



YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED
30 SEPTEMBER 2023
AND REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL
STATEMENTS

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2023

	Page
Report on review of condensed interim financial statements	2
Condensed interim statement of financial position	3
Condensed interim statement of income	4
Condensed interim statement of comprehensive income	5
Condensed interim statement of changes in equity	6
Condensed interim statement of cash flows	7
Notes to the condensed interim financial statements	8 - 16



Report on review of condensed interim financial statements

To the shareholders of Yanbu National Petrochemical Company (YANSAB)
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Yanbu National Petrochemical Company (YANSAB) (the “Company”) as of 30 September 2023 and the related condensed interim statements of income and comprehensive income for the three-month and nine-month periods then ended and the condensed interim statements of changes in equity and cash flows for the nine-month period ended 30 September 2023 and other explanatory notes. Management is responsible for the preparation and presentation of these condensed 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 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 statements 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 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 Number 471



24 October 2023

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Condensed interim statement of financial position
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	As at 30 September 2023	As at 31 December 2022*
Assets			
Non-current assets			
Property, plant and equipment	4	9,146,244	9,230,224
Right-of-use assets	5	150,338	141,203
Intangible assets		11,599	32,240
Other assets and receivables		335,212	317,114
Total non-current assets		9,643,393	9,720,781
Current assets			
Inventories		810,821	860,252
Trade receivables		1,352,307	2,015,662
Other assets and receivables	14	353,988	369,472
Short-term investments	14	2,176,224	3,480,934
Cash and cash equivalents		100,769	232,490
Total current assets		4,794,109	6,958,810
Total assets		14,437,502	16,679,591
Equity and liabilities			
Equity			
Share capital		5,625,000	5,625,000
Statutory reserve		1,687,500	1,687,500
Actuarial reserve		266,890	198,904
Retained earnings		4,770,216	6,539,449
Total equity		12,349,606	14,050,853
Non-current liabilities			
Lease liabilities	5	143,920	134,757
Employee benefits		814,087	844,973
Total non-current liabilities		958,007	979,730
Current liabilities			
Current portion of lease liabilities	5	28,029	13,077
Current portion of employee benefits		124,699	110,906
Trade payables		244,870	593,047
Accruals and other current liabilities		611,342	744,099
Zakat payable	6	120,949	187,879
Total current liabilities		1,129,889	1,649,008
Total liabilities		2,087,896	2,628,738
Total equity and liabilities		14,437,502	16,679,591

**In respect of 2022 comparative year, refer to Note 14 for certain reclassifications made.*
The notes from 1 to 14 are an integral part of these condensed interim financial statements.

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)

(A Saudi Joint Stock Company)

Condensed interim statement of income

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2023	2022*	2023	2022*
Revenue	7, 14	1,097,866	1,590,542	3,087,762	5,638,828
Cost of revenue		(1,141,889)	(1,520,956)	(3,279,236)	(4,724,842)
Gross (loss) / profit	14	(44,023)	69,586	(191,474)	913,986
Selling and distribution expenses		(13,680)	(19,485)	(69,781)	(77,635)
General and administrative expenses		(94,919)	(101,014)	(257,231)	(298,421)
Other operating income	14	-	22,548	12,702	76,159
Other operating expenses	14	(800)	(118)	(1,232)	(4,436)
(Loss) / income from operations	14	(153,422)	(28,483)	(507,016)	609,653
Finance income		31,544	21,039	114,765	45,821
Finance cost		(12,696)	(17,669)	(37,204)	(30,679)
(Loss) / income before zakat		(134,574)	(25,113)	(429,455)	624,795
Zakat	6	(26,749)	(35,843)	(74,153)	(114,224)
Net (loss) / income for the period		(161,323)	(60,956)	(503,608)	510,571
(Loss) / earnings per share					
Basic and diluted (loss) / earnings per share attributable to ordinary equity holders of the Company (Saudi Riyals)		(0.29)	(0.11)	(0.90)	0.91

**In respect of 2022 comparative year, refer to Note 14 for certain reclassifications made.*

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YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Condensed interim statement of comprehensive income
 (All amounts in Saudi Riyals thousands unless otherwise stated)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2023	2022	2023	2022
Net (loss) / income for the period	(161,323)	(60,956)	(503,608)	510,571
Other comprehensive income				
<i>Items not to be reclassified to statement of income in subsequent periods:</i>				
Re-measurement gain on defined benefit plans	67,464	117,013	67,986	341,518
Total comprehensive (loss) / income for the period	(93,859)	56,057	(435,622)	852,089

The notes from 1 to 14 are an integral part of these condensed interim financial statements.

