-	**279,211**	260,799	-	-	260,799
Trade receivables	-	-	135,474	**135,474**	-	-	313,701	313,701
Total	279,211	-	135,474	414,685	260,799	-	313,701	574,500
Financial liabilities								
Derivative financial instruments	-	-	911,250	911,250	-	-	911,250	911,250
Total	-	-	911,250	911,250	-	-	911,250	911,250

The classification methodology used in this disclosure is in line with the Last Annual Financial Statements. There were no transfers between Level I, Level II or Level III during the six-month period ended 30 June 2026.

Description	Valuation techniq	Significant non-observable input	As at 30 June 2026	As at 31 December 2025
Derivative financial instruments	Market approach	Put options and forward contracts		
		- Equity value to EBITDA multiple	6.6	6.6
		- Dividend to EBITDA %	33.1%	33.1%
		- Discount rate	10.6%	10.6%

The Group assessed that the fair value of trade receivables (carried at amortised cost), short-term investments, cash and cash equivalents, trade payables and other financial assets and financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of trade receivables carried at fair value through income statement are valued using valuation techniques, which employ the use of market observable inputs. The valuation technique is based on marked-to-market observable inputs of the underlying commodities. The fair value of receivables is directly related to commodity prices and if the underlying prices as at 30 June 2026 increased / decreased by 10% with all other variables held constant, the income before zakat and income tax for the period and trade receivables as at 30 June 2026, would have been higher / lower by Saudi Riyals 13.5 million (31 December 2025: Saudi Riyals 31.4 million).

The key movements during the six-month period ended 30 June 2026 in Level III fair values of financial assets was Saudi Riyals 106.9 million (30 June 2025: Saudi Riyals 98.8 million) and financial liabilities was Nil (30 June 2025: Saudi Riyals 292.5 million) related to fair value loss of derivative financial instruments.

A change in the significant non-observable inputs would result in a change in the value of the derivative financial instruments as follows:

	Change in the significant non-observable inputs		Derivative financial instruments value As at 30 June 2026	
	From	To	From	To
Increase equity value to EBITDA multiple by 10%	6.6	7.3	911,250	1,042,500
Decrease equity value to EBITDA multiple by 10%	6.6	5.9	911,250	780,000
High range of Dividend to EBITDA %	33.1%	36.4%	911,250	862,500
Low range of Dividend to EBITDA %	33.1%	29.8%	911,250	958,125
Increase discount rate by 1%	10.6%	11.6%	911,250	924,375
Decrease discount rate by 1%	10.6%	9.6%	911,250	896,250

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

5. Investment in an associate and a joint venture

The table below outlines the Group's investments in an associate and a joint venture:

Name of investee	Note	Relationship	Ownership	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
GPIC	5.1	Associate	33.33%	1,115,598	1,119,527
EIHL	5.2	Joint venture	49.00%	1,310,230	1,344,873
Closing balance				2,425,828	2,464,400

The table below outlines the Group's share of results from an associate and a joint venture:

Name of investee	Note	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
		2026	2025	2026	2025
GPIC	5.1	(27,330)	22,118	(4,343)	67,377
EIHL	5.2	(74,838)	16,391	(51,525)	72,884
Total share of results from an associate and a joint venture:		(102,168)	38,509	(55,868)	140,261

5.1 Investment in an associate

GPIC is incorporated in the Kingdom of Bahrain and is engaged in manufacturing and exporting of ammonia, urea and methanol products. Investment in an associate is accounted for using the equity method. The Group does not have control over the associate. Refer Note 1.

The movement of investment in an associate is as follows:

	For the six-month period ended 30 June 2026 (Unaudited)	For the year ended 31 December 2025 (Audited)
Balance at the beginning of the period/year	1,119,527	997,157
Share of results	(4,343)	154,420
Dividend received	-	(37,500)
Exchange difference on translation of foreign investment	414	5,450
Closing balance	1,115,598	1,119,527

5.2 Investment in a joint venture

EIHL is incorporated in Dubai, United Arab Emirates. EIHL is a group of companies engaged in the trading, processing and distribution of agri-nutrient products.

The movement of investment in a joint venture is as follows:

	For the six-month period ended 30 June 2026 (Unaudited)	For the year ended 31 December 2025 (Audited)
Balance at the beginning of the period/year	1,344,873	1,200,857
Share of results	(51,525)	132,813
Share of other comprehensive income	16,882	11,203
Closing balance*	1,310,230	1,344,873

* Investment in a joint venture includes implicit goodwill of Saudi Riyals 417.8 million.

