



# 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 2025  
AND INDEPENDENT AUDITOR'S REVIEW REPORT

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## Contents:

Report on review of interim condensed consolidated financial statements .....	2
Interim condensed consolidated statement of financial position .....	3
Interim condensed consolidated statement of income and other comprehensive income .....	5
Interim condensed consolidated statement of changes in equity .....	7
Interim condensed consolidated statement of cash flows .....	8
Notes to the interim condensed consolidated financial statements .....	10
1. Corporate information .....	10
2. Basis of preparation .....	10
3. Significant accounting judgements, estimates and assumptions .....	11
4. Fair value measurement .....	12
5. Investment in an associate and a joint venture .....	13
6. Investment in equity instruments .....	14
7. Trade receivables .....	14
8. Employee benefits .....	15
9. Derivative financial instruments .....	15
10. Zakat and income tax payable .....	15
11. Revenue .....	16
12. Earnings per share .....	16
13. Related party transactions and balances .....	17
14. Segment information .....	18
15. Commitments and contingencies .....	20
16. Appropriation of net income and dividends distributions .....	20
17. Subsequent events .....	20



## *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 2025 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



29 July 2025

## Interim condensed consolidated statement of financial position

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

		As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
	Notes		
<b>ASSETS</b>			
<b>Non-current assets:</b>			
Property, plant and equipment		8,012,163	8,201,981
Right-of-use assets		197,299	174,508
Intangible assets		47,121	48,894
Investment in an associate and a joint venture	5	2,294,011	2,198,014
Investment in equity instruments	6	286,613	358,741
Other assets and receivables		356,947	393,090
<b>Total non-current assets</b>		<b>11,194,154</b>	<b>11,375,228</b>
<b>Current assets:</b>			
Inventories		677,489	727,015
Other assets and receivables		195,348	274,194
Advance income tax		35,879	37,934
Trade receivables	7	1,905,109	1,587,548
Short-term investments		10,133,348	3,703,519
Cash and cash equivalents		1,742,845	7,813,129
<b>Total current assets</b>		<b>14,690,018</b>	<b>14,143,339</b>
<b>Total assets</b>		<b>25,884,172</b>	<b>25,518,567</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		4,760,354	4,760,354
Share premium		3,998,485	3,998,485
Other reserves		270,903	339,830
Retained earnings		11,126,553	9,374,737
<b>Equity attributable to equity holders of the parent</b>		<b>20,156,295</b>	<b>18,473,406</b>
Non-controlling interest		1,123,096	1,034,618
<b>Total equity</b>		<b>21,279,391</b>	<b>19,508,024</b>
<b>Liabilities</b>			
<b>Non-current liabilities:</b>			
Lease liabilities		191,096	175,373
Employee benefits	8	1,071,495	1,128,754
Derivative financial instruments	9	1,387,500	1,095,000
Deferred tax liabilities		48,597	49,251
<b>Total non-current liabilities</b>		<b>2,698,688</b>	<b>2,448,378</b>

The accompanying notes from 1 to 17 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 2025 (Unaudited)	As at 31 December 2024 (Audited)
<b>Current liabilities:</b>			
Current portion of employee benefits	8	151,850	158,245
Current portion of lease liabilities		24,694	17,420
Trade payables		737,953	792,997
Other liabilities		612,206	637,009
Dividends payable	16	172,578	1,644,039
Zakat payable		206,812	312,455
<b>Total current liabilities</b>		<b>1,906,093</b>	<b>3,562,165</b>
<b>Total liabilities</b>		<b>4,604,781</b>	<b>6,010,543</b>
<b>Total equity and liabilities</b>		<b>25,884,172</b>	<b>25,518,567</b>