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)

(A Saudi Joint Stock Company)

Condensed interim statement of changes in equity

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	Share capital	Statutory reserve	Actuarial reserve	Retained earnings	Total
Balance as at 1 January 2022		5,625,000	1,687,500	(82,913)	7,812,804	15,042,391
Net income for the period		-	-	-	510,571	510,571
Other comprehensive income for the period		-	-	341,518	-	341,518
Total comprehensive income for the period		-	-	341,518	510,571	852,089
Dividends	10	-	-	-	(1,687,500)	(1,687,500)
Balance as at 30 September 2022		5,625,000	1,687,500	258,605	6,635,875	14,206,980
Balance as at 1 January 2023		5,625,000	1,687,500	198,904	6,539,449	14,050,853
Net loss for the period		-	-	-	(503,608)	(503,608)
Other comprehensive income for the period		-	-	67,986	-	67,986
Total comprehensive loss for the period		-	-	67,986	(503,608)	(435,622)
Dividends	10	-	-	-	(1,265,625)	(1,265,625)
Balance as at 30 September 2023		5,625,000	1,687,500	266,890	4,770,216	12,349,606

The notes from 1 to 14 are an integral part of these condensed interim financial statements.

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Condensed interim statement of cash flows
(All amounts in Saudi Riyals thousands unless otherwise stated)

	Note	For the nine-month period ended 30 September	
		2023	2022*
Operating activities			
(Loss) / income before zakat		(429,455)	624,795
<u>Adjustment to reconcile income before zakat to net cash inflow from operating activities:</u>			
Depreciation of property, plant and equipment and right-of-use assets		894,446	864,275
Amortisation of intangible assets		1,322	3,601
Reversal of impairment of property, plant and equipment	4	-	(11,055)
Provision for employee benefits	14	59,741	76,595
Loss on disposal / write off of property, plant and equipment and intangibles		20	3,595
Finance cost		37,204	30,679
Finance income		(114,765)	(45,821)
Gain on termination of lease liabilities		-	(1,887)
		448,513	1,544,777
<u>Changes in working capital:</u>			
Decrease in inventories		49,431	178,625
Decrease in trade receivables		663,355	276,449
Decrease / (increase) in other assets and receivables		20,870	(239,832)
(Decrease) / increase in trade payables		(348,177)	370,594
Decrease in accruals and other current liabilities		(135,798)	(445,257)
Cash flow from operations		698,194	1,685,356
Finance cost paid		(5,570)	(8,439)
Employee benefits paid	14	(38,030)	(13,022)
Zakat paid		(141,083)	(157,076)
Net cash generated from operating activities	14	513,511	1,506,819
Investing activities			
Short-term investments made		(4,748,000)	(4,375,300)
Proceeds from maturity of short-term investments		6,043,350	4,531,350
Purchase of property, plant and equipment		(815,522)	(233,196)
Purchase of intangible assets		(10)	(565)
Finance income received		124,125	28,922
Insurance income received		17,531	-
Net cash generated from / (used in) investing activities		621,474	(48,789)
Financing activities			
Payment of principal portion of lease liabilities	5	(1,670)	(18,612)
Dividends paid		(1,265,036)	(1,684,071)
Cash used in financing activities		(1,266,706)	(1,702,683)
Net change in cash and cash equivalents	14	(131,721)	(244,653)
Cash and cash equivalents at beginning of the period	14	232,490	329,351
Cash and cash equivalents at end of the period	14	100,769	84,698

*In respect of 2022 comparative year, refer to Note 14 for certain reclassifications made.

The notes from 1 to 14 are an integral part of these condensed interim financial statements.

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)

(A Saudi Joint Stock Company)

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

1 Company information

Yanbu National Petrochemical Company (YANSAB) (the "Company") is a Saudi Joint Stock Company registered in Yanbu, Kingdom of Saudi Arabia under Commercial Registration number 4700009432 dated 14 Muharram 1427H (corresponding to 13 February 2006) in accordance with the Ministerial Resolution number 49 dated 12 Muharram 1427H (corresponding to 11 February 2006) for the incorporation of the Company. The Company obtained its Industrial License number S/1367 on 18 Rajab 1426H (corresponding to 23 August 2005) and is engaged in the manufacturing of petrochemical products in accordance with the Company's By-laws and other Saudi Arabian applicable regulations. The Company commenced commercial operations on 1 March 2010. The registered office is located at Yanbu, P.O. Box 31396, Yanbu Industrial City 41912.