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

6. Investment in equity instruments

	For the six-month period ended 30 June 2026 (Unaudited)		For the year ended 31 December 2025 (Audited)	
	Local-quoted	Local-unquoted	Local-quoted	Local-unquoted
Cost:				
At the beginning and end of the period/year	94,905	77,363	94,905	77,363
Fair value reserve of financial assets at FVOCI:				
At the beginning of the period/year	165,894	(77,363)	263,836	(77,363)
Change in the fair value reserve during the period/year	18,412	-	(97,942)	-
At the end of the period/year	184,306	(77,363)	165,894	(77,363)
Carrying amount	279,211	-	260,799	-

At 30 June 2026, quoted investments represent 1.69% (31 December 2025: 1.69%) shares held in Yanbu National Petrochemical Company (Yansab), a listed entity on Tadawul. Refer note 4.

At 30 June 2026, unquoted investments represent 3.87% (31 December 2025: 3.87%) shares held in Arabian Industrial Fibers Company (Ibn Rushd), a subsidiary of SABIC. Both the investments are carried at fair value through other comprehensive income.

7. Trade receivables

	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Trade receivables	724,908	358,899
Trade receivables due from related parties (Note 13)	863,858	1,218,988
	1,588,766	1,577,887
Less: allowance for expected credit losses	(1,771)	(1,364)
	1,586,995	1,576,523

Trade receivables due from related parties include Saudi Riyals 135.5 million (31 December 2025: Saudi Riyals 313.7 million) carried at fair value. Refer Note 4.

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

8. Employee benefits

	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
Defined benefit obligations (DBO)	1,165,330	1,126,294
Total defined benefit obligations presented under non-current liabilities	1,165,330	1,126,294
Employee savings plan	175,312	164,358
Presented under current liabilities	175,312	164,358

The following table represents the charge in the interim condensed consolidated statement of income and other comprehensive income:

	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
	2026	2025	2026	2025
Current service cost	20,025	19,646	40,050	39,303
Past service cost	-	5	-	13,500
Interest cost	14,956	15,375	29,912	30,750
Re-measurement gain on defined benefit obligations	(39,168)	(828)	(13,492)	(9,965)
	(4,187)	34,198	56,470	73,588

9. Derivative financial instruments

	As at 30 June 2026 (Unaudited)	As at 31 December 2025 (Audited)
At the beginning of the period/year	911,250	1,095,000
Change in fair value of derivative financial instruments (Refer Note 4)	-	(183,750)
At the end of the period/year	911,250	911,250

A Joint venture (JV) Agreement dated 4 December 1979 was signed between SABIC and Taiwan Fertilizer Company Limited (TFC) for the joint ownership of Al-Bayroni. Upon acquisition of SANIC in 2021, the JV agreement was novated from SABIC to SANIC with effect from 29 December 2022. Hence, the rights and obligations in the JV agreement were transferred to SANIC during 2022 including the liability to acquire the remaining shares of Al-Bayroni upon termination of the JV agreement. The amount of the liability in the form of a forward contract transferred by SABIC amounting to Saudi Riyals 2.37 billion was recorded during 2022 as a non-current liability with adjustment in retained earnings. Subsequent changes in the fair value of the liability are recorded against the retained earnings. Refer Note 4.

10. Zakat and income tax payable

a) Zakat charge

	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
	2026	2025	2026	2025
Provision for the period	92,915	95,480	180,448	174,062
Adjustments	(1,434)	(1,436)	(1,434)	(1,436)
	91,481	94,044	179,014	172,626

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

10. Zakat and income tax payable (continued)

b) Income tax charge

	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
	2026	2025	2026	2025
Current tax				
Provision for the period	(4,167)	9,880	4,580	16,486
Deferred income tax				
Increase (decrease) in deferred tax liabilities	265	(533)	92	(654)
Effect of deferred tax on OCI	5	-	2	-
Total income tax expense reported in the interim condensed consolidated statement of income and other comprehensive income	(3,897)	9,347	4,674	15,832

c) Status of assessments

The zakat and income tax assessment status of the Ibn Al-Baytar, SANIC and Al-Bayroni is the same as what was disclosed in the consolidated financial statements for the year ended 31 December 2025. with the addition of submission of zakat and income tax returns and obtaining the certificates up to the year ended 31 December 2025.

