

CHEMISTRY THAT MATTERS™



SAUDI BASIC INDUSTRIES CORPORATION (SABIC)

(A SAUDI JOINT STOCK COMPANY)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS
ENDED 30 SEPTEMBER 2025 AND INDEPENDENT
AUDITOR'S REVIEW REPORT



CONTENTS

Independent auditor’s review report 3

Condensed consolidated interim statement of financial position 4

Condensed consolidated interim statement of income 5

Condensed consolidated interim statement of comprehensive income 6

Condensed consolidated interim statement of changes in equity 7

Condensed consolidated interim statement of cash flows..... 8

Notes to the condensed consolidated interim financial statements 10

 1. Corporate information..... 10

 2. Basis of preparation 10

 3. New standards, interpretations and amendments adopted by the Group 10

 4. Discontinued operation..... 11

 5. Significant matters during the period 11

 6. Fair value measurement..... 13

 7. Revenue14

 8. Related party transactions and balances14

 9. Segment information..... 15

 10. Appropriations 18

 11. Subsequent events 18



Report on review of condensed consolidated interim financial statements

To the shareholders of Saudi Basic Industries Corporation
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Saudi Basic Industries Corporation and its subsidiaries (the “Group”) as of 30 September 2025 and the related condensed consolidated interim statements of income and comprehensive income for the three-month and nine-month periods then ended and the condensed consolidated interim statements of changes in equity and cash flows for the nine-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim 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 condensed consolidated interim 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 condensed consolidated interim 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 No. 471
30 October 2025



PricewaterhouseCoopers Public Accountants (Professional Limited Liability Company), CR no. 1010371622, UN No. 7000928734, Capital of 500,000 SAR, National address: 2537 Mohammad Ibn Fuhayd St, secondary no. 7912, West Umm Al Hamam Dist, postal code 12329, Riyadh, Kingdom of Saudi Arabia, physical address: Laysen Valley, Tower 12 & 13, King Khaled Road.
Tel: +966 (11) 211 0400, Fax: +966 (11) 211 0401

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

All amounts in thousands of Saudi Riyals unless otherwise stated

As at	Note	30 September 2025	31 December 2024 (Restated)
Assets			
Non-current assets			
Property, plant and equipment	5.6	107,758,601	112,580,575
Right-of-use assets	5.6	4,445,602	4,835,543
Intangible assets		19,651,543	19,141,633
Investments in associates and joint ventures	5.4	34,581,167	34,960,835
Investments in debt and equity instruments		609,717	585,860
Deferred tax assets		2,311,222	2,365,609
Derivative financial instruments		3,765,736	3,669,688
Other assets and receivables		5,703,423	8,020,234
Total non-current assets		178,827,011	186,159,977
Current assets			
Inventories		17,720,439	18,813,581
Trade receivables		19,925,513	20,439,823
Other assets and receivables		8,954,384	10,298,362
Short-term investments		12,237,826	7,668,807
Cash and cash equivalents		26,811,387	30,539,668
		85,649,549	87,760,241
Assets held for sale	5.1	-	3,623,625
Total current assets		85,649,549	91,383,866
Total assets		264,476,560	277,543,843

As at	Note	30 September 2025	31 December 2024 (Restated)
Equity and liabilities			
Equity			
Equity attributable to equity holders of the Parent	5.4	149,414,598	156,358,183
Non-controlling interests		26,508,557	27,085,026
Total equity		175,923,155	183,443,209
Non-current liabilities			
Debt and lease liabilities		35,653,307	30,149,046
Employee benefits		13,346,143	13,507,010
Deferred tax liabilities		635,517	611,582
Derivative financial instruments		2,332,144	1,975,894
Provisions and other liabilities		2,556,399	2,475,814
Total non-current liabilities		54,523,510	48,719,346
Current liabilities			
Short-term borrowings, current portion of debt and current portion of lease liabilities		2,782,852	5,049,023
Trade payables, provisions and other liabilities	10	31,247,043	40,332,265
Total current liabilities		34,029,895	45,381,288
Total liabilities		88,553,405	94,100,634
Total equity and liabilities		264,476,560	277,543,843

 EVP Corporate Finance
  Chief Executive Officer
  Authorised Board of Directors Member

The accompanying notes from 1 to 11 form an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME

All amounts in thousands of Saudi Riyals unless otherwise stated

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Revenue (Note 7)	34,332,511	36,880,147	104,492,273	105,284,568
Cost of sales	(28,226,834)	(29,880,451)	(89,161,745)	(85,228,694)
Gross profit	6,105,677	6,999,696	15,330,528	20,055,874
General and administrative expenses	(2,137,390)	(2,451,348)	(6,668,440)	(7,239,188)
Research and development expenses	(440,885)	(499,117)	(1,421,407)	(1,484,635)
Selling and distribution expenses	(2,096,902)	(2,213,262)	(6,318,752)	(6,110,573)
Results from integral joint ventures	166,964	245,813	480,606	683,108
Other operating income	238,999	491,466	995,618	1,072,439
Other operating expenses	(172,991)	(95,988)	(3,391,768)	(1,188,813)
Income (loss) from operations	1,663,472	2,477,260	(993,615)	5,788,212
Results from associates and non-integral joint ventures (Note 5.5)*	145,411	3,677	(431,803)	493,520
Finance income	602,454	452,669	1,898,060	1,641,960
Finance costs	(598,354)	(712,173)	(2,537,436)	(2,052,402)
Income (loss) before zakat and income tax	1,812,983	2,221,433	(2,064,794)	5,871,290
Zakat expense	(62,982)	(397,217)	(757,429)	(183,618)
Income tax (expense) benefit	(614,616)	19,665	(846,952)	(6,211)
Net income (loss) from continuing operations	1,135,385	1,843,881	(3,669,175)	5,681,461
Net loss from discontinued operation	-	(80,500)	-	(515,485)
Net income (loss)	1,135,385	1,763,381	(3,669,175)	5,165,976

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Net income (loss) from continuing operations				
Attributable to:				
• Equity holders of the Parent	435,461	1,084,124	(4,841,440)	3,948,857
• Non-controlling interests	699,924	759,757	1,172,265	1,732,604
	1,135,385	1,843,881	(3,669,175)	5,681,461
Net income (loss)				
Attributable to:				
• Equity holders of the Parent	435,461	1,003,624	(4,841,440)	3,433,372
• Non-controlling interests	699,924	759,757	1,172,265	1,732,604
	1,135,385	1,763,381	(3,669,175)	5,165,976
Basic and diluted earnings per share from net income (loss) attributable to equity holders of the Parent (Saudi Riyals)				
• Net income (loss) from continuing operations	0.15	0.36	(1.61)	1.32
• Net income (loss)	0.15	0.33	(1.61)	1.14


EVP Corporate Finance


Chief Executive Officer


Authorised Board of Directors
Member

* Includes impairment losses of # 724 million for the nine-month period ended 30 September 2025 (nine-month period ended 30 September 2024: # 210 million).

The accompanying notes from 1 to 11 form an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

All amounts in thousands of Saudi Riyals unless otherwise stated

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Net income (loss)	1,135,385	1,763,381	(3,669,175)	5,165,976
Other comprehensive income				
<i>Items that will not be reclassified subsequently to the consolidated statement of income</i>				
• Re-measurement loss on defined benefit plans and others, net of tax	(347,705)	(947,559)	(572,566)	(347,196)
• Share of other comprehensive income (loss) of associates and joint ventures	9,560	(3,964)	140,284	(76,788)
	(338,145)	(951,523)	(432,282)	(423,984)
<i>Items that may be reclassified subsequently to the consolidated statement of income</i>				
• Exchange difference on translation	(65,319)	873,926	2,174,989	257,746
• Share of other comprehensive (loss) income of associates and joint ventures	(46,277)	500,407	659,688	(173,139)
	(111,596)	1,374,333	2,834,677	84,607
<i>Reclassification of other comprehensive income related to assets held for sale</i>				
• Share of other comprehensive loss of an associate	-	-	(30,955)	(2,111)
	-	-	(30,955)	(2,111)
Net movement of other comprehensive (loss) income	(449,741)	422,810	2,371,440	(341,488)
Total comprehensive income (loss)	685,644	2,186,191	(1,297,735)	4,824,488

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Total comprehensive income (loss)				
Attributable to:				
• Equity holders of the Parent	32,939	1,570,560	(2,443,585)	3,153,532
• Non-controlling interests	652,705	615,631	1,145,850	1,670,956
	685,644	2,186,191	(1,297,735)	4,824,488
Total comprehensive income (loss) attributable to equity holders of the Parent				
Attributable to:				
• Continuing operations	32,939	1,651,060	(2,443,585)	3,580,042
• Discontinued operation	-	(80,500)	-	(426,510)
	32,939	1,570,560	(2,443,585)	3,153,532


EVP Corporate Finance


Chief Executive Officer


Authorised Board of Directors
Member

The accompanying notes from 1 to 11 form an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