The condensed interim financial statements have been reviewed, not audited.

The condensed interim financial statements of the Company for the three-month and nine-month periods ended 30 September 2023 have been approved by the Board of Directors on 22 October 2023.

2 Basis of preparation

2.1 Statement of compliance

These condensed interim financial statements 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 issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA"). The Company has prepared the condensed interim financial statements on the basis that it will continue to operate as a going concern.

These condensed interim financial statements do not include all the information and disclosures required in a full set of annual financial statements and should therefore be read in conjunction with the Company's annual financial statements for the year ended 31 December 2022. 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.

2.2 Basis of measurement

The condensed interim financial statements are prepared under the historical cost convention, except as explained in the relevant accounting policies in the annual financial statements for the year ended 31 December 2022.

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)

(A Saudi Joint Stock Company)

Notes to the condensed interim financial statements (continued)

For the three-month and nine-month periods ended 30 September 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

2 Basis of preparation (continued)

2.3 New standards, interpretations and amendments

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in preparing the Company's annual financial statements for the year ended 31 December 2022, except for the adopted amendments to International Financial Reporting Standards ("IFRS") that are endorsed in Kingdom of Saudi Arabia ("KSA") and other standards and pronouncements that are endorsed by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") (collectively referred to "IFRSs endorsed in KSA"), as elaborated in the next paragraph.

The Company has adopted the following relevant amendments to IFRS which are effective for periods beginning on and after 1 January 2023, and have no impact on the Company:

- Amendments to IAS 1 and IFRS Practice Statement 2 - The IASB amended IAS 1 to require entities to disclose their material rather than their significant accounting policies. The amendments define what is 'material accounting policy information' and explain how to identify when accounting policy information is material. They further clarify that immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information. To support this amendment, the IASB also amended IFRS Practice Statement 2 : Making Materiality Judgements to provide guidance on how to apply the concept of materiality to accounting policy disclosures.
- Amendment to IAS 8 'Definition of accounting estimates' clarifies the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. The amendments also clarify how measurement techniques and inputs to develop accounting estimates, should be used.

The Company has not early adopted any new standard, interpretation and amendment that have been issued but which are not yet effective. Management is currently assessing the impact and these standards, interpretations and amendments are not expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

2.4 Critical accounting estimates and judgements

The preparation of condensed interim financial statements requires the use of certain critical estimates and judgments that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the reporting date and the reported amounts of revenues and expenses during the reporting period. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Company makes estimates and judgements concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The significant judgments made by management in applying the Company's accounting policies and the methods of computation and the key sources of estimation are the same as those that applied to the financial statements for the year ended 31 December 2022, except disclosed below:

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Notes to the condensed interim financial statements (continued)
For the three-month and nine-month periods ended 30 September 2023
(All amounts in Saudi Riyals thousands unless otherwise stated)

2 Basis of preparation (continued)

2.4 Critical accounting estimates and judgements (continued)

Extension and termination options

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option or not to exercise a termination option. Extension options or periods after termination options are only included in the lease term if the lease is reasonably certain to be extended or not terminated. The Company assesses at lease commencement whether it is reasonably certain to exercise the extension options. The Company reassesses whether it is reasonably certain to exercise the options, if there is a significant event or significant change in circumstances within control.

The initial assessment of land lease contracts with the Royal Commission for Jubail and Yanbu has been revised. For the computation of these lease liabilities, the lease terms applied have been extended to reflect Company's reasonable expectations of the period during which the underlying asset will be used. Considering the broader economics of these contracts and recent developments, the Company is reasonably certain that parties to the contract will exercise extension options given in the land lease agreements. As a consequence of this change in assessment, the lease term for certain land lease contracts have been extended to 99 years.

3 Significant matters during the period

During the nine-month period ended 30 September 2023, the Company engaged in a scheduled turnaround for preventive maintenance, according to industrial and technical standards, which started on 10 January 2023 and concluded on 2 March 2023. The turnaround will contribute to enhance reliability of the Company's plants and will improve its operational and production efficiency. During the period of the turnaround, the production of the Company's finished products was suspended.

Furthermore, on 14 August 2023 as result of a technical upset the Company announced a temporary shutdown of the plant. On 4 September, necessary repairs were completed and the Company commenced the startup of the plant gradually.