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 17 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)	
		2025	2024	2025	2024
Revenue	11, 14	3,287,449	2,676,112	6,361,394	5,193,580
Cost of sales		(2,020,504)	(1,774,444)	(3,929,056)	(3,303,580)
<b>Gross profit</b>		<b>1,266,945</b>	<b>901,668</b>	<b>2,432,338</b>	<b>1,890,000</b>
Selling and distribution expenses		(71,027)	(95,496)	(133,809)	(171,146)
General and administration expenses		(143,700)	(128,175)	(291,181)	(255,109)
Research and development expenses		(20,549)	(18,191)	(38,049)	(32,904)
Expected credit loss allowance (ECL)		(239)	(113)	(1,204)	1,494
Other operating (expense) income		(3,058)	18,344	(83,184)	(24,342)
<b>Income from operations</b>		<b>1,028,372</b>	<b>678,037</b>	<b>1,884,911</b>	<b>1,407,993</b>
Share of results from an associate and a joint venture	5	38,509	24,504	140,261	85,133
Finance income		150,546	154,089	303,673	308,875
Finance costs		(15,579)	(16,655)	(34,713)	(33,621)
<b>Income before zakat and income tax</b>		<b>1,201,848</b>	<b>839,975</b>	<b>2,294,132</b>	<b>1,768,380</b>
Zakat expense	10	(94,044)	(87,062)	(172,626)	(136,407)
Income tax expense	10	(9,880)	(8,732)	(16,486)	(15,938)
Deferred tax expense	10	533	(751)	654	(602)
<b>Net income for the period</b>		<b>1,098,457</b>	<b>743,430</b>	<b>2,105,674</b>	<b>1,615,433</b>
<b>Attributable to:</b>					
- Equity holders of the Parent		1,059,736	705,344	2,044,316	1,546,219
- Non-controlling interests		38,721	38,086	61,358	69,214
		<b>1,098,457</b>	<b>743,430</b>	<b>2,105,674</b>	<b>1,615,433</b>

### Earnings per share (Saudi Riyals)

Basic and diluted earnings per share from net income attributable to equity holders of the Parent

12	2.23	1.48	4.29	3.25
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The accompanying notes from 1 to 17 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)	
		2025	2024	2025	2024
<b>Net income for the period</b>		<b>1,098,457</b>	<b>743,430</b>	<b>2,105,674</b>	<b>1,615,433</b>
<b>Other comprehensive income (OCI)</b>					
<i>Items that will not be reclassified to statement of income:</i>					
- Net loss on fair value of equity investments	6	(42,707)	(3,321)	(72,128)	(6,169)
- Re-measurement gain (loss) on defined benefit plans	8	828	(43,702)	9,965	(10,108)
- Deferred tax impact on OCI	10	-	(2)	-	(5)
<i>Items that will be reclassified to statement of income:</i>					
- Share of other comprehensive income (loss) of joint venture		(11,584)	(42,867)	(11,584)	(42,867)
- Exchange difference on translation of foreign investment		(958)	(2,356)	4,820	(131)
<b>Other comprehensive loss for the period</b>		<b>(54,421)</b>	<b>(92,248)</b>	<b>(68,927)</b>	<b>(59,280)</b>
<b>Total comprehensive income for the period</b>		<b>1,044,036</b>	<b>651,182</b>	<b>2,036,747</b>	<b>1,556,153</b>
<b>Attributable to:</b>					
- Equity holders of the Parent		1,005,315	613,088	1,975,389	1,486,919
- Non-controlling interests		38,721	38,094	61,358	69,234
		<b>1,044,036</b>	<b>651,182</b>	<b>2,036,747</b>	<b>1,556,153</b>



Designated Member  
Abdulaziz H. Al- Habdan



Chief Executive Officer  
Fahad M. Al-Battar



General Manager Finance  
Ayed Habib Al-Haider

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## Interim condensed consolidated statement of changes in equity