All amounts in thousands of Saudi Riyals unless otherwise stated

	Note	Attributable to the equity holders of the Parent				Non-controlling interests	Total equity
		Share capital	General reserve	Other reserves	Retained earnings	Total	
Balance as at 1 January 2024 (as previously reported)		30,000,000	110,889,032	(1,576,557)	28,116,139	167,428,614	195,282,540
Restatement	5.4	-	-	-	(474,950)	(474,950)	(474,950)
Balance as at 1 January 2024 (restated)		30,000,000	110,889,032	(1,576,557)	27,641,189	166,953,664	194,807,590
Net income		-	-	-	3,433,372	3,433,372	5,165,976
Other comprehensive loss		-	-	(279,840)	-	(279,840)	(341,488)
Total comprehensive income		-	-	(279,840)	3,433,372	3,153,532	4,824,488
Reclassification of re-measurement gain on defined benefit plans related to discontinued operation		-	-	(601,895)	601,895	-	-
Dividends and others	10	-	-	-	(5,100,000)	(5,100,000)	(7,020,277)
Balance as at 30 September 2024 (restated)		30,000,000	110,889,032	(2,458,292)	26,576,456	165,007,196	192,611,801
Balance as at 1 January 2025 (restated)	5.4	30,000,000	110,889,032	(4,112,475)	19,581,626	156,358,183	183,443,209
Net (loss) income		-	-	-	(4,841,440)	(4,841,440)	(3,669,175)
Other comprehensive income (loss)		-	-	2,397,855	-	2,397,855	2,371,440
Total comprehensive (loss) income		-	-	2,397,855	(4,841,440)	(2,443,585)	(1,297,735)
Dividends and others	10	-	-	-	(4,500,000)	(4,500,000)	(6,222,319)
Balance as at 30 September 2025		30,000,000	110,889,032	(1,714,620)	10,240,186	149,414,598	175,923,155


EVP Corporate Finance


Chief Executive Officer


Authorised Board of Directors
Member

The accompanying notes from 1 to 11 form an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

All amounts in thousands of Saudi Riyals unless otherwise stated

For the nine-month period ended 30 September	2025	2024
Operating activities		
(Loss) income before zakat and income tax		
• from continuing operations	(2,064,794)	5,871,290
• from discontinued operation	-	(471,152)
Adjustments to reconcile (loss) income before zakat and income tax to net cash from operating activities:		
• Depreciation, amortisation and impairment	13,323,401	10,112,995
• Fair value re-measurement on assets held for sale	-	262,228
• Gain on sale of assets held for sale	-	(291,359)
• Results of associates and non-integral joint ventures	431,803	(493,520)
• Finance income	(1,898,060)	(1,641,960)
• Finance costs	2,537,436	2,052,402
• Other movements	69,705	32,133
Change in operating assets and liabilities:		
Changes in inventories, trade receivables and payables	(257,695)	(4,366,728)
(Decrease) increase in employee benefits	(1,269,530)	283,093
Changes in other operating assets and liabilities	1,101,298	511,192
	11,973,564	11,860,614
Interest received	1,721,953	1,109,387
Interest paid	(1,684,131)	(1,440,212)
Zakat and income tax paid	(1,847,336)	(2,128,972)
Net cash from operating activities	10,164,050	9,400,817

For the nine-month period ended 30 September	2025	2024
Investing activities		
Purchase of property, plant and equipment and intangible assets	(6,306,850)	(7,265,355)
Investments in associates and non-integral joint ventures	(1,072,615)	(724,729)
Dividend received from associates and non-integral joint ventures	863,606	743,409
Short-term investments, net	(4,392,912)	(679,294)
Changes in other assets	26,993	17,532
Proceeds from disposal of discontinued operation (Note 4)	3,173,005	1,163,045
Cash and cash equivalents transferred	-	(1,365,147)
Net cash flow from disposal of discontinued operation	3,173,005	(202,102)
Proceeds from sale of assets held for sale	3,605,726	562,424
Cash and cash equivalents transferred	-	(142,781)
Net cash flow from sale of assets held for sale	3,605,726	419,643
Net cash used in investing activities	(4,103,047)	(7,690,896)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

For the nine-month period ended 30 September	2025	2024
Financing activities		
Proceeds from debt	18,382,607	13,350,000
Debt and lease repayments	(15,707,884)	(12,517,856)
Dividends paid to shareholders	(9,596,511)	(9,965,144)
Dividends paid to non-controlling interests	(2,914,765)	(2,900,197)
Net cash used in financing activities	(9,836,553)	(12,033,197)
Decrease in cash and cash equivalents	(3,775,550)	(10,323,276)
Net foreign exchange gain (loss) on cash and cash equivalents	46,171	(73)
Cash and cash equivalents at the beginning of the period	30,536,409	33,795,375
Cash and cash equivalents at the end of the period	26,807,030	23,472,026
Cash and cash equivalents	26,811,387	23,491,745
Less: Short-term borrowings (bank overdrafts)	(4,357)	(19,719)
Cash and cash equivalents at the end of the period	26,807,030	23,472,026