The above factors resulted in significant decrease in the revenue, cost of revenue, selling and distribution and general and administrative (which primarily represents research and development expenditure cross-charged by SABIC as a percentage of Company's revenues) transactions, for the three-month and nine-month periods ended 30 September 2023 and trade receivables and trade payables balances as at 30 September 2023.

Finance income for the three-month and nine-month periods ended 30 September 2023 has increased significantly as compared to the comparative periods due to the increase in interest rates on short-term investments.

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Notes to the condensed interim financial statements (continued)
For the three-month and nine-month periods ended 30 September 2023
 (All amounts in Saudi Riyals thousands unless otherwise stated)

4 Property, plant and equipment

	For the nine-month period ended 30 September 2023	For the year ended 31 December 2022
Cost:		
At the beginning of the period / year	22,826,148	22,708,485
Additions during the period / year	815,522	427,984
Transfer net*	(21,696)	(198,244)
Disposals during the period / year	(17)	(112,077)
At the end of the period / year	23,619,957	22,826,148
Accumulated depreciation and impairment:		
At the beginning of the period / year	13,595,924	12,580,297
Charge for the period / year	877,796	1,127,588
Reversal of impairment charge for the period / year	-	(11,055)
Disposals during the period / year	(7)	(100,906)
At the end of the period / year	14,473,713	13,595,924
Net book value at the end of the period / year	9,146,244	9,230,224

* The transfer includes the construction cost of residential units, which were transferred to eligible employees under the Home Ownership Program as per the Company's policies.

5 Leases

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period/year:

	For the nine-month period ended 30 September 2023	For the year ended 31 December 2022
Cost:		
At the beginning of the period / year	233,600	216,140
Additions during the period / year*	25,984	27,901
Terminations during the period / year	(26,990)	(10,441)
At the end of the period / year	232,594	233,600
Accumulated depreciation:		
At the beginning of the period / year	92,397	73,003
Charge for the period / year	16,650	29,357
Terminations during the period / year	(26,791)	(9,963)
At the end of the period / year	82,256	92,397
Net book value at the end of the period / year	150,338	141,203

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Notes to the condensed interim financial statements (continued)
For the three-month and nine-month periods ended 30 September 2023
 (All amounts in Saudi Riyals thousands unless otherwise stated)

5 Leases (continued)

Set out below are the carrying amounts of lease liabilities and the movements during the period/year:

	For the nine-month period ended 30 September 2023	For the year ended 31 December 2022
At the beginning of the period / year	147,834	146,247
Additions during the period / year *	25,984	27,901
Terminations during the period / year	(199)	(2,365)
Accretion of interest	5,818	10,880
Payments during the period / year	(7,488)	(34,829)
As at the end of the period / year	171,949	147,834
Less: current portion	(28,029)	(13,077)
Non-current portion	143,920	134,757

* The Company reassessed land lease contracts with the Royal Commission for Jubail and Yanbu and accordingly for the computation of the lease liabilities, the lease terms applied have been extended to reflect Company's reasonable expectations of the period during which the underlying asset will be used. Considering the broader economics of these contracts and recent developments, the Company is reasonably certain that both parties will exercise extension options given in the land lease agreements. As a consequence of this change in assessment, as at 30 September 2023 an additional Saudi Riyals 24.3 million have been recorded in right-of-use assets and lease liabilities.

6 Zakat

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2023	2022	2023	2022
Zakat expense for the period	26,749	35,843	74,153	114,224

The movement in the zakat provision during the period/year is as follows:

	For the nine-month period ended 30 September 2023	For the year ended 31 December 2022
At the beginning of the period / year	187,879	203,708
Provided during the period / year	74,153	141,247
Paid during the period / year	(141,083)	(157,076)
At the end of the period / year	120,949	187,879

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Notes to the condensed interim financial statements (continued)
For the three-month and nine-month periods ended 30 September 2023
 (All amounts in Saudi Riyals thousands unless otherwise stated)

7 Revenue

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2023	2022*	2023	2022*
Sale of goods - at a point in time	1,127,743	1,810,239	3,052,697	5,968,636
Tolling income - over a period of time (Note 14)	(11,506)	(4,874)	4,058	10,851
Total revenue from contracts with customers	1,116,237	1,805,365	3,056,755	5,979,487
Movement between provisional and final price	(18,371)	(214,823)	31,007	(340,659)
Total revenue	1,097,866	1,590,542	3,087,762	5,638,828

**In respect of 2022 comparative year, refer to Note 14 for certain reclassifications made.*

8 Fair value measurement

The Company has a number of financial instruments which are measured at amortized cost and the fair value of majority of these instruments approximate their carrying values. The management assessed that the fair value of cash and cash equivalents, short-term investments, trade and other receivables, trade and other payables and accruals approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair values of the non-current financial instruments are estimated to approximate their carrying values as these are determined through cash flows discounted using interest rates which are based on prevailing market interest rates.

