Sahara International Petrochemical Company
(A Saudi Joint Stock Company)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
For the three and nine-month periods ended 30 September 2026
and Independent Auditor's Review Report

SAHARA INTERNATIONAL PETROCHEMICAL COMPANY
A SAUDI JOINT STOCK COMPANY
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE THREE AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2026

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Report on review of condensed consolidated interim financial statements

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

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Sahara International Petrochemical Company (the "Company") and its subsidiaries (collectively referred to as the "Group") as at 30 September 2026 and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three-month and nine-month periods then ended and the condensed consolidated interim statements of changes in equity and cash flows for the nine-month period ended 30 September 2026 and other explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity', as endorsed in the Kingdom of Saudi Arabia. A review of interim financial 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 consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

Waleed A. Alhidiri
License Number 559

8 November 2026

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SAHARA INTERNATIONAL PETROCHEMICAL COMPANY
A SAUDI JOINT STOCK COMPANY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
EXPRESSED IN SAUDI RIYALS IN THOUSANDS UNLESS OTHERWISE STATED

	Note	As at 30 September 2026 (Unaudited)	As at 31 December 2025 (Audited)
Assets			
Non-current assets			
Property, plant and equipment	6	**10,639,010**	10,768,901
Right-of-use assets	15	**134,834**	107,156
Intangible assets		**566,776**	593,305
Goodwill	7	**630,483**	630,483
Investments in equity accounted investees	8	**2,954,494**	3,632,785
Long term investments		**62,601**	63,564
Long term prepaid employees' benefits		**449,941**	506,109
Derivative financial instruments	10	**-**	10,767
Other non-current assets		**40,717**	39,627
Total non-current assets		**15,478,856**	16,352,697
Current assets			
Inventories	16	**1,160,029**	960,123
Trade receivables	10	**1,084,922**	1,202,313
Prepayments and other current assets	11	**664,102**	415,036
Derivative financial instruments	10	**5,447**	-
Short term investments	14	**50,200**	47,500
Cash and cash equivalents		**2,714,957**	1,338,709
Total current assets		**5,679,657**	3,963,681
Total assets		**21,158,513**	20,316,378
Equity and liabilities			
Share capital		**7,333,333**	7,333,333
Share premium		**4,017,710**	4,017,710
Treasury shares		**(84,758)**	(85,311)
Other reserves		**(343,457)**	(336,371)
Retained earnings		**1,494,237**	2,703,002
Equity attributable to the equity holders of the Company		**12,417,065**	13,632,363
Non-controlling interests		**647,747**	700,412
Total equity		**13,064,812**	14,332,775
Liabilities			
Non-current liabilities			
Long term borrowings	9	**3,355,496**	1,879,558
Contractual liabilities		**28,911**	28,911
Lease liabilities	15	**156,772**	143,739
Employees' benefits		**839,692**	795,167
Deferred tax liabilities		**98,687**	100,764
Provision for decommissioning costs		**167,056**	160,974
Other non-current liabilities		**8,556**	8,556
Total non-current liabilities		**4,655,170**	3,117,669

(continued)

	Note	As at 30 September 2026 (Unaudited)	As at 31 December 2025 (Audited)
Current liabilities			
Current portion of long term borrowings	9	**489,737**	575,106
Short term borrowings	9	**845,000**	250,000
Current portion of contractual liabilities		**188,679**	137,471
Current portion of lease liabilities		**31,164**	19,187
Trade payables		**364,478**	315,122
Accrued expenses and other current liabilities		**1,036,924**	1,179,840
Provision for precious metals		**386,266**	297,624
Zakat and income tax payable	5	**96,283**	91,584
Total current liabilities		**3,438,531**	2,865,934
Total liabilities		**8,093,701**	5,983,603
Total equity and liabilities		**21,158,513**	20,316,378

The condensed consolidated interim financial statements were approved by the Board of Directors of the Company on 24 Jumada-I 1448H (corresponding to 4 November 2026) and have been signed on their behalf by:

Khalid Abdullah Al- Zamil Chairman of the Board	**Ibrahim A. Al-Rushoud** Chief Executive Officer	**Abdulaziz M. Al-Thukair** General Manager – Financial Planning & Controlling

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

SAHARA INTERNATIONAL PETROCHEMICAL COMPANY
A SAUDI JOINT STOCK COMPANY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS
EXPRESSED IN SAUDI RIYALS IN THOUSANDS UNLESS OTHERWISE STATED

