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# SAUDI BASIC INDUSTRIES CORPORATION (SABIC)

(A SAUDI JOINT STOCK COMPANY)

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



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## 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 June 2025 and the related condensed consolidated interim statements of income and comprehensive income for the three-month and six-month periods then ended and the condensed consolidated interim 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 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  
31 July 2025



# CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

All amounts in thousands of Saudi Riyals unless otherwise stated

As at	Note	30 June 2025	31 December 2024 (Restated)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5.6	108,533,345	112,580,575
Right-of-use assets	5.6	4,626,430	4,835,543
Intangible assets		19,691,156	19,141,633
Investments in associates and joint ventures	5.4	34,444,892	34,960,835
Investments in debt and equity instruments		608,976	585,860
Deferred tax assets		2,708,980	2,365,609
Derivative financial instruments		3,533,344	3,669,688
Other assets and receivables		6,026,327	8,020,234
<b>Total non-current assets</b>		<b>180,173,450</b>	<b>186,159,977</b>
<b>Current assets</b>			
Inventories		17,745,827	18,813,581
Trade receivables		21,424,352	20,439,823
Other assets and receivables		8,506,454	10,298,362
Short-term investments		13,610,617	7,668,807
Cash and cash equivalents		30,631,380	30,539,668
		91,918,630	87,760,241
Assets held for sale	5.1	-	3,623,625
<b>Total current assets</b>		<b>91,918,630</b>	<b>91,383,866</b>
<b>Total assets</b>		<b>272,092,080</b>	<b>277,543,843</b>

As at	Note	30 June 2025	31 December 2024 (Restated)
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity attributable to equity holders of the Parent	5.4	153,881,659	156,358,183
Non-controlling interests		27,324,936	27,085,026
<b>Total equity</b>		<b>181,206,595</b>	<b>183,443,209</b>
<b>Non-current liabilities</b>			
Debt and lease liabilities		35,779,093	30,149,046
Employee benefits		12,868,514	13,507,010
Deferred tax liabilities		651,902	611,582
Derivative financial instruments		2,283,394	1,975,894
Provisions and other liabilities		2,498,792	2,475,814
<b>Total non-current liabilities</b>		<b>54,081,695</b>	<b>48,719,346</b>
<b>Current liabilities</b>			
Short-term borrowings, current portion of debt and current portion of lease liabilities		5,753,437	5,049,023
Trade payables, provisions and other liabilities	10	31,050,353	40,332,265
<b>Total current liabilities</b>		<b>36,803,790</b>	<b>45,381,288</b>
<b>Total liabilities</b>		<b>90,885,485</b>	<b>94,100,634</b>
<b>Total equity and liabilities</b>		<b>272,092,080</b>	<b>277,543,843</b>

 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 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Revenue (Note 7)	35,565,517	35,718,598	70,159,762	68,404,421
Cost of sales	(31,149,386)	(28,524,783)	(60,934,911)	(55,348,243)
<b>Gross profit</b>	<b>4,416,131</b>	<b>7,193,815</b>	<b>9,224,851</b>	<b>13,056,178</b>
General and administrative expenses	(2,269,096)	(2,424,676)	(4,531,050)	(4,787,840)
Research and development expenses	(442,077)	(480,174)	(980,522)	(985,518)
Selling and distribution expenses	(2,162,023)	(2,036,196)	(4,221,850)	(3,897,311)
Results from integral joint ventures	238,741	209,584	313,642	437,295
Other operating income	427,174	311,917	756,619	666,145
Other operating expenses	(2,092,534)	(673,759)	(3,218,777)	(1,177,997)
<b>(Loss) income from operations</b>	<b>(1,883,684)</b>	<b>2,100,511</b>	<b>(2,657,087)</b>	<b>3,310,952</b>
Results from associates and non-integral joint ventures (Note 5.5)*	(707,579)	317,079	(577,214)	489,843
Finance income	521,540	515,357	1,295,606	1,189,291
Finance cost	(1,197,299)	(680,090)	(1,939,082)	(1,340,229)
<b>(Loss) income before zakat and income tax</b>	<b>(3,267,022)</b>	<b>2,252,857</b>	<b>(3,877,777)</b>	<b>3,649,857</b>
Zakat (expense) benefit	(284,276)	545,348	(694,447)	213,599
Income tax expense	(89,603)	(42,375)	(232,336)	(25,876)
<b>Net (loss) income from continuing operations</b>	<b>(3,640,901)</b>	<b>2,755,830</b>	<b>(4,804,560)</b>	<b>3,837,580</b>
Net loss from discontinued operation	-	(48,322)	-	(434,985)
<b>Net (loss) income</b>	<b>(3,640,901)</b>	<b>2,707,508</b>	<b>(4,804,560)</b>	<b>3,402,595</b>