Fair value of trade receivables related to contracts with provisional pricing arrangements is disclosed below.

	Fair value – Level 3 30 September 2023	Fair value – Level 3 31 December 2022
Trade receivables related to contracts with provisional pricing arrangements	1,343,289	2,015,004

The classification methodology used in this disclosure is in line with the previous issued annual financial statements for the year ended 31 December 2022. There were no transfers between Level 1, Level 2 or Level 3 for the nine-month period ended 30 September 2023.

9 Segment information

The Company's President and Board of Directors monitor the results of the Company's operations for the purpose of making decisions about resource allocation and performance assessment. They are collectively the Chief Operating Decision Makers ("CODM") for the Company. The CODM review the results of the Company as a whole, as they believe that decision making cannot be done effectively in isolation for single products of the Company due to complex nature of the business, integrated facility where multiple products including downstream product movement are simultaneous and the nature of the products market. Hence, the whole Company is treated as a single operating segment, the results and financial position of which has been presented already.

The key evaluation criteria for segment performance is the net income that is evaluated and measured consistently throughout the accounting period. The non-current assets of the Company are based in Kingdom of Saudi Arabia and petrochemical products sales by the Company are made primarily to its parent company which is also based in Kingdom of Saudi Arabia.

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Notes to the condensed interim financial statements (continued)
For the three-month and nine-month periods ended 30 September 2023
(All amounts in Saudi Riyals thousands unless otherwise stated)

10 Appropriation of net income

On 7 March 2023, the General Assembly approved a distribution of cash dividend amounting to Saudi Riyals 703.13 million (Saudi Riyals 1.25 per share) for the second half of the year 2022 which represents 12.5% of the nominal value of the shares.

On 4 June 2023, the Board of Directors approved a distribution of cash dividend amounting to Saudi Riyals 562.5 million (Saudi Riyals 1.00 per share) for the first half of the year 2023 which represents 10% of the nominal value of the shares.

On 23 March 2022, the General Assembly approved a distribution of cash dividend amounting to Saudi Riyals 843.75 million (Saudi Riyals 1.50 per share) for the second half of the year 2021 which represents 15% of the nominal value of the shares.

On 5 June 2022, the Board of Directors approved a distribution of cash dividend amounting to Saudi Riyals 843.75 million (Saudi Riyals 1.50 per share) for the first half of the year 2022 which represents 15% of the nominal value of the shares.

11 Related party transactions and balances

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

	<i>Sales of goods, services and other recharges</i>	<i>Purchases of goods, services and others</i>	<i>Sales of goods, services and others</i>	<i>Purchases of goods, services and others</i>	<i>Amounts due from related parties</i>	<i>Amounts due to related parties</i>
	For the nine-month period ended 30 September 2023		For the three-month period ended 30 September 2023		As at 30 September 2023	
Saudi Basic Industries Corporation (SABIC) – (Parent)	3,083,704	2,427,371	1,109,372	759,036	1,477,328	261,120
Saudi Aramco – (Ultimate Parent) and its subsidiaries	-	1,788,043	-	489,554	-	312,373
Other related parties	161,526	227,687	103,967	100,881	156,369	31,548
	For the nine-month period ended 30 September 2022		For the three-month period ended 30 September 2022		As at 31 December 2022	
Saudi Basic Industries Corporation (SABIC) – (Parent)	5,911,916	3,154,728	1,129,245	804,297	1,989,868	493,918
Saudi Aramco – (Ultimate Parent) and its subsidiaries	-	4,867,745	-	2,283,290	-	555,645
Other related parties	249,705	517,003	68,146	233,414	268,204	36,649

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)
(A Saudi Joint Stock Company)
Notes to the condensed interim financial statements (continued)
For the three-month and nine-month periods ended 30 September 2023
 (All amounts in Saudi Riyals thousands unless otherwise stated)

12 Commitments

As at 30 September 2023, the Company has commitments of Saudi Riyals 257 million (31 December 2022: Saudi Riyals 608 million) relating to capital expenditures.

