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Interim Financial Results

Q3 2026

Sahara International Petrochemical Company (Sipchem) announces the Interim Financial Results for the Period Ended on 30 September 2026 (Nine Months)

November 2026

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01 Q3 2026 at a Glance

Third quarter and nine months ended 30 September 2026

Sales volumes rose 156% quarter-on-quarter , while ongoing supply chain challenges continued to affect sales and logistics costs.

Financial performance – Q3 2026

SAR million

Revenue		
1,435.1		
Q2 2026	860.9	66.7%
Q3 2025	1,365.5	5.1%

Gross profit (loss)		
(28.9)		
Q2 2026	(25.9)	11.6%
Q3 2025	(211.7)	(86.3%)

Operating profit (loss)		
(177.8)		
Q2 2026	(187.1)	(5.0%)
Q3 2025	(402.8)	(55.9%)

Net profit (loss) attributable to shareholders		
(401.6)		
Q2 2026	(591.9)	(32.2%)
Q3 2025	(468.7)	(14.3%)

Total comprehensive income (loss)		
(405.1)		
Q2 2026	(593.8)	(31.8%)
Q3 2025	(471.8)	(14.1%)

Earnings (loss) per share (SAR)		
(0.55)		
Q2 2026	(0.82)	(32.2%)
Q3 2025	(0.65)	(14.3%)

Operating indicators

+156%	(33%)	(4%)
Sales volume vs Q2 2026	Propane price vs Q2 2026	Ethylene price vs Q2 2026

Key messages

- Net loss attributable to shareholders of **SAR 401.6 million** in Q3 2026 (Q2 2026: SAR 591.9 million; Q3 2025: SAR 468.7 million), including a SAR 171 million impairment on a plant of an associate.
- Revenue of **SAR 1,435.1 million** (Q2 2026: SAR 860.9 million), supported by a 156% quarter-on-quarter increase in sales volumes.
- Ongoing supply chain challenges continued to affect to affect Sales and logistics costs across the Company's affiliates.
- Feedstock prices eased quarter-on-quarter (propane –33%, ethylene –4%), while average selling prices for most products softened and logistics costs remained elevated.
- Net loss attributable to shareholders of **SAR 1,208.8 million** for the nine months (9M 2025: SAR 442.6 million), including the SAR 328 million impairment of an investment in an associate recognised in Q2 2026 and the SAR 171 million impairment on a plant of an associate recognised in Q3 2026.

02 Financial Performance

Consolidated results – SAR million unless otherwise stated

Third quarter

	Q3 2026	Q2 2026	Change	Q3 2025	Change
Revenue	**1,435.1**	860.9	66.7%	1,365.5	5.1%
Gross profit (loss)	**(28.9)**	(25.9)	11.6%	(211.7)	(86.3%)
Operating profit (loss)	**(177.8)**	(187.1)	(5.0%)	(402.8)	(55.9%)
Net profit (loss) attributable to shareholders	**(401.6)**	(591.9)	(32.2%)	(468.7)	(14.3%)
Total comprehensive income (loss) attributable to shareholders	**(405.1)**	(593.8)	(31.8%)	(471.8)	(14.1%)
Total shareholders' equity (excluding non-controlling interests)	**12,417.1**	12,821.3	(3.2%)	14,415.8	(13.9%)
Earnings (loss) per share (SAR)	**(0.55)**	(0.82)	(32.2%)	(0.65)	(14.3%)

Nine months ended 30 September

	9M 2026	9M 2025	Change
Revenue	**3,523.1**	5,241.6	(32.8%)
Gross profit (loss)	**23.2**	241.0	(90.4%)
Operating profit (loss)	**(433.6)**	(371.8)	16.6%
Net profit (loss) attributable to shareholders	**(1,208.8)**	(442.6)	173.1%
Total comprehensive income (loss) attributable to shareholders	**(1,214.8)**	(458.7)	164.8%
Total shareholders' equity (excluding non-controlling interests)	**12,417.1**	14,415.8	(13.9%)
Earnings (loss) per share (SAR)	**(1.67)**	(0.61)	173.1%

Figures in parentheses denote losses or negative amounts. Change is calculated against the absolute value of the comparative period.