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Net (loss) income from continuing operations				
Attributable to:				
• Equity holders of the Parent	(4,066,106)	2,231,848	(5,276,901)	2,864,733
• Non-controlling interests	425,205	523,982	472,341	972,847
	(3,640,901)	2,755,830	(4,804,560)	3,837,580
Net (loss) income				
Attributable to:				
• Equity holders of the Parent	(4,066,106)	2,183,526	(5,276,901)	2,429,748
• Non-controlling interests	425,205	523,982	472,341	972,847
	(3,640,901)	2,707,508	(4,804,560)	3,402,595
Basic and diluted earnings per share from net (loss) income attributable to equity holders of the Parent (Saudi Riyals)				
• Net (loss) income from continuing operations	(1.36)	0.74	(1.76)	0.95
• Net (loss) income	(1.36)	0.73	(1.76)	0.81

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Chief Executive Officer

Authorised Board of Directors  
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\* Includes impairment losses of 724 million for the three-month and six-month periods ended 30 June 2025 (three-month and six-month periods ended 30 June 2024: 9 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 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Net (loss) income	(3,640,901)	2,707,508	(4,804,560)	3,402,595
Other comprehensive income				
<i>Items that will not be reclassified subsequently to the consolidated statement of income</i>				
• Re-measurement gain (loss) on defined benefit plans and others, net of tax	156,828	111,897	(224,861)	600,363
• Share of other comprehensive income (loss) of associates and joint ventures	2,429	8,732	130,724	(72,824)
	159,257	120,629	(94,137)	527,539
<i>Items that may be reclassified subsequently to the consolidated statement of income</i>				
• Exchange difference on translation	1,228,070	(169,638)	2,240,308	(616,180)
• Share of other comprehensive income (loss) of associates and joint ventures	456,744	(67,293)	705,965	(673,546)
	1,684,814	(236,931)	2,946,273	(1,289,726)
<i>Reclassification of other comprehensive income related to assets held for sale</i>				
• Share of other comprehensive loss of an associate	-	(2,111)	(30,955)	(2,111)
	-	(2,111)	(30,955)	(2,111)
Net movement of other comprehensive income (loss)	1,844,071	(118,413)	2,821,181	(764,298)
Total comprehensive (loss) income	(1,796,830)	2,589,095	(1,983,379)	2,638,297

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Total comprehensive (loss) income				
Attributable to:				
• Equity holders of the Parent	(2,229,735)	2,053,839	(2,476,524)	1,582,972
• Non-controlling interests	432,905	535,256	493,145	1,055,325
	(1,796,830)	2,589,095	(1,983,379)	2,638,297
Total comprehensive (loss) income attributable to equity holders of the Parent				
Attributable to:				
• Continuing operations	(2,229,735)	2,104,272	(2,476,524)	1,928,982
• Discontinued operation	-	(50,433)	-	(346,010)
	(2,229,735)	2,053,839	(2,476,524)	1,582,972

  
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# 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		
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		-	-	-	2,429,748	2,429,748	3,402,595
Other comprehensive (loss) income		-	-	(846,776)	-	(846,776)	(764,298)
Total comprehensive income		-	-	(846,776)	2,429,748	1,582,972	2,638,297
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)	(6,626,399)
Balance as at 30 June 2024 (restated)		30,000,000	110,889,032	(3,025,228)	25,572,832	163,436,636	190,819,488
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		-	-	-	(5,276,901)	(5,276,901)	(4,804,560)
Other comprehensive income		-	-	2,800,377	-	2,800,377	2,821,181
Total comprehensive (loss) income		-	-	2,800,377	(5,276,901)	(2,476,524)	(1,983,379)
Dividends and others		-	-	-	-	(253,235)	(253,235)
Balance as at 30 June 2025		30,000,000	110,889,032	(1,312,098)	14,304,725	153,881,659	181,206,595

  
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# CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

