SAUDI KAYAN PETROCHEMICAL COMPANY (SAUDI KAYAN)

(A SAUDI JOINT STOCK COMPANY)

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

INDEX	PAGE
Independent auditor's report on review of interim condensed financial statements	2
Interim condensed statement of financial position	3
Interim condensed statement of profit or loss and other comprehensive income	4
Interim condensed statement of changes in equity	5
Interim condensed statement of cash flows	6 -7
Notes to the interim condensed financial statements	8-15

Report on review of interim condensed financial statements

To the shareholders of Saudi Kayan Petrochemical Company (Saudi Kayan)
(A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Saudi Kayan Petrochemical Company (Saudi Kayan) (the "Company") as of 30 September 2025 and the related interim condensed statement of profit or loss and other comprehensive income for the three-month and nine-month periods then ended and the interim condensed statements of changes in equity and cash flows for the nine-month period then ended and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed 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 financial statements based on our review.

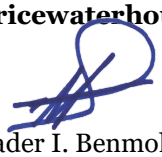
Scope of review

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 financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers



Bader I. Benmohareb
License Number 471

28 October 2025

Branch of PricewaterhouseCoopers Public Accountants
(Professional Limited Liability Company), CR No. 2051062384
(Main CR No. 1010371622), Share Capital SR 500,000,
National Address: 5374 King Salman Bin Abdulaziz Road,
Al Hizam Al Akhdar District, Postal Code 34433,
Secondary No. 6676, Al Khubar, Kingdom of Saudi Arabia
T: +966 (13) 849-6311, F: +966 (13) 849-6281

SAUDI KAYAN PETROCHEMICAL COMPANY (SAUDI KAYAN)

(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

(EXPRESSED IN SAUDI RIYALS IN THOUSANDS, UNLESS OTHERWISE STATED)

	Note	30 September 2025	31 December 2024
ASSETS		(Unaudited)	(Audited)
Non-current assets			
Property, plant and equipment	5	**18,509,205**	19,918,406
Right-of-use assets	6	**185,184**	216,081
Intangible assets		**152,180**	167,920
Other assets and receivables		**84,251**	75,224
Total non-current assets		**18,930,820**	20,377,631
Current assets			
Inventories	7	**1,364,899**	1,362,759
Trade receivables		**2,265,111**	2,317,124
Prepayments		**68,674**	102,643
Other assets and receivables		**453,546**	412,780
Cash and cash equivalents		**532,844**	296,353
Total current assets	1	**4,685,074**	4,491,659
Total assets		**23,615,894**	24,869,290
EQUITY AND LIABILITIES			
Equity			
Share capital		**15,000,000**	15,000,000
Statutory reserve	1	**-**	288,470
Other components of equity		**620,874**	620,874
Actuarial reserve		**95,602**	109,125
Accumulated losses		**(5,835,537)**	(4,515,622)
Total equity		**9,880,939**	11,502,847
Liabilities			
Non-current liabilities			
Debt	8	**7,840,431**	4,785,303
Lease liabilities		**178,647**	200,612
Employees' benefits		**827,561**	767,294
Total non-current liabilities		**8,846,639**	5,753,209
Current liabilities			
Current portion of debt	8	**1,185,303**	3,357,864
Current portion of lease liabilities		**31,733**	35,401
Current portion of employees' benefits		**128,475**	114,283
Trade payables		**2,663,532**	3,061,346
Accruals and other current liabilities		**868,644**	1,039,659
Zakat provision	4	**10,629**	4,681
Total current liabilities	1	**4,888,316**	7,613,234
Total liabilities		**13,734,955**	13,366,443
Total equity and liabilities		**23,615,894**	24,869,290

Abdullah Al-Shehri (General Manager Finance and Planning)	Sameeh Al-Sahafi (Company's President)	Majed Nouraddin (Designated Member)

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

SAUDI KAYAN PETROCHEMICAL COMPANY (SAUDI KAYAN)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
(EXPRESSED IN SAUDI RIYALS IN THOUSANDS, UNLESS OTHERWISE STATED)