EVP Corporate Finance


Chief Executive Officer


Authorised Member of Board of Directors
Member

The accompanying notes from 1 to 11 form an integral part of these condensed consolidated interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

All amounts in thousands of Saudi Riyals unless otherwise stated

1. CORPORATE INFORMATION

Saudi Basic Industries Corporation (“SABIC” or “the Parent”) is a Saudi Joint Stock Company established pursuant to Royal Decree Number M/66 dated 13 Ramadan 1396H (corresponding to 6 September 1976) registered in Riyadh under commercial registration No. 1010010813 dated 14 Muharram 1397H (corresponding to 4 January 1977). The registered office is located at Qurtubah district, P.O. Box 5101, Riyadh 11422, Kingdom of Saudi Arabia (“KSA”).

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 by 81.48% direct shareholding in Saudi Aramco. The remaining 30% of SABIC shares are held by the private sector.

SABIC and its subsidiaries (collectively the “Group”) are engaged in the manufacturing, marketing and distribution of chemicals, polymers, plastics and agri-nutrients products in global markets.

The condensed consolidated interim financial statements of the Group for the three-month and nine-month periods ended 30 September 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 30 Oct 2025.

2. BASIS OF PREPARATION

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 ‘*Interim Financial Reporting*’ (“IAS 34”) as endorsed in KSA and other standards and pronouncements that are issued by the Saudi Organization for Chartered and Professional Accountants (“SOCPA”) (collectively referred to as “IFRS as endorsed in KSA”).

These condensed consolidated interim financial statements do not include all information and disclosures required in the annual consolidated financial statements and should therefore be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2024.

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

3. NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED BY THE GROUP

The accounting policies adopted in the preparation of the condensed consolidated interim financial statements are consistent with those followed in preparing the Group’s annual consolidated financial statements for the year ended 31 December 2024, except for the adopted amendments to International Financial Reporting Standards (“IFRS”) as elaborated below.

The Group has adopted the following relevant amendments to IFRS as endorsed in KSA, which are effective for periods beginning on or after 1 January 2025, and have no material impact on the Group:

- **LACK OF EXCHANGABILITY – AMENDMENTS TO IAS 21 THE EFFECTS OF CHANGES IN FOREIGN EXCHANGE RATES**

The amendment prescribes accounting when there is a lack of exchangeability in the currency of an entity when it has a transaction or an operation in a foreign currency. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations. As there are no major transactions or the operations of the Group where the entity is subject to lack of exchangeability, this amendment does not have any material impact on the Group’s condensed consolidated interim financial statements.

The Group has not early adopted any new standard, interpretation or amendment that have been issued but which are not yet effective.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

4. DISCONTINUED OPERATION

On 3 September 2023, the Group announced signing an agreement with the Public Investment Fund (“PIF”) to acquire all SABIC shares in the Saudi Iron and Steel Company (“Hadeed”).

Following the signing of the agreement, Hadeed was presented as ‘discontinued operation’ under IFRS 5 ‘*Non-current Assets Held for Sale and Discontinued Operations*’. The assets and liabilities of the disposal group were therefore classified and presented separately as ‘held for sale’ in the financial statements of the Group until disposal of Hadeed. These were measured at the lower of their carrying amount and fair value less costs to sell (based on the agreement) and depreciation was ceased on the relevant assets from the date of their classification as ‘held for sale’.

As per 31 May 2024, SABIC had obtained all approvals from the relevant authorities and satisfied all conditions related to the transfer of the ownership of Hadeed to PIF. During the period ended 30 September 2025, SABIC received ₪3,173 million from PIF against the sale of Hadeed.

5. SIGNIFICANT MATTERS DURING THE PERIOD

5.1 SALE OF SHARES IN ALUMINIUM BAHRAIN BSC (“ALBA”)

On 14 Rabi’ul Awwal 1446 AH (corresponding to 17 September 2024), the Group announced the signing by SABIC Industrial Investment Company, a wholly owned subsidiary of SABIC, of an agreement for the sale of its holding of 292,804,000 ordinary shares in ALBA (representing 20.62% of its issued share capital) to Saudi Arabian Mining Company (“Ma’aden”). The divestment will enable SABIC to optimise its portfolio, focus on its core business, and further strengthen its growth in the chemicals industry.

The investment was measured at the lower of its carrying amount and its fair value less costs to sell (based on the agreement), resulting in a fair value remeasurement loss amounting to ₪201 million which was recorded under results from associates and non-integral joint ventures in the consolidated statement of income in 2024.