All amounts in thousands of Saudi Riyals unless otherwise stated

For the six-month period ended 30 June	2025	2024
<b>Operating activities</b>		
(Loss) income before zakat and income tax		
• from continuing operations	(3,877,777)	3,649,857
• from discontinued operation	-	(390,652)
Adjustments to reconcile (loss) income before zakat and income tax to net cash from operating activities:		
• Depreciation, amortisation and impairment	10,069,562	6,901,485
• Fair value re-measurement on assets held for sale	-	181,728
• Results of associates and non-integral joint ventures	577,214	(489,843)
• Finance income	(1,295,606)	(1,189,291)
• Finance cost	1,939,082	1,340,229
• Other movements	26,622	29,568
Change in operating assets and liabilities:		
Changes in inventories, trade receivables and payables	(1,742,522)	(4,806,367)
(Decrease) increase in employee benefits	(1,222,900)	77,617
Other assets and liabilities changes	320,733	(82,874)
	4,794,408	5,221,457
Interest received	1,117,726	603,981
Interest paid	(938,194)	(1,043,537)
Zakat and income tax paid	(1,621,870)	(1,935,259)
<b>Net cash from operating activities</b>	<b>3,352,070</b>	<b>2,846,642</b>

For the six-month period ended 30 June	2025	2024
<b>Investing activities</b>		
Purchase of property, plant and equipment and intangible assets	(3,835,417)	(4,633,601)
Investments in associates and non-integral joint ventures	(542,124)	(407,889)
Dividend received from associates and non-integral joint ventures	801,107	596,381
Short-term investments, net	(5,764,759)	(785,472)
Other assets movements	3,294	26,078
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)
Net proceeds from sale of assets held for sale	3,605,726	-
<b>Net cash used in investing activities</b>	<b>(2,559,168)</b>	<b>(5,406,605)</b>





# CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS (CONTINUED)

All amounts in thousands of Saudi Riyals unless otherwise stated

For the six-month period ended 30 June	2025	2024
<b>Financing activities</b>		
Proceeds from debt	17,675,890	3,322,500
Debt and lease repayments	(14,729,280)	(2,195,867)
Dividends paid to shareholders	(5,111,170)	(4,794,131)
Dividends paid to non-controlling interests	(1,402,281)	(1,526,905)
<b>Net cash used in financing activities</b>	<b>(3,566,841)</b>	<b>(5,194,403)</b>
Decrease in cash and cash equivalents	(2,773,939)	(7,754,366)
Net foreign exchange gain (loss) on cash and cash equivalents	115,485	(50,590)
Cash and cash equivalents at the beginning of the period	30,536,409	33,795,375
<b>Cash and cash equivalents at the end of the period</b>	<b>27,877,955</b>	<b>25,990,419</b>
Cash and cash equivalents	30,631,380	25,783,481
Cash and cash equivalents included in assets held for sale	-	243,767
Less: Short-term borrowings (bank overdrafts)	(2,753,425)	(36,829)
<b>Cash and cash equivalents at the end of the period</b>	<b>27,877,955</b>	<b>25,990,419</b>

  
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.

# 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 six-month periods ended 30 June 2025 were authorised for issue in accordance with a resolution of the Board of Directors on 31 July 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 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.

## 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 lower of their carrying amount and fair value less costs to sell (based on the agreement) and depreciation was ceased on 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 June 2025, SABIC received ₪3,173 million from PIF against 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 COST

During the period ended 30 June 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 ₪1,069 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 June 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
<b>Assets</b>			
Investments in associates and joint ventures	35,435,785	(474,950)	34,960,835
<b>Equity</b>			
Equity attributable to equity holders of the Parent	156,833,133	(474,950)	156,358,183

### 5.5 IMPAIRMENT IN CLARIANT AG

During the period ended 30 June 2025, the share price of Clariant AG has declined from CHF 9.53 as at 31 March 2025 to CHF 8.43 as at 30 June 2025, triggering an impairment of ₪ 724 million, which was recognised and presented within ‘Results from associates and non-integral joint ventures’ in these condensed consolidated interim financial statements.

As at 30 June 2025, the carrying amount of investment in Clariant AG is ₪ 5,380 million.