	Note	For the three-month period ended		For the nine-month period ended	
		30 September 2025 (Unaudited)	30 September 2024 (Unaudited)	**30 September 2025 (Unaudited)**	30 September 2024 (Unaudited)
Revenue		**2,152,813**	2,398,633	**6,445,893**	6,480,716
Cost of revenue	1	**(2,240,894)**	(2,335,406)	**(7,035,014)**	(6,726,407)
Gross margin		**(88,081)**	63,227	**(589,121)**	(245,691)
Selling and distribution expenses		**(71,735)**	(75,970)	**(205,319)**	(190,530)
General and administrative expenses		**(118,391)**	(112,551)	**(384,347)**	(334,675)
Other operating income (loss), net	1	**115,152**	(1,202)	**61,033**	159,760
Operating loss		**(163,055)**	(126,496)	**(1,117,754)**	(611,136)
Finance income		**1,486**	3,527	**5,700**	22,534
Finance cost		**(165,819)**	(173,422)	**(487,068)**	(535,429)
Loss before zakat		**(327,388)**	(296,391)	**(1,599,122)**	(1,124,031)
Zakat (expense) reversal		**(8,861)**	233	**(9,263)**	5,923
Loss for the period		**(336,249)**	(296,158)	**(1,608,385)**	(1,118,108)
Other comprehensive income					
Items that will not be reclassified to the profit or loss:					
Re-measurement of defined benefit plans		**(19,884)**	19,548	**(13,523)**	(12,758)
Other comprehensive (loss) income for the period		**(19,884)**	19,548	**(13,523)**	(12,758)
Total comprehensive loss for the period		**(356,133)**	(276,610)	**(1,621,908)**	(1,130,866)
Loss per share					
Number of shares outstanding (in thousands)		**1,500,000**	1,500,000	**1,500,000**	1,500,000
Basic and diluted loss per share attributable to the shareholders of the Company (Saudi Riyals)		**(0.22)**	(0.20)	**(1.07)**	(0.75)

Abdullah Al-Shehri
(General Manager Finance and Planning)

Sameeh Al-Sahafi
(Company's President)

Majed Nouraddin
(Designated Member)

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

SAUDI KAYAN PETROCHEMICAL COMPANY (SAUDI KAYAN)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
(EXPRESSED IN SAUDI RIYALS IN THOUSANDS, UNLESS OTHERWISE STATED)

	Share capital	Statutory reserve	Other components of equity	Actuarial reserve	Accumulated losses	Total
As at 1 January 2024 (audited)	15,000,000	288,470	620,874	86,637	(2,711,905)	13,284,076
Loss for the period	-	-	-	-	(1,118,108)	(1,118,108)
Other comprehensive loss for the period	-	-	-	(12,758)	-	(12,758)
Total comprehensive loss for the period	-	-	-	(12,758)	(1,118,108)	(1,130,866)
As at 30 September 2024 (unaudited)	15,000,000	288,470	620,874	73,879	(3,830,013)	12,153,210
As at 1 January 2025 (audited)	15,000,000	288,470	620,874	109,125	(4,515,622)	11,502,847
Loss for the period	-	-	-	-	(1,608,385)	(1,608,385)
Other comprehensive loss for the period	-	-	-	(13,523)	-	(13,523)
Total comprehensive loss for the period	-	-	-	(13,523)	(1,608,385)	(1,621,908)
Transfer from statutory reserve (note 1)	-	(288,470)	-	-	288,470	-
As at 30 September 2025 (unaudited)	15,000,000	-	620,874	95,602	(5,835,537)	9,880,939

Abdullah Al-Shehri
(General Manager Finance and Planning)

Sameeh Al-Sahafi
(Company's President)

Majed Nouraddin
(Designated Member)