11. Revenue

	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
	2026	2025	2026	2025
Sales of goods revenue	2,287,301	3,217,646	5,103,288	6,214,294
Transportation services	123,789	69,803	181,713	147,100
	2,411,090	3,287,449	5,285,001	6,361,394

There is no revenue that has been recognized in 2026 from performance obligations partially satisfied in previous years. All unfulfilled remaining performance obligations as at 30 June 2026 are expected to be satisfied in the following period.

12. Earnings per share

Basic earnings per share is calculated by dividing the net income for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares outstanding during the period.

The following reflects the income and shares data used in the basic and diluted earnings per share computations:

	For the three-month period ended 30 June (Unaudited)		For the six-month period ended 30 June (Unaudited)	
	2026	2025	2026	2025
Net income attributable to equity holders of the Parent (Saudi Riyals '000)	378,738	1,059,736	1,605,571	2,044,316
Weighted average number of ordinary shares ('000)	476,035	476,035	476,035	476,035
Basic and diluted earnings per share from net income attributable to equity holders of the Parent (Saudi Riyals)	0.80	2.23	3.37	4.29

There was no item of dilution affecting the weighted average number of ordinary shares.

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

13. Related party transactions and balances

Related parties represent the ultimate parent company, the parent company, shareholders, associated companies, key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by such parties. The following is the list of the major related parties of the Group:

Details	Nature of relationship
Saudi Aramco	Ultimate parent company
Saudi Basic Industries Corporation ("SABIC")	Controlling shareholder and Parent Company
SABIC associates	Entities where SABIC has significant influence
SABIC affiliates	Entities where SABIC has control
TFC	Non-controlling interest in Al-Bayroni
ETG Agri Inputs FZE	Subsidiary of EIHL

The following table provides the total amount of significant transactions (unaudited) that have been entered into with related parties during the three-month and six-month periods ended 30 June 2026 and 2025, as well as balances with related parties as of those dates:

	Sales to related parties	Purchases, shared services charges, T&I and other charges	Sales to related parties	Purchases, shared services charges, T&I and other charges
	For the three-month period ended 30 June 2026		For the six-month period ended 30 June 2026	
SABIC	31,191	(90,907)	152,759	(203,138)
Saudi Aramco	-	(252,760)	-	(552,338)
SABIC associates	344	(943,338)	2,475	(1,564,132)
SABIC affiliates	654,815	(75,555)	2,153,863	(190,587)
TFC	-	(3)	-	(128)
ETG Agri Inputs FZE	256,055	(671)	551,967	(671)
	For the three-month period ended 30 June 2025		For the six-month period ended 30 June 2025	
SABIC	149,627	(136,076)	292,682	(255,898)
Saudi Aramco	-	(324,485)	-	(624,756)
SABIC associates	-	(984,899)	-	(1,950,497)
SABIC affiliates	1,735,227	(158,734)	3,219,775	(396,091)
ETG Agri Inputs FZE	194,679	-	616,909	-

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

13. Related party transactions and balances (continued)

	As at 30 June 2026 (Unaudited)		As at 31 December 2025 (Audited)	
	Amounts owed by related parties	Amounts owed to related parties	Amounts owed by related parties	Amounts owed to related parties
SABIC	12,328	(102,362)	72,362	(192,604)
Saudi Aramco	-	(101,618)	-	(123,656)
SABIC associates	2,302	(607,609)	1,119	(612,845)
SABIC affiliates	738,809	(28,476)	888,927	(34,861)
ETG Agri Inputs FZE	110,419	-	256,580	-

Composition of key management personnel and their compensation policies remain consistent with 2025. Also see Note 16 for dividend distributions.

14. Segment information

For management purposes, the Group is organized into two Strategic Business Units ("SBUs"), a wholly owned manufacturing business, which based on its products is grouped into two reporting segments (Agri-nutrients and Petrochemicals). Products in the Agri-nutrients segment comprise of Ammonia, Urea and Phosphate (DAP/MAP) while products in the Petrochemicals segment comprise of 2-Ethyl Hexanol and Dioctyl Phthalate.