	Note	Three months from 1 July to 30 September (Unaudited)		Nine months from 1 January to 30 September (Unaudited)	
		2026	2025	**2026**	2025
Revenue	1,3	**1,435,102**	1,365,514	**3,523,115**	5,241,587
Cost of revenues		**(1,464,024)**	(1,577,193)	**(3,499,921)**	(5,000,564)
Gross (loss) / profit	1	**(28,922)**	(211,679)	**23,194**	241,023
Selling and distribution expenses		**(8,742)**	(37,448)	**(46,897)**	(183,836)
General and administrative expenses		**(140,097)**	(153,667)	**(409,894)**	(428,950)
Operating loss		**(177,761)**	(402,794)	**(433,597)**	(371,763)
Share of (loss) / profit from equity accounted investees	8	**(197,102)**	(14,390)	**(683,824)**	172,826
Finance income	14	**17,669**	8,311	**48,208**	17,244
Finance costs	9	**(66,526)**	(36,620)	**(173,688)**	(98,244)
Other income, net		**11,799**	8,705	**32,196**	19,417
Loss before zakat and income tax		**(411,921)**	(436,788)	**(1,210,705)**	(260,520)
Zakat	5	**(12,816)**	(15,133)	**(46,316)**	(89,223)
Income tax		**3,653**	(3,338)	**(4,409)**	(17,917)
Loss for the period		**(421,084)**	(455,259)	**(1,261,430)**	(367,660)
Loss is attributable to:					
Equity holders of the Company		**(401,580)**	(468,697)	**(1,208,765)**	(442,556)
Non-controlling interests		**(19,504)**	13,438	**(52,665)**	74,896
Loss for the period		**(421,084)**	(455,259)	**(1,261,430)**	(367,660)
Loss per share (Saudi Riyals):					
Basic loss per share	17	**(0.55)**	(0.65)	**(1.67)**	(0.61)
Diluted loss per share	17	**(0.55)**	(0.65)	**(1.67)**	(0.61)

Khalid Abdullah Al- Zamil
Chairman of the Board

Ibrahim A. Al-Rushoud
Chief Executive Officer

Abdulaziz M. Al-Thukair
General Manager – Financial Planning & Controlling

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

SAHARA INTERNATIONAL PETROCHEMICAL COMPANY
A SAUDI JOINT STOCK COMPANY
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME
EXPRESSED IN SAUDI RIYALS IN THOUSANDS UNLESS OTHERWISE STATED

	Three months from 1 July to 30 September (Unaudited)		Nine months from 1 January to 30 September (Unaudited)	
	2026	2025	**2026**	2025
Loss for the period	**(421,084)**	(455,259)	**(1,261,430)**	(367,660)
Other comprehensive income				
Items that will be reclassified to profit or loss in subsequent periods:				
Exchange difference on translation of foreign operations	**(1,063)**	(819)	**(1,449)**	(2,792)
Changes in fair value of derivative financial instruments designated as hedges	**(1,991)**	(2,419)	**(5,320)**	(11,510)
	(3,054)	(3,238)	**(6,769)**	(14,302)
Items that will not be reclassified to profit or loss in subsequent periods:				
Changes in fair value of financial assets classified at fair value through other comprehensive income	**(483)**	161	**746**	(1,841)
Total other comprehensive loss for the period	**(3,537)**	(3,077)	**(6,023)**	(16,143)
Total comprehensive loss for the period	**(424,621)**	(458,336)	**(1,267,453)**	(383,803)
Total comprehensive (loss) / income is attributable to:				
Equity holders of the Company	**(405,117)**	(471,774)	**(1,214,788)**	(458,699)
Non-controlling interests	**(19,504)**	13,438	**(52,665)**	74,896
Total comprehensive loss for the period	**(424,621)**	(458,336)	**(1,267,453)**	(383,803)