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

SAUDI KAYAN PETROCHEMICAL COMPANY (SAUDI KAYAN)
(A SAUDI JOINT STOCK COMPANY)
INTERIM CONDENSED STATEMENT OF CASH FLOWS
(EXPRESSED IN SAUDI RIYALS IN THOUSANDS, UNLESS OTHERWISE STATED)

For the nine-month period ended	Note	30 September 2025	30 September 2024
		(Unaudited)	(Unaudited)
Cash flows from operating activities			
Loss before zakat		(1,599,122)	(1,124,031)
Adjustment for:			
Depreciation of property, plant and equipment and right-of-use assets	5, 6	1,792,123	1,827,487
Amortisation of intangible assets		16,859	18,467
Employees' benefits		85,194	59,300
Income from insurance proceeds	1	(106,507)	(178,125)
Loss on disposal of property, plant and equipment		6,957	21,991
Write-off of property, plant and equipment		-	23,875
Finance cost		487,068	535,429
Finance income		(5,700)	(22,534)
		676,872	1,161,859
Changes in:			
Inventories		(2,140)	(65,965)
Trade receivables		52,013	(148,579)
Prepayments		33,969	28,201
Other current and non-current assets		(17,900)	109,992
Trade payables		(397,814)	156,021
Accruals and other current liabilities		(171,015)	318,687
Cash generated from operations		173,985	1,560,216
Insurance proceeds received for business interruption losses		74,555	93,750
Finance cost paid		(409,972)	(362,822)
Finance income received		5,759	22,648
Employees' benefits paid		(56,490)	(20,187)
Zakat paid		(3,315)	(23,880)
Net cash (used in) / generated from operating activities		(215,478)	1,269,725
Cash flows from investing activities			
Additions to property, plant and equipment	5	(362,090)	(521,428)
Additions to intangible assets		-	(1,870)
Insurance proceeds against damage assets		-	84,375
Net cash used in investing activities		(362,090)	(438,923)

For the nine-month period ended	Note	30 September 2025 (Unaudited)	30 September 2024 (Unaudited)
Cash flows from financing activities			
Net debt proceeds	8	**7,993,150**	-
Repayment of debt	8	**(7,155,448)**	(1,065,385)
Repayment of the principal portion of lease liabilities		**(23,643)**	(19,708)
Net cash generated from (used in) financing activities		**814,059**	(1,085,093)
Net increase (decrease) in cash and cash equivalents		**236,491**	(254,291)
Cash and cash equivalents at the beginning of the period		**296,353**	554,611
Cash and cash equivalents at the end of the period		**532,844**	300,320

Non-cash transactions

Transfer from statutory reserve to retained earnings	1	**288,470**	-
Transaction cost adjusted against debt proceeds	8	**106,850**	-
Additions to right-of-use assets and lease liabilities		**2,377**	3,753
Transfer from property, plant and equipment to non-current assets		**1,118**	2,640

Abdullah Al-Shehri
(General Manager Finance and Planning)

Sameeh Al-Sahafi
(Company's President)

Majed Nouraddin
(Designated Member)

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

1 Corporate information

Saudi Kayan Petrochemical Company (Saudi Kayan) ("the Company") is a Saudi Joint Stock Company registered under Commercial Registration No. 2055008450 issued in Al Jubail on 26 Jumada'l 1428 H (12 June 2007G). The registered address of the Company is P.O. Box 10302, Al Jubail Industrial City, the Kingdom of Saudi Arabia. 35% of the Company's shares are owned by Saudi Basic Industries Corporation ("SABIC") and the remaining held by the general public.

The Company is engaged in the production of polypropylene, propylene, acetone, polyethylene, ethoxylate, ethylene, ethylene glycol, bisphenol, ethanolamine, industrial fatty alcohol, polycarbonate and other petrochemical products under an industrial license No. 1428100189898 ending on 7 Rabi' al-awwal 1452H (corresponding to 8 July 2030G) issued by the Ministry of Energy, Industry and Mineral Resources.