13 Subsequent events

In the opinion of management, there are no significant subsequent events since the three-month and nine-month periods ended 30 September 2023, which would have a material impact on the financial position of the Company as reflected in these condensed interim financial statements.

14 Comparative figures

Certain prior period's balances and transactions have been reassessed to present the appropriate nature of the transactions and, accordingly, the prior period comparative figures have been restated, as outlined below. These reclassifications have no impact on net income and retained earnings of the comparative period presented.

	<i>Previously reported</i>	<i>Reclassification</i>	<i>Reclassified amount</i>
<i>Statement of income</i>			
<i>For the nine-month period ended 30 September 2022</i>			
Revenue (i)	5,627,977	10,851	5,638,828
Gross profit (i)	903,135	10,851	913,986
Other operating income (i and ii)	-	76,159	76,159
Other operating expenses (ii)	-	(4,436)	(4,436)
Income from operations (i and ii)	527,079	82,574	609,653
Other income - net (i and ii)	82,574	(82,574)	-
<i>For the three-month period ended 30 September 2022</i>			
Revenue (i)	1,595,416	(4,874)	1,590,542
Gross profit (i)	74,460	(4,874)	69,586
Other operating income (i and ii)	-	22,548	22,548
Other operating expenses (ii)	-	(118)	(118)
Income from operations (i and ii)	(46,039)	17,556	(28,483)
Other income - net (i and ii)	17,556	(17,556)	-
<i>Statement of cashflows</i>			
<i>For the nine-month period ended 30 September 2022</i>			
Provision for employee benefits (iii)	70,830	5,765	76,595
Net cash generated from operating activities (iii)	1,501,054	5,765	1,506,819
Net change in cash and cash equivalents (iii)	(250,418)	5,765	(244,653)
Cash and cash equivalents at the beginning of the year (iii)	276,418	52,933	329,351
Cash and cash equivalents at the end of the year (iii)	26,000	58,698	84,698
<i>Statement of financial position</i>			
<i>As at 31 December 2022</i>			
Other assets and receivables - current (iv)	412,106	(42,634)	369,472
Short-term investments (iv)	3,438,300	42,634	3,480,934
<i>As at 1 January 2022</i>			
Other assets and receivables - current (iv)	360,476	(9,955)	350,521
Short-term investments (iv)	3,518,450	9,955	3,528,405

YANBU NATIONAL PETROCHEMICAL COMPANY (YANSAB)

(A Saudi Joint Stock Company)

Notes to the condensed interim financial statements (continued)

For the three-month and nine-month periods ended 30 September 2023

(All amounts in Saudi Riyals thousands unless otherwise stated)

14 Comparative figures (continued)

- i) Tolling income was previously included in 'other income - net'. Considering the magnitude and materiality of tolling activities, these transactions are considered within the scope of IFRS 15 'Revenue from contracts with customers', leading to a reclassification of tolling income from 'other operating income' to 'revenue'.
- ii) As part of the IASB Primary Financial Statements project, 'other operating income and expenses' was identified as subject to different interpretations. In accordance with international practice and based on the Company's reassessment, 'other operating income' and 'other operating expenses' amounting to Saudi Riyals 76.2 million and Saudi Riyals 4.4 million respectively, for the nine-month period ended 30 September 2022, and Saudi Riyals 22.5 million and Saudi Riyals 0.1 million, respectively, for the three-month period ended 30 September 2022, have been categorised as operating activities and presented within 'income from operations' on a gross basis.
- iii) YANSAB offers savings plans to its employees based in KSA. Employee contributions to the plan are made to dedicated bank accounts managed by YANSAB. As these cash balances do not meet the definition of plan assets under IAS 19 'Employee Benefits', YANSAB has reclassified the cash balances and related employee saving obligations and presented them on a gross basis as a current asset and a current liability. The cash balance which has been reclassified as at 30 September 2022 amounts to Saudi Riyals 58.7 million (31 December 2021: Saudi Riyals 52.9 million).
- iv) Finance income receivable on short-term investments was previously included in 'other assets and receivables - current'. Considering the requirements of IFRS 9 'Financial instruments' the short-term investments balance is measured at amortised cost and, accordingly, the management has reclassified the related finance income receivable from 'other assets and receivables - current' to 'short-term investments'.