### 5.6 IMPAIRMENT OF PLANT IN EUROPE

During the period ended 30 June 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
<b>Total impairment expenses</b>	<b>3,514,130</b>

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 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 June 2025				As at 31 December 2024			
	Level I	Level II	Level III	Total	Level I	Level II	Level III	Total
<b>Financial assets</b>								
Investment in equity instruments	-	39,089	237,428	276,517	-	38,390	215,012	253,402
Derivative financial instruments	-	-	3,533,344	3,533,344	-	-	3,669,688	3,669,688
Certificates of deposits	-	219,084	-	219,084	-	237,774	-	237,774
	-	258,173	3,770,772	4,028,945	-	276,164	3,884,700	4,160,864
<b>Financial liabilities</b>								
Derivative financial instruments	-	-	1,385,256	1,385,256	-	-	1,095,000	1,095,000
Obligations to acquire the remaining shares of certain subsidiaries	-	-	898,138	898,138	-	-	880,894	880,894
	-	-	2,283,394	2,283,394	-	-	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 June 2025 and 2024.

The following table summarises the 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 June 2025	As at 31 December 2024
Derivative financial instruments	Market approach	<b>Put options and forward contracts:</b>		
		Equity value to EBITDA multiple	6.77	5.97
		<b>Call option valuation:</b>		
		Implied volatility	25% to 28%	25% to 28%
		Assumed dividend yield	8.5% to 14.2 %	8.5% to 14.2%
		Risk free rate	4.0% to 5.1%	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 carrying value amounting to ₪36,740 million

and fair value amounting to ₪35,841 million as at 30 June 2025 (31 December 2024: carrying value amounting to ₪30,269 million and fair value amounting to ₪29,231 million).

The fair value 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 six-month period ended 30 June 2025 in Level III fair values of financial assets and liabilities amounted to ₪136 million and ₪308 million driven by a fair value loss on derivative financial assets and derivative financial liabilities respectively (30 June 2024: fair value gain amounting to ₪524 million and fair value loss amounting to ₪276 million).

A change in the assumptions underlying the valuation of the options of +/- 10% would reflect in a change in the value of the call option up to approximately +/- ₪688 million and a change in the value of the put options and forward contracts up to approximately +/- ₪210 million (30 June 2024: change of approximately +/- ₪711 million and +/- ₪242 million in value of call option and put/call options respectively).

There is no material unquoted equity instrument at Fair value through other comprehensive income 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 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Sales of goods	33,585,236	34,825,658	67,227,393	66,523,566
Logistic services	970,841	796,705	1,808,766	1,639,958
Other revenue	1,009,440	96,235	1,123,603	240,897
	35,565,517	35,718,598	70,159,762	68,404,421

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 contract 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 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Associates	23,672	23,335	46,079	43,885
Joint ventures	2,575,514	1,822,292	4,247,297	3,232,273
Saudi Aramco	4,899	4,350	9,596	7,953
Saudi Aramco's subsidiaries, joint ventures and associates	2,821,469	3,439,072	5,642,403	6,401,976

	Purchases from related parties			
	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Associates	1,411,095	1,285,550	2,751,129	2,392,576
Joint ventures	4,858,406	4,505,600	10,000,528	8,079,131
Saudi Aramco	5,625,279	5,535,190	11,558,128	10,761,037
Saudi Aramco's subsidiaries, joint ventures and associates	5,055,470	4,018,712	10,453,001	11,393,541

	As at 30 June 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	25,211	610,026	16,726	480,736
Joint ventures	4,372,074	5,926,539	4,211,562	6,082,154
Saudi Aramco	13,837	3,739,108	26,560	3,890,254
Saudi Aramco's subsidiaries, joint ventures and associates	898,659	1,799,301	906,294	2,503,127

	As at 30 June 2025		As at 31 December 2024	
	Loans to related parties	Loan from related parties	Loans to related parties	Loan from related parties
Associates	31,818	-	28,256	-
Joint ventures	812,734	-	688,623	-
Entities (FVOCI equity accounted)	50,834	-	57,127	-
Saudi Aramco's subsidiary		10,394,058	-	7,438,960

During the six-month period ended 30 June 2025, finance income from loans owed by related parties and finance expense from loans owed to related parties amounted to ₪ 25 million and ₪ 216 million respectively (30 June 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 June		For the six-month period ended 30 June	
	2025	2024	2025	2024
Purchases of goods and services	583,346	284,829	1,025,803	973,689
Sales of goods and services	90,100	3,309,561	142,821	3,336,102

  