The Company has 33.33% interest in Saudi Butanol Company (Sabuco), a Saudi Arabian Mixed Limited Liability Company. Sabuco's principal activities comprise of a Butanol plant in Jubail for the production of N-Butanol and Iso-Butanol. All of the N-Butanol and Iso-Butanol produced by Sabuco is sold to the parties to the joint arrangement (i.e. the Company and other shareholders of Sabuco). Based on these facts and circumstances, it was assessed that the Company has rights to the assets and obligations for the liabilities relating to Sabuco and has therefore been classified as a joint operation. The Company has accounted for its share of assets, liabilities, income and expenses based on its 33.33% shareholding interest.

Financial performance

The Company's financial performance continued to be particularly affected by increase in feedstock prices charged by Saudi Arabian Oil Company ("Saudi Aramco") during the three-month and nine-month periods ended 30 September 2025 that resulted in an increase of Saudi Riyals 29.2 million and Saudi Riyals 80.2 million respectively in the Company's cost of revenue for the current periods. Further, the profit margins were also affected by the lower netback prices of the Company's products.

Furthermore, during the nine-month period ended 30 September 2025, the Company recognised a severance expense of Saudi Riyals 32.6 million as part of a strategic workforce optimisation initiative. Additionally, an insurance recovery of Saudi Riyals 106.5 million was recognised in relation to the fire incident at the Bisphenol Plant that occurred in 2023. Both amounts have been recorded within 'other operating income (loss), net' in these condensed interim financial statements.

Accumulated losses

During 2025, the Company's accumulated losses exceeded 35% of its share capital, due to reasons mentioned above. Management has made a public announcement of this condition in Q2 2025 in accordance with relevant regulations. The Company's equity as at 30 September 2025 is in excess of Saudi Riyals 9.9 billion.

Liquidity position

As at 30 September 2025, the Company's current liabilities exceeded its current assets by Saudi Riyals 203.2 million (31 December 2024: Saudi Riyals 3,121.6 million) primarily due to expected scheduled debt repayments of Saudi Riyals 1.2 billion (31 December 2024: Saudi Riyals 3.4 billion) over the next twelve months which include Saudi Riyals 1.0 billion (31 December 2024: Saudi Riyals 2.1 billion) as current liability as a revolving credit facility. The master facility agreement for this revolving credit facility is valid until 16 November 2027 and accordingly management of the Company believes that the repayment date of amounts due under the revolving credit facility will continue to be rolled over beyond the twelve-month period. Also refer note 8.

1 Corporate information (continued)

Statutory reserve

According to the newly enacted Companies Law and its implementing regulations effective in KSA starting 26 Jumada' II 1444H (corresponding to 19 January 2023), the mandatory statutory reserve requirement was abolished. In pursuant to this change, during the nine-month period ended 30 September 2025, the General Assembly of the Company in its extraordinary meeting held on 25 Ramadan 1446H (corresponding to 25 March 2025) resolved to amend the Company's By-laws to exclude the requirement to maintain a statutory reserve and to transfer the existing balance to retained earnings. Accordingly, the statutory reserve balance amounting to Saudi Riyals 288.5 million was transferred to retained earnings.

These interim condensed financial statements have been approved on 4 Jumada Al-Awal 1447H (corresponding to 26 October 2025G).

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").

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 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.

2.2 New standards, interpretations and amendments adopted by the Company

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 Company where the entity is subject to lack of exchangeability, this amendment does not have any material impact on the Company's interim condensed financial statements.

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

3 Related party transactions and balances

The immediate controlling party of the Company is SABIC (a listed company registered in the Kingdom of Saudi Arabia). 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 81.484% direct shareholding. Related parties comprise the shareholders, directors, associated companies (representing entities directly or indirectly controlled by or under the significant influence of the Company's shareholders or ultimate controlling party) and key management personnel of the Company.