On 20 Sha’ban 1446H (corresponding to 19 February 2025), SABIC announced the completion of sale of shares in ALBA against sales proceeds of BHD 363 million (equivalent to ₪3,612 million). The transaction resulted in a gain of ₪13 million, primarily due to the recycling of other comprehensive income to the condensed consolidated interim statement of income upon disposal after deducting foreign exchange loss and finance expenses incurred in connection with the settlement of the transaction.

5.2 MURABAHA LOANS

On 16 Ramadan 1446 AH (corresponding to 16 March 2025), the Group signed an agreement with a syndicate of certain financial institutions to obtain additional Murabaha loans amounting to ₪8,100 million. The syndicate loan has been utilised to settle certain existing loans and working capital requirements. These loans are repayable in instalments over a period of 10 years at varying profit rates in conformity with the applicable borrowing agreements. The movements in debt primarily relate to Murabaha loans, as well as drawdowns and repayments of existing borrowing facilities.

5.3 RESTRUCTURING COSTS

During the period ended 30 September 2025, SABIC has offered a severance package to some of its employees as a result of a strategic workforce optimization initiative. The impact of this amounting to ₪1,118 million has been recognised within ‘other operating expenses’ in these condensed consolidated interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

5. SIGNIFICANT MATTERS DURING THE PERIOD (CONTINUED)

5.4 RESTATEMENT

SABIC has restated its comparative condensed consolidated interim statement of financial position as at 31 December 2024 and condensed consolidated interim statement of changes in equity as at 1 January 2024, 30 September 2024 and 1 January 2025 with an amount of ₪ 475 million related to one of its associates, Power and Water Utilities Company for Jubail and Yanbu (“Marafiq”), based on the restatements of Marafiq which were reported in its published annual consolidated financial statements for the year ended 31 December 2024. This was mainly due to Marafiq’s reassessment of one of its joint arrangements and lease agreements.

The impact of the above adjustment is presented in the table below:

	31 December 2024 as previously reported	Restatement	31 December 2024 restated balances
Assets			
Investments in associates and joint ventures	35,435,785	(474,950)	34,960,835
Equity			
Equity attributable to equity holders of the Parent	156,833,133	(474,950)	156,358,183

5.5 IMPAIRMENT IN CLARIANT AG

The share price of Clariant AG declined from CHF 10.09 as at 31 December 2024 to CHF 8.43 as at 30 June 2025, triggering an impairment of ₪ 724 million during the six-month period ended 30 June 2025 (2024: nil). No additional impairment charge was recognised during the three-month period ended 30 September 2025.

The impairment charge was recognised and presented within ‘Results from associates and non-integral joint ventures’ in these condensed consolidated interim financial statements.

As at 30 September 2025, the carrying amount of investment in Clariant AG is ₪ 5,087 million.

5.6 IMPAIRMENT OF PLANT IN EUROPE

During the period ended 30 September 2025, SABIC has decided to close cracker plant located in Teesside, United Kingdom. As a result of this decision, SABIC recognised an impairment of ₪ 3,514 million for respective assets, which are broken down as follows:

Plant and equipment	1,736,361
Assets under construction	1,697,502
Right-of-use assets	80,267
Total impairment expenses	3,514,130

Furthermore, restructuring provisions amounting to ₪ 266 million were recognised for the costs directly associated with the plant closure. These provisions include estimated severance costs, decommissioning costs, onerous contracts and obsolete spare parts. The impairment expense related to plant and equipment and right-of-use assets was recorded under cost of sales, while provisions and the impairment expense related to assets under construction were recognised under other operating expenses.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

6. FAIR VALUE MEASUREMENT

The table below presents the assets and liabilities which are measured at fair value on a recurring basis:

	As at 30 September 2025				As at 31 December 2024			
	Level I	Level II	Level III	Total	Level I	Level II	Level III	Total
Financial assets								
Investment in equity instruments	-	38,469	238,790	277,259	-	38,390	215,012	253,402
Derivative financial instruments	-	-	3,765,736	3,765,736	-	-	3,669,688	3,669,688
Certificates of deposits	-	221,450	-	221,450	-	237,774	-	237,774
	-	259,919	4,004,526	4,264,445	-	276,164	3,884,700	4,160,864
Financial liabilities								
Derivative financial instruments	-	-	1,473,469	1,473,469	-	-	1,095,000	1,095,000
Obligations to acquire the remaining shares of certain subsidiaries	-	-	858,675	858,675	-	-	880,894	880,894
	-	-	2,332,144	2,332,144	-	-	1,975,894	1,975,894

There were no assets or liabilities measured on a non-recurring basis. The valuation methods, assumptions and classification methodology used in this disclosure are in line with the annual consolidated financial statements for the year ended 31 December 2024. No transfers were recorded between Level I, Level II or Level III during the period ended 30 September 2025 and 2024.