Explanation of changes in Profit/Loss

Q3 2026 vs Q2 2026	Sales volumes rose 156%, and feedstock prices eased (propane –33%, ethylene –4%), while average selling prices for most products declined from the elevated levels of Q2 2026. The net loss attributable to shareholders was SAR 401.6 million, compared with SAR 591.9 million in Q2 2026. The share of loss from equity-accounted investees decreased, as Q2 2026 included a SAR 328 million impairment of an investment in an associate, while Q3 2026 included a SAR 171 million impairment on a plant of an associate.
Q3 2026 vs Q3 2025	Sales volumes declined by 36%, reflecting the impact of the ongoing supply chain challenges, and feedstock prices were higher, notably ethylene by 26%; this was partly offset by higher average selling prices for most products. The net loss attributable to shareholders was SAR 401.6 million, compared with SAR 468.7 million in Q3 2025, which included a SAR 100 million impairment related to International Diol Company and a SAR 91.4 million provision for discontinued capital projects. The share of loss from equity-accounted investees increased, mainly due to lower sales volumes and a SAR 171 million impairment on a plant of an associate.
9M 2026 vs 9M 2025	Revenue was SAR 3,523.1 million, compared with SAR 5,241.6 million, mainly due to a 52% decline in sales volumes caused by supply chain disruptions, partly offset by higher average selling prices for most products. The net loss attributable to shareholders was SAR 1,208.8 million, compared with SAR 442.6 million, reflecting lower volumes, higher feedstock prices (notably butane, ethylene and propane), elevated logistics costs and a higher share of loss from equity-accounted investees. The latter reflects plant turnaround activities at one of the associates, a SAR 171 million impairment on a plant of an associate recognised in Q3 2026 and the SAR 328 million impairment of an investment in an associate recognised in Q2 2026.

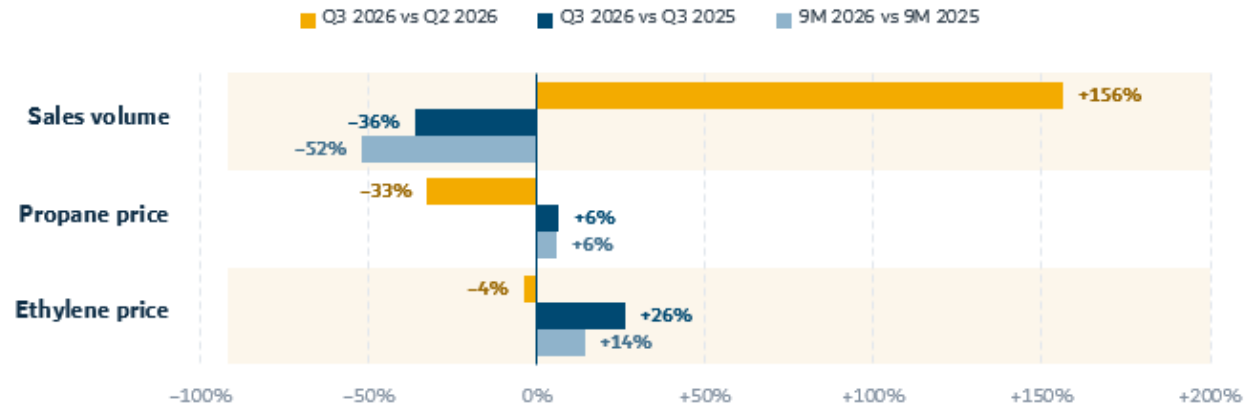
03 Performance Review and Outlook

Operating environment, priorities and outlook

Conditions during the quarter continued to be shaped by ongoing supply chain challenges in the Strait of Hormuz and Bab al-Mandab, which affected supply chains across the region. Despite these constraints, the Company was able to sell part of the inventory accumulated in the previous quarter, with sales volumes exceeding production volumes in Q3 2026.

Average feedstock prices eased compared with the previous quarter, with propane prices approximately 33% lower and ethylene prices approximately 4% lower. Average selling prices for most products also softened from the elevated levels recorded in Q2 2026, while logistics costs remained high and continued to weigh on margins.

Change in key indicators (%)



Sales volumes represent the combined volumes of Sipchem's affiliates; propane and ethylene prices are average feedstock prices.

Our focus

Throughout the period, Sipchem has remained focused on:

- **The safety of its people and assets, and safe operation.**
- **The readiness of its plants to restore its sales as conditions allow**
- **Disciplined management of costs and working capital**

Outlook

Looking ahead, the Company's performance will remain closely linked to developments in the region. Sipchem will continue to monitor the geopolitical environment and its effects on supply chains, feedstock availability and product prices, while keeping normal operating rates, sell the remaining inventory as supply chain disruptions ease, and maximise value for its shareholders.

Important Notice

This document has been prepared by Sahara International Petrochemical Company ("Sipchem" or the "Company") solely to provide summary information on the Company's interim financial results for the period ended 30 September 2026, and should be read together with the Company's interim condensed consolidated financial statements and its results announcement published on the Saudi Exchange (Tadawul) website. By accessing this document, you agree to be bound by the following limitations.

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