Following is the list of the major related parties of the Company:

Name of related party	Nature of relationship
Saudi Aramco	Ultimate parent company
SABIC	Parent company
SABIC affiliates	Associated companies
Power and Water Utility Company for Jubail and Yanbu ("Marafiq")	Associate of the parent and the ultimate parent company
Sabuco	Joint operation

The following table provides the significant transactions that have been entered into with related parties:

		For the three-month period ended		For the nine-month period ended	
Related party	Nature of Transaction	30 September 2025	30 September 2024	30 September 2025	30 September 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
SABIC	Sales	2,067,394	2,308,401	6,192,826	6,237,450
	Marketing fee	85,020	90,208	251,585	242,928
	Purchase of materials and other services	196,123	199,229	572,757	458,307
	Shared services charges	34,464	30,871	105,541	98,164
	Technology and innovation cost	41,014	48,138	125,094	129,193
	Purchase of insurance policies through the parent company	8,326	8,906	26,823	26,718
	Supply chain services	38,472	45,159	110,649	102,760
Saudi Aramco	Purchase of materials and other services	851,052	898,123	2,949,473	3,015,002
Marafiq	Purchase of utilities	17,388	21,475	47,731	53,378
SABIC affiliates	Sales	399	23	1,482	338
	Purchase of inventory, capital goods and services	21,937	19,080	56,010	61,051
Entities controlled by Saudi government	Purchases of goods and services	99,277	66,787	282,046	190,908

3 Related party transactions and balances (continued)

The following table provides the related party balances as at 30 September 2025 and 31 December 2024:

		30 September 2025	31 December 2024
		(Unaudited)	(Audited)
a.	Trade receivables (due from related parties)		
	SABIC	2,276,998	2,305,011
	SABIC affiliates	2,366	9,016
		2,279,364	2,314,027
b.	Advances and other receivables (due from related parties)		
	SABIC	192,382	163,559
	SABIC affiliates	23,683	22,880
		216,065	186,439
c.	Trade payables (due to related parties)		
	SABIC	2,017,762	2,690,090
	Saudi Aramco	340,454	331,020
	SABIC affiliates	182,420	38,883
		2,540,636	3,059,993
d.	Accruals and other current liabilities (due to related parties)		
	SABIC	418,790	356,268
	Saudi Aramco	286,917	385,224
	Marafiq	5,237	4,920
	SABIC affiliates	57,767	61,364
	Entities controlled by the Saudi government	30,742	44,020
		799,453	851,796

Terms and conditions of transactions with related parties

The sales to and purchases from related parties are made at terms agreed by the management. Outstanding balances at 30 September 2025 and 31 December 2024 are unsecured, interest free and to be settled in cash. For the three-month and nine-month periods ended 30 September 2025 and 30 September 2024, the Company has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken by examining the financial position of the related party and the market in which the related party operates.

Significant transactions with related parties are described as follows:

i) The Company has a service level agreement with SABIC (Shared Services Organization – SSO) for the provision of accounting, warehousing, human resources, information technology (ERP/SAP), transporting and arranging for delivery of materials related to the Company's spare parts, engineering, procurement and related services and other general services to the Company. The Company also has a logistics service agreement with SABIC.

ii) Advances to SABIC represent the amount paid by the Company according to shared service agreement to finance the purchase of the Company’s materials and services from SABIC and its affiliates.

3 Related party transactions and balances (continued)

Terms and conditions of transactions with related parties (continued)

iii) The Company's annual contribution to SABIC for research and technology is computed as 2% of total sales, which is charged to general and administrative expenses in the interim condensed statement of profit or loss and other comprehensive income.

iv) Majority of the Company's products are sold to SABIC ("the Marketer") under marketing and off-take agreements. Upon delivery of the product, sales are recorded at net provisional price which are subsequently adjusted to actual selling prices received by SABIC from its customers after deducting shipping, distribution and selling cost, and 4% of marketing fee to cover all other marketing expenses.

v) The Company has a gas allocation agreement, through which the Company can purchase a pre-set amount of gas from Saudi Aramco on a yearly basis.

vi) As of 30 September 2025, the Company has an outstanding balance of guarantee issued amounting to Saudi Riyals 4.1 million (31 December 2024: Saudi Riyals 4.1 million) in favor of Saudi Aramco.