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

	Attributable to equity holders of the Parent						Non-controlling interest	Grand total
	Share capital	Share premium	Statutory reserve	Other reserves	Retained earnings	Total		
<b>As at 1 January 2024 (audited)</b>	4,760,354	3,998,485	1,428,106	424,684	7,130,671	17,742,300	1,057,008	18,799,308
Net income for the period	-	-	-	-	1,546,219	1,546,219	69,214	1,615,433
Other comprehensive (loss) income for the period	-	-	-	(59,300)	-	(59,300)	20	(59,280)
<b>Total comprehensive (loss) income for the period</b>	-	-	-	(59,300)	1,546,219	1,486,919	69,234	1,556,153
Transfer from statutory reserve	-	-	(1,428,106)	-	1,428,106	-	-	-
Change in fair value of derivative financial instrument	-	-	-	-	(255,000)	(255,000)	-	(255,000)
<i>Transactions with owners in their capacity as owners</i>								
Income tax reimbursed	-	-	-	-	-	-	57,725	57,725
Dividends (note 16)	-	-	-	-	(1,428,106)	(1,428,106)	(60,000)	(1,488,106)
<b>As at 30 June 2024 (unaudited)</b>	4,760,354	3,998,485	-	365,384	8,421,890	17,546,113	1,123,967	18,670,080
<b>As at 1 January 2025 (audited)</b>	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)
<b>Total comprehensive (loss) income for the period</b>	-	-	-	(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)
<i>Transactions with owners in their capacity as owners</i>								
Income tax reimbursed	-	-	-	-	-	-	27,120	27,120
<b>As at 30 June 2025 (unaudited)</b>	4,760,354	3,998,485	-	270,903	11,126,553	20,156,295	1,123,096	21,279,391



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Chief Executive Officer  
Fahad M. Al-Battar



General Manager Finance  
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## Interim condensed consolidated statement of cash flows

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

		For the six-month period ended 30 June (Unaudited)	
	Note	2025	2024
<b>Operating activities:</b>			
Income before zakat and income tax		2,294,132	1,768,380
<i>Adjustments to reconcile income before zakat and income tax to net cash from operating activities:</i>			
- Depreciation of property, plant and equipment		437,427	458,523
- Depreciation of right-of-use assets		12,497	11,805
- Amortization of intangible assets		3,292	5,380
- Employee benefits charge		52,803	38,149
- Share of results of an associate and a joint venture	5	(140,261)	(85,133)
- Provision for slow moving and obsolete inventories		1,830	(1,106)
- Loss on disposal of property, plant and equipment		2,707	309
- Expected credit loss allowance (ECL)		1,204	(1,494)
- Finance income		(303,673)	(308,875)
- Finance costs		34,713	33,621
		2,396,671	1,919,559
<i>Change in operating assets and liabilities:</i>			
Inventories		43,523	46,017
Trade receivables		(318,765)	(309,382)
Other assets and receivables		97,414	80,240
Current portion of employee benefits		(6,395)	6,608
Trade payables		(55,044)	168,032
Other current liabilities		(28,071)	(108,653)
<b>Cash from operations</b>		2,129,333	1,802,421
Employee benefits paid		(145,994)	(28,453)
Finance income received		149,918	88,911
Finance costs paid		(3,964)	(6,866)
Zakat and income tax paid		(292,696)	(338,605)
<b>Net cash generated from operating activities</b>		1,836,597	1,517,408

The accompanying notes from 1 to 17 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)

	2025	2024
<b>Investing activities:</b>		
Purchase of property, plant and equipment	(247,662)	(272,391)
Dividend received from an associate	37,500	75,000
Short term investments - placements	(8,821,000)	(3,696,400)
Short term investments - proceeds	2,562,500	2,000,000
<b>Net cash used in investing activities</b>	<b>(6,468,662)</b>	<b>(1,893,791)</b>
<b>Financing activities:</b>		
Lease payments	(12,291)	(12,046)
Dividends paid to shareholders	(1,425,928)	(1,426,941)
Dividends paid to non-controlling interest	-	(57,000)
<b>Net cash used in financing activities</b>	<b>(1,438,219)</b>	<b>(1,495,987)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(6,070,284)</b>	<b>(1,872,370)</b>
Cash and cash equivalents at the beginning of the period	7,813,129	4,242,043
<b>Cash and cash equivalents at the end of the period</b>	<b>1,742,845</b>	<b>2,369,673</b>