Khalid Abdullah Al- Zamil
Chairman of the Board

Ibrahim A. Al-Rushoud
Chief Executive Officer

Abdulaziz M. Al-Thukair
General Manager – Financial Planning & Controlling

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

	Attributable to the equity holders of Company							
	Share capital	Share premium	Treasury shares	Other reserves	Retained earnings	Total	Non-controlling interests	Total
As at 1 January 2026 (Audited)	7,333,333	4,017,710	(85,311)	(336,371)	2,703,002	13,632,363	700,412	14,332,775
Loss for the period (Unaudited)	-	-	-	-	(1,208,765)	(1,208,765)	(52,665)	(1,261,430)
Other comprehensive loss for the period (Unaudited)	-	-	-	(6,023)	-	(6,023)	-	(6,023)
Total comprehensive loss for the period (Unaudited)	-	-	-	(6,023)	(1,208,765)	(1,214,788)	(52,665)	(1,267,453)
Net change in treasury shares (Unaudited)	-	-	553	-	-	553	-	553
Net change in other reserves (Unaudited)	-	-	-	(1,063)	-	(1,063)	-	(1,063)
As at 30 September 2026 (Unaudited)	7,333,333	4,017,710	(84,758)	(343,457)	1,494,237	12,417,065	647,747	13,064,812

	Attributable to the equity holders of Company							
	Share capital	Share premium	Treasury shares	Other reserves	Retained earnings	Total	Non-controlling interests	Total
As at 1 January 2025 (Audited)	7,333,333	4,019,662	(84,249)	(318,127)	4,288,583	15,239,202	731,099	15,970,301
Loss for the period (Unaudited)	-	-	-	-	(442,556)	(442,556)	74,896	(367,660)
Other comprehensive loss for the period (Unaudited)	-	-	-	(16,143)	-	(16,143)	-	(16,143)
Total comprehensive (loss) for the period (Unaudited)	-	-	-	(16,143)	(442,556)	(458,699)	74,896	(383,803)
Net change in treasury shares (Unaudited)	-	(1,952)	(1,388)	-	-	(3,340)	-	(3,340)
Net change in other reserves (Unaudited)	-	-	-	1,224	-	1,224	-	1,224
Dividends (Unaudited) (Note 18)	-	-	-	-	(362,561)	(362,561)	(69,750)	(432,311)
As at 30 September 2025 (Unaudited)	7,333,333	4,017,710	(85,637)	(333,046)	3,483,466	14,415,826	736,245	15,152,071

Khalid Abdullah Al- Zamil
Chairman of the Board

Ibrahim A. Al-Rushoud
Chief Executive Officer

Abdulaziz M. Al-Thukair
General Manager – Financial Planning & Controlling

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

	Note	Nine months from 1 January to 30 September 2026 (Unaudited)	Nine months from 1 January to 30 September 2025 (Unaudited)
Cash flow from operating activities			
Loss before zakat and income tax		**(1,210,705)**	(260,520)
Non-cash adjustments to reconcile profit before zakat and income tax to net cash flows:			
Depreciation of property, plant and equipment and right of use assets		**602,084**	611,069
Provision for write-off of property, plant and equipment	6	**-**	91,387
Impairment of non-financial assets	6	**-**	300,000
Amortization of intangible assets and long term prepaid employees' benefits		**90,571**	85,092
Amortization of contractual liabilities		**(8,096)**	(16,282)
Share of loss / (profit) from equity accounted investees	8	**683,824**	(172,826)
Provision for employees' benefits		**68,157**	59,669
Provision for precious metals		**88,642**	77,795
(Gain) / loss on disposal of property, plant and equipment and right to use assets		**(1,620)**	294
Net foreign exchange difference		**(826)**	(2,905)
Fair value loss on investments		**1,709**	7,266
Finance income		**(48,208)**	(17,244)
Finance costs		**173,688**	98,244
		439,220	861,039
Changes in:			
Trade receivables		**117,391**	182,950
Inventories		**(199,906)**	138,843
Prepayments and other current assets		**(250,156)**	43,140
Trade payables, accrued expenses and other current liabilities		**(47,295)**	(135,877)
Long term prepaid employees' benefits		**35,000**	46,151
Cash flows from operations		**94,254**	1,136,246
Employees' benefits paid		**(48,033)**	(15,233)
Zakat and income tax paid		**(51,377)**	(100,489)
Net cash (used in) / generated from operating activities		**(5,156)**	1,020,524
Cash flow from investing activities			
Payments for purchase of property, plant and equipment and intangible asset	6	**(480,015)**	(456,465)
Proceeds from redemption of long term investments		**-**	26,328
Placements in short term investments		**(53,200)**	(70,000)
Proceeds from redemption of short term investments		**50,500**	130,000
Finance income received		**43,469**	14,322
Dividend received from an associate		**-**	65,100
Investment in an associate		**-**	(120,000)
Loan to an associate / joint venture		**(18,487)**	(73,324)
Net cash used in investing activities		**(457,733)**	(484,039)