As at	30 June 2025	31 December 2024
Payables	71,806	144,613
Receivables (i)	2,176,105	5,485,010
Short-term investments with banks	5,052,300	2,748,900
Cash and cash equivalents held with banks	7,430,741	7,313,817
Borrowings (ii)	14,857,036	12,439,622
Lease liabilities	1,416,861	1,448,537

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

- receivable from PIF amounting to ﷲ1,935 million (31 December 2024: ﷲ4,826 million).
- receivable from Hadeed against services amounting to ﷲ123 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 income statement and is measured consistently with profit 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 June 2025			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	32,401,895	3,163,622	35,565,517
Depreciation and amortisation	(3,052,769)	(220,719)	(3,273,488)
Impairments and write-offs	(3,519,615)	-	(3,519,615)
(Loss) income from operations	(2,904,218)	1,020,534	(1,883,684)
Results of associates and non-integral joint ventures	(951,949)	244,370	(707,579)
Finance income			521,540
Finance cost			(1,197,299)
Loss before zakat and income tax			(3,267,022)

For the three-month period ended 30 June 2024			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	33,330,113	2,388,485	35,718,598
Depreciation and amortisation	(2,982,720)	(230,021)	(3,212,741)
Impairments and write-offs	(388,378)	-	(388,378)
Income from operations	1,508,508	592,003	2,100,511
Results of associates and non-integral joint ventures	15,607	301,472	317,079
Finance income			515,357
Finance cost			(680,090)
Income before zakat and income tax			2,252,857

For the six-month period ended 30 June 2025			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	63,898,136	6,261,626	70,159,762
Depreciation and amortisation	(6,033,787)	(435,893)	(6,469,680)
Impairments and write-offs	(3,599,882)	-	(3,599,882)
(Loss) income from operations	(4,544,672)	1,887,585	(2,657,087)
Results of associates and non-integral joint ventures	(1,080,235)	503,021	(577,214)
Finance income			1,295,606
Finance cost			(1,939,082)
Loss before zakat and income tax			(3,877,777)

For the six-month period ended 30 June 2024			
	Petrochemicals	Agri-nutrients	Continuing operations
Revenue	63,752,315	4,652,106	68,404,421
Depreciation and amortisation	(5,978,196)	(452,405)	(6,430,601)
Impairments and write-offs	(470,884)	-	(470,884)
Income from operations	1,988,010	1,322,942	3,310,952
Results of associates and non-integral joint ventures	157,527	332,316	489,843
Finance income			1,189,291
Finance cost			(1,340,229)
Income before zakat and income tax			3,649,857



# 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 June 2025		
	Petrochemicals	Agri-nutrients	Continuing operations
Total assets	246,321,203	25,770,877	272,092,080
Capital expenditure	3,589,250	246,167	3,835,417
Investments in associates and joint ventures	25,786,768	8,658,124	34,444,892
Total liabilities	86,587,389	4,298,096	90,885,485

  

	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 June 2025		For the three-month period ended 30 June 2024	
	%		%	
KSA	5,044,645	14	5,003,243	14
China	5,561,785	16	6,245,034	17
Rest of Asia	8,147,869	23	7,582,404	21
Europe	7,578,357	21	7,546,134	21
Americas	3,644,312	10	4,157,972	12
Africa	2,548,737	7	2,258,107	6
Others	3,039,812	9	2,925,704	9
	35,565,517	100	35,718,598	100

  

	For the six-month period ended 30 June 2025		For the six-month period ended 30 June 2024	
	%		%	
KSA	9,415,546	14	9,814,163	14
China	11,650,651	17	11,857,569	17
Rest of Asia	16,314,466	23	14,422,832	21
Europe	14,837,260	21	14,624,936	21
Americas	7,278,644	10	7,836,641	11
Africa	4,966,689	7	4,243,670	6
Others	5,696,506	8	5,604,610	10
	70,159,762	100	68,404,421	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 June 2025		As at 31 December 2024	
		%		%
KSA	95,248,667	70	97,104,675	69
Europe	16,568,165	12	18,162,212	13
Americas	21,552,252	16	22,046,922	16
Asia	2,678,555	2	2,745,573	2
Africa	18,238	-	21,992	-
	136,065,877	100	140,081,374	100

## 10. APPROPRIATIONS

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.

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.

## 11. SUBSEQUENT EVENTS

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), which will be recognised in the condensed consolidated interim financial statements for the period ended 30 September 2025.

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