Based on a management decision and in line with management reporting, the income and expenses relating to the corporate segment, have been allocated over the Petrochemicals and Agri-nutrients SBUs according to an internally agreed consistent basis. The performance of the SBUs is reviewed internally by the Chief Operating Decision Maker ("CODM") (i.e. the Board of Directors and Chief Executive Officer) based on the statement of income only. Assets and liabilities are not included in the measures used by the CODM, hence segment assets and liabilities are not reported in the below segment disclosure. All operating assets of the Group are located in the Kingdom of Saudi Arabia. Revenues of approximately Saudi Riyals 2.3 billion for the period ended 30 June 2026 were derived from a related party customer (30 June 2025: Saudi Riyals 3.2 billion). See Note 13.

All intercompany transactions within the reporting segments have been appropriately eliminated. The segments' financial details (unaudited) are shown below:

	For the six-month period ended 30 June 2026		
	Petrochemicals	Agri-nutrients	Consolidated
Revenue	152,759	5,132,242	5,285,001
Depreciation and amortization	(27,789)	(386,798)	(414,587)
Income from operations	(60,199)	1,651,209	1,591,010
Share of results of an associate and a joint venture	-	(55,868)	(55,868)
Finance income	2,323	307,664	309,987
Finance cost	(2,535)	(34,874)	(37,409)
Income before zakat and income tax	(60,411)	1,868,131	1,807,720

	For the six-month period ended 30 June 2025		
	Petrochemicals	Agri-nutrients	Consolidated
Revenue	292,682	6,068,712	6,361,394
Depreciation and amortization	(28,850)	(435,121)	(463,971)
Income from operations	9,926	1,874,985	1,884,911
Share of results of an associate and a joint venture	-	140,261	140,261
Finance income	1,326	302,347	303,673
Finance cost	(2,551)	(32,162)	(34,713)
Income before zakat and income tax	8,701	2,285,431	2,294,132

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

14. Segment information (continued)

	For the three-month period ended 30 June 2026		
	Petrochemicals	Agri-nutrients	Consolidated
Revenue	31,191	2,379,899	2,411,090
Depreciation and amortization	(13,850)	(186,239)	(200,089)
Income from operations	(73,271)	496,464	423,193
Share of results of an associate and a joint venture	-	(102,168)	(102,168)
Finance income	1,222	146,948	148,170
Finance cost	(1,170)	(16,925)	(18,095)
Income before zakat and income tax	(73,219)	524,319	451,100

	For the three-month period ended 30 June 2025		
	Petrochemicals	Agri-nutrients	Consolidated
Revenue	149,627	3,137,822	3,287,449
Depreciation and amortization	(15,730)	(220,326)	(236,056)
Income from operations	16,002	1,012,370	1,028,372
Share of results of an associate and a joint venture	-	38,509	38,509
Finance income	649	149,897	150,546
Finance cost	(853)	(14,726)	(15,579)
Income before zakat and income tax	15,798	1,186,050	1,201,848

Geographical distribution of revenue based on the location of the customer.

	For the six-month period ended 30 June 2026 (Unaudited)		For the six-month period ended 30 June 2025 (Unaudited)	
Americas	550,211	11%	873,707	14%
India	101,340	2%	691,906	11%
Singapore	2,073,823	39%	2,593,339	41%
U.A.E	1,203,866	23%	1,028,849	16%
Saudi Arabia	699,670	13%	719,114	11%
Others	656,091	12%	454,479	7%
	5,285,001	100%	6,361,394	100%

	For the three-month period ended 30 June 2026 (Unaudited)		For the three-month period ended 30 June 2025 (Unaudited)	
Americas	37,399	2%	385,486	12%
India	59,947	2%	343,242	10%
Singapore	1,064,693	44%	1,540,522	47%
U.A.E	651,433	27%	448,382	14%
Saudi Arabia	262,916	11%	361,692	11%
Others	334,702	14%	208,125	6%
	2,411,090	100%	3,287,449	100%

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals ‘000 unless otherwise stated)

15. Commitment and contingencies

Commitments

At 30 June 2026, the Group has commitments of Saudi Riyals 808.0 million (31 December 2025: Saudi Riyals 703.9 million).

The Group also has lease arrangements with Royal Commission for Jubail and Yanbu where the Group is obliged to restore the land to its original condition by the end of the lease term as per the terms of the agreement.

Contingent liabilities

The Group is subject to risks related to legal and regulatory frameworks. These may include product liability, competition and anti-trust law, export control, data protection, patent law, procurement law, tax legislation and environmental protection. Furthermore, litigation and regulatory proceedings are unpredictable, and legal or regulatory proceedings in which the Group is or becomes involved (or settlements thereof) could result in substantial penalties, which may give rise to significant losses, costs and expenses. Such losses, costs and expenses may not be covered, or fully covered, by insurance benefits. Violation of such legal or regulatory laws may result in civil or criminal penalties, effect on reputation and/or other adverse financial consequences on the Group.