## Significant non-cash transactions:

For the six-month period ended  
30 June (Unaudited)

	2025	2024
Change in fair value of derivative financial instruments recognised against retained earnings	292,500	255,000
Employee benefits transferred from related parties	15,147	55,338
Dividends payable adjusted against non-controlling interest	27,120	-
Right of use assets recognised against corresponding lease liability	35,288	-


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Chief Executive Officer  
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General Manager Finance  
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## 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 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 Group's financial performance was positively impacted by higher netback prices which was partially offset by an increase in feedstock prices by Saudi Aramco during the three-month and six-month periods ended 30 June 2025 that resulted in an increase of Saudi Riyals 59.0 million and Saudi Riyals 115.9 million respectively in the Group's cost of sales.

During the six-month period ended 30 June 2025, the Group has offered a severance package to some of its employees as a result of strategic workforce optimization initiative. The impact of this amounting to Saudi Riyals 74.7 million has been recognised within 'other operating expenses' in these interim condensed consolidated financial statements.

The interim condensed consolidated financial statements of the Group for the three-month and six-month periods ended 30 June 2025 were authorised for issue by the Board of Directors of the Company on 29 Muharram 1447H (corresponding to 24 July 2025).

The Company has the following subsidiaries, associate and joint venture as at 30 June 2025 and as at 31 December 2024:

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).

### 2. Basis of preparation

These interim condensed consolidated financial statements for the three-month and six-month periods ended 30 June 2025 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 2024 ("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.

## Notes to the interim condensed consolidated financial statements (continued)

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

### 2. Basis of preparation (continued)

The interim condensed consolidated financial statements are prepared under the historical cost convention using the accruals basis of accounting, except for the measurement at fair value of certain financial assets through the interim condensed consolidated statement of income and other comprehensive income and derivative financial instruments through retained earnings. 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

##### Lack of Exchangeability – 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 interim condensed consolidated financial statements.

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. 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 2025 (Unaudited)				As at 31 December 2024 (Audited)			
	Level I	Level II	Level III	Total	Level I	Level II	Level III	Total
<b>Financial assets</b>								
Investment in quoted equity instruments	286,613	-	-	286,613	358,741	-	-	358,741
Trade receivables	-	-	400,924	400,924	-	-	499,699	499,699
<b>Total</b>	<b>286,613</b>	<b>-</b>	<b>400,924</b>	<b>687,537</b>	<b>358,741</b>	<b>-</b>	<b>499,699</b>	<b>858,440</b>
<b>Financial liabilities</b>								
Derivative financial instruments	-	-	1,387,500	1,387,500	-	-	1,095,000	1,095,000
<b>Total</b>	<b>-</b>	<b>-</b>	<b>1,387,500</b>	<b>1,387,500</b>	<b>-</b>	<b>-</b>	<b>1,095,000</b>	<b>1,095,000</b>

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 2025.

Description	Valuation technique	Significant non-observable input	2025	2024
Derivative financial instruments	Market approach	Put options and forward contracts		
		- Equity value to EBITDA multiple	7.0	5.9
		- Dividend to EBITDA %	57.3%	52.0%
		- Discount rate	9.8%	10.7%

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 key movements during the six-month period ended 30 June 2025 in Level III fair values of financial assets was Saudi Riyals 98.8 million (30 June 2024: Saudi Riyals 64 million) and financial liabilities was Saudi Riyals 292.5 million (30 June 2024: Saudi Riyals 255.0 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	
	From	To	As at 30 June 2025	
			From	To
Increase equity value to EBITDA multiple by 10%	7.0	7.7	1,387,500	1,595,625
Decrease equity value to EBITDA multiple by 10%	7.0	6.3	1,387,500	1,175,625
High range of Dividend to EBITDA %	57.3%	63.0%	1,387,500	1,308,750
Low range of Dividend to EBITDA %	57.3%	51.6%	1,387,500	1,462,500
Increase discount rate by 1%	9.8%	10.8%	1,387,500	1,408,125
Decrease discount rate by 1%	9.8%	8.8%	1,387,500	1,361,250