Prices and terms of payments for the above transactions are approved by the Company's management.

4 Zakat

On 22 March 2024, the new Regulations for Zakat Collection ("Revised ZATCA Regulations") were approved with effect from fiscal years starting on or after 1 January 2024. The Revised ZATCA Regulations clarified certain zakat compliance requirements and zakat calculation methods particularly related to zakat base calculation. The Company has adopted the Revised ZATCA Regulations in 2024.

The Company has filed its zakat returns with ZATCA, received the zakat certificates and settled the zakat dues up to the year ended 31 December 2024. The Company cleared its zakat assessments with ZATCA for all years up to 31 December 2022.

5 Property, plant and equipment

The movement of property, plant and equipment is as follows:

	For the nine-month period ended 30 September 2025	For the year ended 31 December 2024
	(Unaudited)	(Audited)
Carrying value at the beginning of the period / year	**19,918,406**	21,595,124
Additions	**362,090**	759,414
Write-offs, net of accumulated depreciation	**(6,957)**	(21,925)
Provision for write-off related to idle assets*	**-**	(23,876)
Transfer to housing program under other non-current assets and intangible assets	**(1,118)**	(2,640)
Depreciation for the period / year	**(1,763,216)**	(2,387,691)
Carrying value at the end of the period / year	**18,509,205**	19,918,406

* During the year ended 31 December 2024, a technical assessment was conducted by the Company to review the Company's assets which resulted in a provision of Saudi Riyals 23.9 million booked related to assets without any future benefits.

5 Property, plant and equipment (continued)

Impairment assessment

As at 30 September 2025, the Company's management identified certain impairment indicators and accordingly, carried out an impairment assessment to determine the recoverable amount of the Company's single cash generated unit ("CGU"). As a result of such assessment and taking into account a range of plausible changes in key variables, no impairment loss was identified as at 30 September 2025.

In determining the recoverable amount of the CGU, management estimated the value-in-use of the CGU based on the latest available five-year business plan as approved by the Company's Board of Directors in Q4 2024 which reflect management's view of the external market conditions and certain key internal variables. The key assumptions and judgments, including pre-tax discount rate, growth rate, compounded annual sales growth rate and determination of single CGU, used in this analysis were consistent with those disclosed in the Company's financial statements for the year ended 31 December 2024.

The management believes that all constructed plants were pre-conditioned with the gas allocation agreement, and the Company does not have the option to curtail/discontinue any one of these plants without approvals from the regulator. Accordingly, the lowest level of identifiable cash inflows that are largely independent of the cash inflows from other assets or group of assets are the cash inflows generated by all plants together. Therefore, the Company as a whole is considered as a single cash generating unit for the purpose of impairment testing.

Assets under construction

The carrying value of property plant and equipment includes balances amounting to Saudi Riyals 644.4 million (31 December 2024: Saudi Riyals 484.6 million) relating to asset under construction which relates to major turnaround costs, site projects and other support facilities.

6 Right-of-use assets

The movement of right of use assets is as follows:

	For the nine-month period ended 30 September 2025	For the year ended 31 December 2024
	(Unaudited)	(Audited)
Carrying value at the beginning of the period / year	216,081	281,302
Additions	2,377	4,038
Re-measurement of lease terms	-	(30,645)
Derecognition, net of accumulated depreciation	(4,367)	(409)
Depreciation for the period / year	(28,907)	(38,205)
Carrying value at the end of the period / year	185,184	216,081

7 Inventories

As at 30 September 2025, certain inventories were written down to their net realisable value resulting in a write-down of Saudi Riyals 83.4 million (31 December 2024: Saudi Riyals 102.7 million).