In the ordinary course of business, the Group has several legal claims. After having obtained appropriate legal advice, management is of the opinion that these claims will not have a significant adverse impact on the financial position of the Group or its future results, other than those that have been provided for.

At 30 June 2026, the Group’s bankers have issued, on its behalf, bank guarantees amounting to Saudi Riyals 11.9 million (31 December 2025: Saudi Riyals 12.6 million) in the normal course of business.

16. Appropriation of net income and dividends distributions

Dividends attributable to the shareholders of the Company

- On 09 Ramadan 1447H (corresponding to 26 February 2026), the Board of Directors approved to distribute a cash dividend amounting to Saudi Riyals 3.5 per share (Saudi Riyals 1,666.1 million in total) for the second half of 2025. Dividends were available for distribution to shareholders on 11 Shawwal 1447H (corresponding to 30 March 2026).
- On 02 Safar 1447H (corresponding to 27 July 2025), the Board of Directors approved to distribute an interim cash dividend amounting to Saudi Riyals 3.5 per share (Saudi Riyals 1,666.1 million in total) for the first half of 2025. Dividends were available for distribution to shareholders on 25 Safar 1447H (corresponding to 19 August 2025).

Dividends attributable to the non-controlling interest

- On 09 Sha’ban 1447H (corresponding to 28 January 2026), the Board of Directors of Al-Bayroni approved to distribute a final cash dividend for the period ended 31 December 2025 amounting to Saudi Riyals 70.0 million (Saudi Riyals 35.0 million to each Partner). Dividends were available for distribution to the Partners on 17 Sha’ban 1447 H (corresponding to 05 February 2026).
- On 04 Jumada I 1447H (corresponding to 26 October 2025), the Board of Directors of Al-Bayroni approved to distribute an interim cash dividend for the period ended 30 September 2025 amounting to Saudi Riyals 150.0 million (Saudi Riyals 75.0 million to each Partner). Dividends were available for distribution to the Partner on 08 Jumada I 1447H (corresponding to 30 October 2025).
- On 22 Muharram 1447H (corresponding to 17 July 2025), the Board of Directors of Al-Bayroni approved to distribute an interim cash dividend for the period ended 30 June 2025 amounting to Saudi Riyals 40.0 million (Saudi Riyals 20.0 million to each Partner). Dividends were available for distribution to the Partner on 4 Safar 1447 H (corresponding to 29 July 2025).

Bank balances include cash held in separate bank accounts amounting to Saudi Riyals 183.6 million (31 December 2025: Saudi Riyals 181.2 million) for dividend payable and employee savings plan. Also, bank balances include cash of Saudi Riyals 18.5 million (31 December 2025: Saudi Riyals 18.5 million) kept in a separate bank account for donations. The cash held in these bank accounts is accessible to the Group at any point in time.

17. Other information

During the period ended 30 June 2026, the Company and Saudi Agricultural and Livestock Investment Company extended a Memorandum of Understanding (MoU) for an additional three years to jointly explore global commercial and innovation opportunities that support food security and address growing environmental challenges. There is no material impact of above on these interim condensed consolidated financial statements.

18. Subsequent events

On 11 Safar 1448H (corresponding to 25 July 2026), the Board of Directors approved to distribute an interim cash dividend amounting to Saudi Riyals 3.5 per share (Saudi Riyals 1,666.1 million in total) for the first half of 2026. Dividends shall be available for distribution to shareholders on 27 Safar 1448H (corresponding to 10 August 2026).

Notes to the interim condensed consolidated financial statements (continued)

(All amounts in Saudi Riyals '000 unless otherwise stated)

18. Subsequent events (continued)

On 08 Safar 1448 AH (corresponding to 22 July 2026), the Board of Directors of Yansab approved to distribute an interim cash dividend of Saudi Riyals 1 per share for the first half of 2026. The Group's share of the approved dividend amounts to SAR 9.5 million. Dividends shall be available for distribution on 17 Rabi' Al-Thani 1448H (corresponding to 28 September 2026).

Except for above, there have been no subsequent events since the period ended 30 June 2026 which would have a material impact on the financial position of the Group as reflected in these interim condensed consolidated financial statements.