## 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 2025 (Unaudited)	As at 31 December 2024 (Audited)
GPIC	5.1	Associate	33.33%	1,031,854	997,157
EIHL	5.2	Joint venture	49.00%	1,262,157	1,200,857
<b>Closing balance</b>				<b>2,294,011</b>	<b>2,198,014</b>

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

Name of investee	Note	For the six-month period ended 30 June 2025 (Unaudited)	For the six-month period ended 30 June 2024 (Unaudited)
GPIC	5.1	67,377	38,339
EIHL	5.2	72,884	46,794
<b>Total share of results from an associate and a joint venture:</b>		<b>140,261</b>	<b>85,133</b>

#### 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. The movement of investment in an associate is as follows:

	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
Balance at the beginning of the period/year	997,157	985,413
Share of results	67,377	92,466
Dividend received	(37,500)	(75,000)
Exchange difference on translation of foreign investment	4,820	(5,722)
<b>Closing balance</b>	<b>1,031,854</b>	<b>997,157</b>

#### 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:

	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
Balance at the beginning of the period/year	1,200,857	1,266,222
Share of results	72,884	68,642
Share of other comprehensive loss	(11,584)	(42,132)
Dividend received	-	(91,875)
<b>Closing balance*</b>	<b>1,262,157</b>	<b>1,200,857</b>

\* 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 2025 (Unaudited)		For the year ended 31 December 2024 (Audited)	
	Local-quoted	Local-unquoted	Local-quoted	Local-unquoted
<b>Cost:</b>				
At the beginning and end of the period/year	94,905	77,363	94,905	77,363
<b>Fair value reserve of financial assets at FVOCI:</b>				
At the beginning of the period/year	263,836	(77,363)	266,209	(77,363)
Change in the fair value reserve during the period/year	(72,128)	-	(2,373)	-
<b>At the end of the period/year</b>	<b>191,708</b>	<b>(77,363)</b>	<b>263,836</b>	<b>(77,363)</b>
<b>Carrying amount</b>	<b>286,613</b>	<b>-</b>	<b>358,741</b>	<b>-</b>

At 30 June 2025, quoted investments represent 1.69% (31 December 2024: 1.69%) shares held in Yanbu National Petrochemical Company (Yansab), a listed entity on Tadawul. Refer note 4.

At 30 June 2025, unquoted investments represent 3.87% (31 December 2024: 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 2025 (Unaudited)	As at 31 December 2024 (Audited)
Trade receivables	592,337	522,901
Trade receivables due from related parties (Note 13)	1,314,823	1,065,494
	1,907,160	1,588,395
Less: allowance for expected credit losses	(2,051)	(847)
	1,905,109	1,587,548

Trade receivables due from related parties include Saudi Riyals 400.9 million (31 December 2024: Saudi Riyals 499.7 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 2025 (Unaudited)	As at 31 December 2024 (Audited)
Defined benefit obligations (DBO)	1,071,495	1,128,754
Total defined benefit obligations presented under non-current liabilities	1,071,495	1,128,754
Employee savings plan	151,850	158,245
Total defined contribution plan presented under current liabilities	151,850	158,245

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

	For the six-month period ended 30 June (Unaudited)	
	2025	2024
Current service cost	39,303	38,149
Past service cost	13,500	-
Interest cost	30,750	26,756
Re-measurement (gain) loss on defined benefit plans	(9,965)	10,108
	73,588	75,013

### 9. Derivative financial instruments

	As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
At the beginning of the period/year	1,095,000	1,440,000
Change in fair value of derivative financial instruments	292,500	(345,000)
At the end of the period/year	1,387,500	1,095,000

A Joint venture (JV) Agreement dated 4 December 1979 was signed between SABIC and 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 six-month period ended 30 June (Unaudited)	
	2025	2024
Provision for the period	174,062	157,616
Adjustments	(1,436)	(21,209)
	172,626	136,407