The following table summarises information about the significant non-observable inputs used in level III fair value measurements:

Description	Valuation technique	Significant non-observable input	Range	
			As at 30 September 2025	As at 31 December 2024
Derivative financial instruments	Market approach	Put options and forward contracts:		
		Equity value to EBITDA multiple	6.6	5.97
		Dividend to EBITDA %	44.9%	52.0%
		Discount rate	9.8%	10.7%
		Call option valuation:		
		Implied volatility	25% to 28%	25% to 28%
		Assumed dividend yield	8.5% to 14.2%	8.5% to 14.2%
		Risk free rate	3.7% to 5.0%	4.5% to 5.1%

SABIC accounts for a number of financial instruments, which are measured at amortised cost. The fair value of the majority of these instruments approximates their carrying values, except for debt which has a carrying value amounting to ₪33,797 million

and fair value amounting to ₪32,976 million as at 30 September 2025 (31 December 2024: carrying value amounting to ₪30,269 million and fair value amounting to ₪29,231 million).

The fair values of trade receivables, 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 key movements during the nine-month period ended 30 September 2025 in Level III fair values of financial assets and liabilities amounted to ₪96 million and ₪356 million driven by a fair value gain on derivative financial assets and by a fair value loss on derivative financial liabilities respectively (30 September 2024: fair value gain amounting to ₪305 million and fair value loss amounting to ₪92 million).

A change in the assumptions underlying the valuation of +/- 10% would reflect in a change in the value of the call option up to approximately +/- ₪711 million and a change in the value of the put options and forward contracts up to approximately +/- ₪213 million (30 September 2024: change of approximately +/- ₪689 million and +/- ₪205 million in value of call option and put options and forward contracts respectively).

There is no material unquoted equity instrument to be disclosed separately.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

7. REVENUE

Revenue can be broken down as follows:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Sales of goods	33,300,002	35,826,017	100,527,395	102,349,584
Logistic services	896,672	884,700	2,705,438	2,524,658
Other revenue	135,837	169,430	1,259,440	410,326
	34,332,511	36,880,147	104,492,273	105,284,568

Other revenue includes ₪ 863 million (2024: nil) mainly pertaining to license revenue from SABIC Fujian Petrochemicals Co. Ltd, a joint venture of the Group, against licensing and engineering contracts and recognised at a point in time upon completion of related performance obligations.

Refer Note 9 for the segment and geographical distribution of revenue.

8. RELATED PARTY TRANSACTIONS AND BALANCES

Significant related party transactions and balances can be broken down as follows:

	Sales to related parties			
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Associates	17,956	20,632	64,035	64,518
Joint ventures	1,853,580	1,742,107	6,100,878	4,974,380
Saudi Aramco	3,662	6,750	13,258	14,703
Saudi Aramco's subsidiaries, joint ventures and associates	2,507,596	2,850,945	8,150,000	9,252,921

	Purchases from related parties			
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Associates	1,588,557	1,258,523	4,339,685	3,651,098
Joint ventures	4,638,553	3,802,143	14,639,081	11,881,274
Saudi Aramco	5,148,791	5,657,712	16,706,919	16,418,749
Saudi Aramco's subsidiaries, joint ventures and associates	5,135,767	6,112,013	15,588,768	17,505,553

	As at 30 September 2025		As at 31 December 2024	
	Amounts owed by related parties	Amounts owned to related parties	Amounts owed by related parties	Amounts owned to related parties
Associates	16,184	80,564	16,726	480,736
Joint ventures	3,558,559	5,447,283	4,211,562	6,082,154
Saudi Aramco	15,485	3,440,049	26,560	3,890,254
Saudi Aramco's subsidiaries, joint ventures and associates	1,005,669	1,709,473	906,294	2,503,127

	As at 30 September 2025		As at 31 December 2024	
	Loans to related parties	Loan from related parties	Loans to related parties	Loan from related parties
Associates	28,856	-	28,256	-
Joint ventures	780,380	-	688,623	-
Entities (FVOCI equity accounted)	51,302	-	57,127	-
Saudi Aramco's subsidiary	-	10,402,125	-	7,438,960

During the nine-month period ended 30 September 2025, finance income from loans owed by related parties and finance expense from loans owed to related parties amounted to ₪ 41 million and ₪ 342 million respectively (30 September 2024: finance income and finance expense amounted to ₪ 18 million and ₪ 107 million respectively).