(continued)

	Note	Nine months from 1 January to 30 September 2026 (Unaudited)	Nine months from 1 January to 30 September 2025 (Unaudited)
Cash flow from financing activities			
Repayment of long term borrowings	9	**(182,223)**	(686,512)
Proceeds from long term borrowings		**1,575,000**	858,585
Proceeds from short term borrowings	9	**845,000**	258,438
Repayment of short term borrowings		**(250,000)**	(163,000)
Purchase of treasury shares		**-**	(3,340)
Dividends paid by subsidiaries to non-controlling interests		**-**	(69,750)
Dividend paid to shareholders		**-**	(362,561)
Finance costs paid		**(135,304)**	(82,539)
Payment of lease liabilities		**(12,713)**	(9,050)
Net cash generated from / (used in) financing activities		**1,839,760**	(259,729)
Net increase in cash and cash equivalents		**1,376,871**	276,756
Cash and cash equivalents at 1 January		**1,338,709**	957,994
Effect of exchange rate fluctuations		**(623)**	113
Cash and cash equivalents at 30 September		**2,714,957**	1,234,863

Khalid Abdullah Al- Zamil
Chairman of the Board

Ibrahim A. Al-Rushoud
Chief Executive Officer

Abdulaziz M. Al-Thukair
General Manager – Financial Planning & Controlling

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

1. CORPORATE INFORMATION

Sahara International Petrochemical Company ("Sipchem" or "the Company"), is a Saudi Joint Stock Company registered in the Kingdom of Saudi Arabia ("KSA") under commercial registration number 2051023922 dated 30 Shawwal 1420H, corresponding to 6 February 2000. The Company's registered head office is in Al-Khobar, with a branch in the city of Riyadh having commercial registration number 1010156910 dated 14 Ramadan 1420H, corresponding to 22 December 1999, and another branch in Jubail Industrial City having commercial registration number 2055007570 dated 4 Jumada Al-Awal, 1427H, corresponding to 1 June 2006.

The Company's principal place of business is in Al Jubail, Kingdom of Saudi Arabia.

The Company and its subsidiaries hereinafter collectively referred to as the ("Group") is engaged in the production of petrochemical products, industrial gases, manufacturing of metal equipment and spare parts, provision of industrial utilities to the Group companies and marketing services for the products manufactured by the Group companies.

The accompanying condensed consolidated interim financial information includes the activities of the Company and its following subsidiaries:

Subsidiaries	Country of incorporation and principal place of business	Effective ownership percentage at	
		30 September 2026	31 December 2025
Sahara Petrochemicals Company ("Sahara")	Saudi Arabia	**100%**	100%
International Methanol Company ("IMC")	Saudi Arabia	**65%**	65%
International Diol Company ("IDC")	Saudi Arabia	**100%**	100%
International Acetyl Company ("IAC")	Saudi Arabia	**100%**	100%
International Vinyl Acetate Company ("IVC")	Saudi Arabia	**100%**	100%
International Gases Company (" IGC")	Saudi Arabia	**100%**	100%
Sipchem Marketing Company ("SMC")	Saudi Arabia	**100%**	100%
Sipchem Europe Cooperative U.A	Netherlands	**100%**	100%
Sipchem Europe B.V.	Netherlands	**100%**	100%
Sipchem Europe SA	Switzerland	**100%**	100%
Sipchem Asia PTE Ltd.	Singapore	**100%**	100%
International Utility Company ("IUC")	Saudi Arabia	**93%**	93%
International Polymers Company ("IPC")	Saudi Arabia	**75%**	75%
Sipchem Chemical Company ("SCC")	Saudi Arabia	**100%**	100%
Saudi Specialized Products Company ("SSPC")	Saudi Arabia	**100%**	100%
Saudi Advanced Technologies Company ("SAT")	Saudi Arabia	**100%**	100%
Sipchem InnoVent SA	Switzerland	**100%**	100%

1.1. Joint operation

The Company, through its subsidiary Sahara, holds 75% equity interest in Al-Waha Petrochemicals Company ("Al-Waha"), a joint operation which is primarily involved in manufacturing of Polypropylene. Al-Waha commenced its commercial operations in 2011.