## 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 six-month period ended 30 June (Unaudited)	
	2025	2024
<b>Current tax</b>		
Provision for the period	16,486	15,938
<b>Deferred income tax</b>		
(Decrease) increase in deferred tax liabilities	(654)	602
Effect of deferred tax on OCI	-	5
<b>Total income tax expense reported in the interim condensed consolidated statement of income and other comprehensive income</b>	<b>15,832</b>	<b>16,545</b>

#### c) Status of assessments

The zakat and income tax assessment status of the Group is the same as what was disclosed in the consolidated financial statements for the year ended 31 December 2024, with the addition of submission of zakat and income tax returns and obtaining the certificates up to the year ended 31 December 2024.

The Ministry of Finance has issued new zakat implementing regulations under ministerial resolution No. 1007 dated 19/8/1445H (corresponding to 29 February 2024) (the "Zakat by-laws"). The Company adopted retrospective implementation of Zakat by-laws for years 2021 and 2022 during the period ended 30 June 2025. No additional liability was required to be recorded in the interim condensed consolidated financial statements as a result of this retrospective Implementation.

### 11. Revenue

	For the three-month period ended 30 June (Unaudited)		For the six-month period Ended 30 June (Unaudited)	
	2025	2024	2025	2024
Sales of goods revenue	3,217,646	2,578,209	6,214,294	5,008,303
Transportation services	69,803	97,903	147,100	185,277
	<b>3,287,449</b>	<b>2,676,112</b>	<b>6,361,394</b>	<b>5,193,580</b>

There is no revenue that has been recognized in 2025 from performance obligations partially satisfied in previous years. All unfulfilled remaining performance obligations as at 30 June 2025 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)	
	2025	2024	2025	2024
Net income attributable to equity holders of the Parent (Saudi Riyals '000)	1,059,736	705,344	2,044,316	1,546,219
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)	2.23	1.48	4.29	3.25

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 2025 and 2024, 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 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	-
	For the three-month period ended 30 June 2024		For the six-month period ended 30 June 2024	
SABIC	209,380	(180,848)	413,631	(341,112)
Saudi Aramco	-	(240,870)	-	(488,193)
SABIC associates	-	(717,834)	-	(1,380,646)
SABIC affiliates	1,764,690	(162,829)	3,132,483	(312,184)
ETG Agri Inputs FZE	50,210	(677)	154,793	(677)

## 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 2025 (Unaudited)		As at 31 December 2024 (Audited)	
	Amounts owed by related parties	Amounts owed to related parties	Amounts owed by related parties	Amounts owed to related parties
SABIC	101,323	(91,963)	100,721	(197,106)
Saudi Aramco	-	(124,792)	-	(102,030)
SABIC associates	-	(482,570)	8,518	(385,334)
SABIC affiliates	1,036,030	(6,361)	782,075	(66,907)
ETG Agri Inputs FZE	177,470	-	174,180	-

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) 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 3.2 billion for the period ended 30 June 2025 were derived from two related party customers (30 June 2024: Saudi Riyals 3.1 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 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

  

	For the six-month period ended 30 June 2024		
	Petrochemicals	Agri-nutrients	Consolidated
Revenue	413,640	4,779,940	5,193,580
Depreciation and amortization	(36,396)	(452,163)	(488,559)
Income from operations	80,628	1,327,365	1,407,993
Share of results of an associate and a joint venture	-	85,133	85,133
Finance income	3,122	305,753	308,875
Finance cost	(3,820)	(29,801)	(33,621)
Income before zakat and income tax	79,930	1,688,450	1,768,380

## 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 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

  

	For the three-month period ended 30 June 2024		
	Petrochemicals	Agri-nutrients	Consolidated
Revenue	209,390	2,466,722	2,676,112
Depreciation and amortization	(18,117)	(247,729)	(265,846)
Income from operations	53,573	624,464	678,037
Share of results of an associate and a joint venture	-	24,504	24,504
Finance income	1,539	152,550	154,089
Finance cost	(1,952)	(14,703)	(16,655)
Income before zakat and income tax	53,160	786,815	839,975