8 Debt

The details of debt are as follows:

	30 September 2025	31 December 2024
	(Unaudited)	(Audited)
Long term debt		
Murabaha long term loans – bilateral	-	6,060,303
Murabaha long term loans – syndicate	8,002,431	-
Short term debt - revolving credit facility	998,118	2,077,663
Finance cost payable	25,185	5,201
Total debt	9,025,734	8,143,167
Total non-current portion	7,840,431	4,785,303
Total current portion	1,185,303	3,357,864

Murabaha long term loans

During the nine-month period ended 30 September 2025, the Company obtained long term murabaha financing from a syndicate of banks which includes Saudi National Bank (acting as the investment agent), Bank Saudi Fransi and Alinma Bank. The total facility amounted to Saudi Riyals 8.1 billion net of upfront transaction fee of Saudi Riyals 106.9 million. The unamortised upfront transaction fee related to the fully settled loan amounted to Saudi Riyals 13.0 million which was expensed in March 2025. The syndicate loan was partially utilised to retire fully the bilateral murabaha long term loans and a portion of the revolving credit facility, while the remaining amount will be utilised by the Company for its working capital requirements. Repayment of the facility is due through unequal instalments over the next ten years ending in December 2034. The financial charges associated with the new facility is SAIBOR plus an agreed margin and the repayment will start on 31 December 2025 as per the loan repayment schedule.

The facility requires the Company to maintain certain non-financial covenants and is secured by pledge over certain bank accounts. As at 30 September 2025, the Company was in compliance with such covenants.

Revolving credit facility

During 2022, the Company entered into a multi-currency Murabaha Revolving Credit Facility (RCF) agreement with a local commercial bank amounting to US dollars 800.0 million (Saudi Riyals 3.0 billion) to finance working capital requirements. During the nine-month period ended 30 September 2025, the Company has renegotiated the terms of the loan and reduced the total limit of the facility to US dollars 266.7 million (Saudi Riyals 1.0 billion). The loan bears financial charges based on SIBOR / SOFR plus an agreed margin. Each transaction shall have an extension option up to a maximum tenor of 12 months. The RCF maturity date is 16 November 2027.

The facility requires the Company to maintain certain non-financial covenants. As at 30 September 2025, the Company was in compliance with such covenants.

9 Fair value measurement

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

	Fair value – Level 3	
	30 September 2025 (Unaudited)	31 December 2024 (Audited)
Trade receivables related to contracts with provisional pricing arrangements	**2,276,998**	2,305,011

The classification methodology used in this disclosure is in line with the annual financial statements for the year ended December 31, 2024. There were no transfers between Level 1, Level 2 or Level 3 during the nine-month period ended 30 September 2025 and 2024.

The Company has a number of financial instruments which are measured at amortised cost and the fair value of all of these instruments approximate their carrying values. Management assessed that the fair value of cash and cash equivalents, other receivables, trade and other payables and accruals approximates their carrying amounts largely due to the short-term maturities of these instruments.

10 Segment information

A segment is a distinguishable component of the Company that is engaged in providing products or services (a business segment) or in providing products or services within a particular economic environment (a geographic segment), which is subject to risks and rewards that are different from those of other segments.

The Company's President and Board of Directors monitors the results of the Company's operations and have been collectively identified as the Chief Operating Decision Maker (CODM). The net results of the Company are reported to the CODM for the Company as a whole. The various expenses which are included in the measurement of the net result for the Company are disclosed in the respective notes to the financial statements.

The Company operates a fully integrated petrochemical facility. The Company analyzes the financial information of its operations as a whole. Accordingly, segmental analysis of the statement of profit or loss and other comprehensive income and statement of financial position is not carried out. The CODM consider the Company to be a single operating segment based on the nature of its operations and products as substantial portion of the Company's sales are made to one customer based in the Kingdom of Saudi Arabia and all of the Company's operations are related to one operating segment which is petrochemicals.

11 Subsequent events

No significant subsequent event occurred between 30 September 2025 and the date of authorisation of these interim condensed financial statements by the Board Audit Committee, which may have a material impact on these interim condensed financial statements.