Composition of key management personnel and their compensation policies remain consistent with 2024.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

8. RELATED PARTY TRANSACTIONS AND BALANCES (CONTINUED)

GOVERNMENT, SEMI-GOVERNMENT AND OTHER ENTITIES WITH GOVERNMENT OWNERSHIP OR CONTROL

Transactions and balances with entities controlled by the Saudi government can be shown as follows:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2025	2024	2025	2024
Purchases of goods and services	664,873	534,189	1,690,676	1,507,878
Sales of goods and services	75,027	46,696	217,848	3,382,798

As at	30 September 2025	31 December 2024
Payables	-	144,613
Receivables (i)	2,061,580	5,485,010
Short-term investments with banks	5,853,000	2,748,900
Cash and cash equivalents held with banks	7,958,185	7,313,817
Borrowings (ii)	14,578,360	12,439,622
Lease liabilities	1,417,821	1,448,537

- (i)

Receivables include the below balances as at 30 September 2025 with respect to sale of Hadeed, an entity controlled by the Saudi government:

 - receivable from PIF amounting to ﷲ1,929 million (31 December 2024: ﷲ4,826 million).
 - receivable from Hadeed against services amounting to ﷲ70 million (31 December 2024: ﷲ647 million).
- (ii)

Property, plant and equipment of certain subsidiaries in the KSA are pledged to the Saudi Industrial Development Fund (“SIDF”) as security for its term loans amounting to ﷲ3,946 million (31 December 2024: ﷲ23,883 million).

9. SEGMENT INFORMATION

For management purposes, the Group is organised into two operating segments.

The **Petrochemicals** segment is comprised of two primary product categories: Chemicals and Polymers.

- Chemicals** products are manufactured from a variety of hydrocarbon feedstock, including Methane, Ethane, Propane, Butane, and light Naphtha. The product range includes Olefins, Methanol, Aromatics, Glycols, Carbon Dioxide, Methyl Tert-Butyl Ether (MTBE).
- Polymers** products include Polyethylene (PE), Polypropylene (PP), Polycarbonate (PC), specialities products and other Polymers:
 - The PE product range encompasses linear low-density polyethylene (LLDPE), low-density polyethylene (LDPE), and high-density polyethylene (HDPE).
 - The PP product lines include homo, random, and impact Polypropylene, as well as Polypropylene compounds, homo polymer, random copolymer, impact copolymer, and specialty automotive grades.
 - The Specialties product range includes NORYL™, ULTEM™, EXTEM™, and SILTEM™ resins, a range of LNP™ compounds and copolymers, and a variety of thermosets and additives.
 - Other notable products include Polycarbonate (PC), Polyvinyl Chloride (PVC), Polyethylene Terephthalate (PET), Polystyrene (PS) and Acrylonitrile Butadiene Styrene (ABS).

The **Agri-Nutrients** segment consists of a range of fertiliser products including Urea, Ammonia, Phosphate, as well as compound fertilisers.

The Chief Executive Officer monitors the results of the segments for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on net income or loss in the condensed consolidated interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

9. SEGMENT INFORMATION (CONTINUED)

The segments' financial details are shown below:

For the three-month period ended 30 September 2025			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	30,923,795	3,408,716	34,332,511
Depreciation and amortisation	(3,038,105)	(201,263)	(3,239,368)
Impairments and write-offs	(14,471)	-	(14,471)
Income from operations	446,959	1,216,513	1,663,472
Results of associates and non-integral joint ventures	(233,497)	378,908	145,411
Finance income			602,454
Finance costs			(598,354)
Income before zakat and income tax			1,812,983

For the three-month period ended 30 September 2024			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	34,084,235	2,795,912	36,880,147
Depreciation and amortisation	(2,955,806)	(212,030)	(3,167,836)
Impairments and write-offs	(43,674)	-	(43,674)
Income from operations	1,669,923	807,337	2,477,260
Results of associates and non-integral joint ventures	(65,467)	69,144	3,677
Finance income			452,669
Finance costs			(712,173)
Income before zakat and income tax			2,221,433

For the nine-month period ended 30 September 2025			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	94,821,931	9,670,342	104,492,273
Depreciation and amortisation	(9,071,892)	(637,156)	(9,709,048)
Impairments and write-offs	(3,614,353)	-	(3,614,353)
(Loss) income from operations	(4,097,713)	3,104,098	(993,615)
Results of associates and non-integral joint ventures	(1,313,732)	881,929	(431,803)
Finance income			1,898,060
Finance costs			(2,537,436)
Loss before zakat and income tax			(2,064,794)

For the nine-month period ended 30 September 2024			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	97,836,550	7,448,018	105,284,568
Depreciation and amortisation	(8,934,002)	(664,435)	(9,598,437)
Impairments and write-offs	(514,558)	-	(514,558)
Income from operations	3,657,933	2,130,279	5,788,212
Results of associates and non-integral joint ventures	92,061	401,459	493,520
Finance income			1,641,960
Finance costs			(2,052,402)
Income before zakat and income tax			5,871,290