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

	For the six-month period ended 30 June 2025 (Unaudited)		For the six-month period ended 30 June 2024 (Unaudited)	
Americas	873,707	14%	1,163,772	23%
India	691,906	11%	477,485	9%
Singapore	2,593,339	41%	1,969,874	38%
U.A.E	1,028,849	16%	183,399	4%
Saudi Arabia	719,114	11%	804,813	15%
Others	454,479	7%	594,237	11%
	6,361,394	100%	5,193,580	100%

  

	For the three-month period ended 30 June 2025 (Unaudited)		For the three-month period ended 30 June 2024 (Unaudited)	
Americas	385,486	12%	689,805	26%
India	343,242	10%	281,650	11%
Singapore	1,540,522	47%	1,067,641	39%
U.A.E	448,382	14%	78,981	3%
Saudi Arabia	361,692	11%	361,458	14%
Others	208,125	6%	196,577	7%
	3,287,449	100%	2,676,112	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 2025, the Group has commitments of Saudi Riyals 754.4 million (31 December 2024: Saudi Riyals 624.4 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 2025, the Group's bankers have issued, on its behalf, bank guarantees amounting to Saudi Riyals 13.4 million (31 December 2024: Saudi Riyals 99.5 million) in the normal course of business.

### 16. Appropriation of net income and dividends distributions

#### Dividends attributable to the shareholders of the Company

- On 21 Jamada II 1446H (corresponding to 22 December 2024), the Board of Directors approved to distribute an interim cash dividend amounting to Saudi Riyals 3 per share (Saudi Riyals 1,428 million in total) for the second half of 2024. Dividends were available for distribution to shareholders on 18 Sha'aban 1446H (corresponding to 17 February 2025).
- On 22 Dhul-Qa'adh 1445H (corresponding to 30 May 2024), the Board of Directors approved to distribute an interim cash dividend amounting to Saudi Riyals 3 per share (Saudi Riyals 1,428 million in total) for the first half of 2024. Dividends were available for distribution on 16 Muharram 1446H (corresponding to 22 July 2024).

#### Dividends attributable to the non-controlling interest

- On 07 Rabi' al-Thani 1446H (corresponding to 10 October 2024), the Board of Directors of Al-Bayroni approved to distribute final interim dividends for the period ended 30 September 2024 amounting to Saudi Riyals 170.0 million (Saudi Riyals 85.0 million to each Partner). Dividends were available for distribution to the Partners on 14 Rabi' al-Thani 1446 H (corresponding to 17 October 2024).
- On 5 Muharram 1446H (corresponding to 11 July 2024), the Board of Directors of Al-Bayroni approved to distribute final interim dividends for the period ended 30 June 2024 amounting to Saudi Riyals 100.0 million (Saudi Riyals 50.0 million to each Partner). Dividends were available for distribution to the Partners on 12 Muharram 1446H (corresponding to 18 July 2024).
- On 26 Sha'ban 1445H (corresponding to 7 March 2024), the Board of Directors of Al-Bayroni approved to distribute interim dividends for the period ended 31 March 2024 amounting to Saudi Riyals 120.0 million (Saudi Riyals 60.0 million to each Partner). Dividends were available for distribution to the Partners on 18 Ramadhan 1445H (corresponding to 28 March 2024).

Bank balances include cash held in separate bank accounts amounting to Saudi Riyals 229.3 million (31 December 2024: Saudi Riyals 231.0 million) for dividend payable and employee savings plan. Also, bank balances include cash of Saudi Riyals 19.5 million (31 December 2024: Saudi Riyals 37.9 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. Subsequent events

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 million in total) for the first half of 2025. Dividends will be available for distribution on 25 Safar 1447H (corresponding to 19 August 2025).

Except for the above, there have been no 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 interim condensed consolidated financial statements.