1.2. Equity accounted investees

The Group also holds equity interests in following joint ventures and associates, incorporated and operating in the Kingdom of Saudi Arabia, which are primarily involved in manufacturing of petrochemical and other industrial products:

	Effective ownership percentage at	
	30 September 2026	31 December 2025
Joint ventures		
Sahara and Ma'aden Petrochemicals Company ("SAMAPCO")	**50%**	50%
Gulf Advanced Cable Insulation Company ("GACI")	**50%**	50%
Linde Sipchem Industrial Gases Company ("LSIG")	**50%**	50%
Portsmouth Arabia Limited ("PAL")	**60%**	60%
Associates		
Tasnee and Sahara Olefins Company ("TSOC")	**32.55%**	32.55%
Saudi Acrylic Acid Company ("SAAC")	**43.16%**	43.16%
Khair Inorganic Chemicals Industries Company ("Inochem")	**30%**	30%

Middle East conflict

During the nine-month period ended 30 September 2026, geopolitical tensions in the Middle East commenced and escalated, resulting in increased uncertainty and volatility in regional economic and business conditions. These developments have partially impacted the Group's operating environment, particularly through disruptions to transportation routes to customers, periods of plant underutilization, increased logistics and freight costs, fluctuations in feedstock availability, and changes in certain finished product prices in response to evolving global market dynamics.

Management has addressed the impact of these developments through regular risk assessments, using alternate trade routes, implementing cost optimization measures, managing plant load and product mix, applying cash management strategies, and optimizing storage capacity.

Management continues to monitor the evolving situation and assess its potential impact on the Group's operations, financial performance and key accounting estimates, including impairment of non-financial assets, recoverability of trade receivables and inventory valuation. Any realized impact has already been considered in the accompanying condensed consolidated interim financial statements. Also see Note 6, Note 7, Note 8 and Note 16.

2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

2.1. Statement of compliance

These condensed consolidated interim financial statements ("Interim Financial Statements") have been prepared in accordance with IAS 34 "Interim Financial Reporting", as endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by Saudi Organization for Chartered and Professional Accountants ("SOCPA"). The Interim Financial Statements do not include all information required for a complete set of International Financial Reporting Standards ("IFRS") financial statements and should be read in conjunction with the Group's last annual consolidated financial statements as at and for the year ended 31 December 2025 ("Last Annual Consolidated Financial Statements"). However, changes in accounting policies (if any) and selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's 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 period may not be a fair indication of the results of the full year operations.

2.2. Basis of preparation

These Interim Financial Statements have been prepared on a historical cost basis, using accrual basis of accounting, except for the following material items in the condensed consolidated interim statement of financial position:

- Equity securities and certain financial assets (including derivative assets) measured at fair value;
- The defined benefit obligation for employees' end of service liability;
- Certain trade receivables;
- Right-of-use assets and lease liabilities;
- Deferred tax assets and liabilities;
- Provision for decommissioning costs; and
- Provision for precious metals.

2.3. Use of judgements and estimates

In preparing these Interim Financial Statements, management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. There are no significant changes in judgements and estimates used by management in the preparation of the Interim Financial Statements from those that were applied and disclosed in the Last Annual Consolidated Financial Statements, except as disclosed in Notes 7 and 8.

2.4. Material accounting policies

The material accounting policies applied in these condensed consolidated Interim Financial Statements are the same as those applied in the Last Annual Consolidated Financial Statements.

2.5. SUMMARY OF CHANGES IN SIGNIFICANT ACCOUNTING POLICIES DUE TO NEW STANDARDS

***(a)* New and revised standards with no material effect on the Interim Financial Statements**

The following revised IFRSs have been adopted during the nine month period ended 30 September 2026. The application of these revised IFRSs did not have any material impact on the amounts reported for current and prior periods.

- Amendments to Classification and Measurement of Financial Instruments - Amendments to IFRS 9 'Financial instruments' ("IFRS 9") and IFRS 7 'Financial Instruments: Disclosures' ("IFRS 7").
- Amendments to IFRS 9 and IFRS 7 – 'Contracts referencing Nature-dependent Electricity'; and
- Annual improvements to International Financial Reporting Standards - Volume 11.

(b) New and revised standards issued but not yet effective

New and revised standards that are issued, but not yet effective, up to the date of issuance of the Group's condensed consolidated interim financial statements are disclosed below. The Group intends to adopt these amendments to existing standards, if applicable, when they become effective.