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

9. SEGMENT INFORMATION (CONTINUED)

	As at 30 September 2025		
	Petrochemicals	Agri-nutrients	Continuing operations
Total assets	238,058,884	26,417,676	264,476,560
Capital expenditure	5,876,235	430,615	6,306,850
Investments in associates and joint ventures	25,592,086	8,989,081	34,581,167
Total liabilities	83,975,569	4,577,836	88,553,405

	As at 31 December 2024 (Restated)		
	Petrochemicals	Agri-nutrients	Continuing operations
Total assets (Note 5.4)	249,620,220	24,299,998	273,920,218
Capital expenditure	9,427,133	773,096	10,200,229
Investments in associates and joint ventures (Note 5.4)	26,426,101	8,534,734	34,960,835
Total liabilities	89,192,915	4,907,719	94,100,634

GEOGRAPHICAL DISTRIBUTION OF REVENUE

	For the three-month period ended 30 September 2025		For the three-month period ended 30 September 2024	
	%		%	
KSA	4,541,164	13	4,827,774	13
China	5,543,544	16	6,491,286	17
Rest of Asia	8,305,838	24	8,339,107	23
Europe	7,024,634	21	7,183,050	19
Americas	4,138,255	12	4,648,213	13
Africa	2,395,007	7	2,577,292	7
Others	2,384,069	7	2,813,425	8
	34,332,511	100	36,880,147	100

	For the nine-month period ended 30 September 2025		For the nine-month period ended 30 September 2024	
	%		%	
KSA	13,956,710	13	14,641,937	14
China	17,194,195	16	18,348,855	17
Rest of Asia	24,620,304	24	22,761,940	22
Europe	21,861,894	21	21,807,986	21
Americas	11,416,899	11	12,484,855	12
Africa	7,361,696	7	6,820,961	6
Others	8,080,575	8	8,418,034	8
	104,492,273	100	105,284,568	100

The revenue information above is based on the locations of the customers.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

9. SEGMENT INFORMATION (CONTINUED)

GEOGRAPHICAL DISTRIBUTION OF NON-CURRENT ASSETS EXCLUDING INVESTMENTS IN ASSOCIATES AND JOINT VENTURES, FINANCIAL ASSETS AND DEFERRED TAX ASSETS

	As at 30 September 2025		As at 31 December 2024	
		%		%
KSA	94,567,111	70	97,104,675	69
Europe	16,401,320	12	18,162,212	13
Americas	21,336,451	16	22,046,922	16
Asia	2,648,067	2	2,745,573	2
Africa	16,157	-	21,992	-
	134,969,106	100	140,081,374	100

10. APPROPRIATIONS

On 6 Safar 1447H (corresponding to 31 July 2025), SABIC declared interim cash dividends upon the Board’s decision for the first half of the year 2025 amounting to ﷲ 4,500 million (at ﷲ 1.50 per share). This has been distributed to the shareholders on 17 Rabi' Al-Awwal 1447H (corresponding to 9 September 2025).

On 4 Ramadan 1446H (corresponding to 4 March 2025), SABIC distributed interim cash dividends amounting to ﷲ 5,100 million (at ﷲ 1.70 per share) for the second half of 2024.

On 13 Dhu'l-Qi'dah 1445H (corresponding to 21 May 2024), SABIC declared interim cash dividends upon the Board’s decision for the first half of the year 2024 amounting to ﷲ 5,100 million (at ﷲ 1.70 per share). This has been distributed to the shareholders on 21 Rabi' Al-Awwal 1446H (corresponding to 24 September 2024).

On 23 Sha'ban 1445H (corresponding to 4 March 2024), SABIC distributed interim cash dividends amounting to ﷲ 4,800 million (at ﷲ 1.60 per share) for the second half of 2023.

11. SUBSEQUENT EVENTS

On 21 Rabi' Al-Thani 1447H (corresponding to 13 October 2025), SABIC Petrochemicals B.V., a wholly owned subsidiary of the Group, has acquired additional shareholding of 26.24% in SABIC Plastic Energy Advanced Recycling BV (“SPEAR”), previously accounted for as a joint venture, by converting a loan of ﷲ 378 million to equity, increasing the Group’s ownership to 76.24%. As a result, the Group has obtained control over SPEAR. The Group is in the process of assessing the financial impact at the time these condensed consolidated interim financial statements were authorised for issuance.

There have been no further significant subsequent events since the period ended 30 September 2025, which would have a material impact on the financial position of the Group as reflected in these condensed consolidated interim financial statements.