- Subsidiaries without Public Accountability: Disclosures (IFRS 19), effective for annual periods beginning on or after 1 January 2027;
- Presentation and Disclosure in Financial Statements (IFRS 18), effective for annual periods beginning on or after 1 January 2027.
- Amendment to IAS 21 - Translation to a Hyperinflationary Presentation Currency, effective for annual periods beginning on or after 1 January 2027;
- Amendment to IFRS 19 - Subsidiaries without Public Accountability: Disclosures, effective for annual periods beginning on or after 1 January 2027;
- IFRS 20, 'Regulatory Assets and Regulatory Liabilities' effective for annual periods beginning on or after 1 January 2029 ; and
- Amendment to IAS 28, 'Investments in Associates and Joint Ventures' related to fair value option for investments in associates and joint ventures' effective for the annual periods beginning on or after 1 January 2027.

2.6. IFRS 18 – Presentation and Disclosure in Financial Statements

IFRS 18 'Presentation and Disclosure in Financial Statements', as endorsed in Kingdom of Saudi Arabia (IFRS 18) will replace IAS 1 'Presentation of Financial Statements'' as endorsed in the Kingdom of Saudi Arabia, for annual reporting periods beginning on or after 1 January 2027.

The Group has undertaken a preliminary assessment to evaluate the potential impact of IFRS 18 on the presentation and disclosure of information in the consolidated financial statements. Based on this preliminary assessment, the principal impacts of IFRS 18 are anticipated to relate to the classification and presentation of income and expense items within the statement of profit or loss, the aggregation and disaggregation of financial information to enhance transparency; and expanded disclosure requirements in accordance with the new standard's provisions. The adoption of IFRS 18 is not expected to result in a material impact on the Group's net profit or total equity as reported in the consolidated financial statements.

Based on assessment performed to date, following items provide further details regarding the anticipated impacts of IFRS 18:

Particulars	Potential impact
Presentation of consolidated statement of profit or loss	IFRS 18 requires entities to classify income and expenses into specified categories within the statement of profit or loss and other comprehensive income, namely operating, investing, financing, zakat expenses and discontinued operations. Classification of income and expenses depends on the main business activities of an entity The Group determined that it does not have any specified main business activities pertaining to investing in assets and/or providing finance to customers. IFRS 18 also introduces mandatory subtotals including 'Operating Profit' and 'Profit Before Financing and Zakat and Income Taxes'. Neither total profit for the period nor total equity is expected to change as a result of adopting IFRS 18. However, operating profit or loss currently presented in consolidated statement of profit or loss differs from the operating profit or loss that will be presented after adoption of IFRS 18. The Group has determined that upon adoption of IFRS 18, following reclassifications within the statement of profit or loss will be made to align with the new presentation requirements: • A new subtotal, Income before financing and zakat and income taxes' will be presented; • Bank charges and other charges not related to raising finance or changes in interest rates will be re-classified and presented under operating category; • 'Dividend income from investments in equity instruments' will be re-classified and presented under investing category; • Foreign exchange differences shall be classified in the same category as the income and expenses from the items that gave rise to the foreign exchange differences; • Fair value gain / loss on financial instruments held at fair value through profit or loss will be classified as part of investing category; • Finance costs on 'lease liabilities', interest expense on "Employees' benefits", interest expenses on debt instruments, accretion of interest on provision for decommissioning costs will be presented under financing activities; and • 'Share of results from equity accounted investees and 'Finance income' on 'short term investments' and 'cash and cash equivalents' will be presented under investing category.

Aggregation and disaggregation principles	IFRS 18 provides enhanced guidance on the principles of aggregation and disaggregation which focus on grouping items based on their shared characteristics, including specific presentation or disclosure matters identified through management's implementation assessment. These principles are applied across the consolidated financial statements, and they are used in defining which line items are presented in the primary financial statements and what information is disclosed in the notes. The management is considering the characteristics of the assets, liabilities, equity items, income, expenses and cash flows when determining which information should be aggregated and what information should be disaggregated. Based on which the management will present line items in the primary financial statements that provide useful structured summaries and disclose additional material information in the notes. The Group is also expected to disaggregate the line items currently labelled as "Other" and will use more informative labels.
Consolidated statement of cash flows	IFRS 18 introduces amendments to IAS 7 that require that under indirect method, operating profit or loss shall be adjusted to determine the net cash flow from operating activities, instead of profit before zakat and tax currently used to determine net cash flow from operating activities.
Notes to the consolidated financial statements	Disclosure related to depreciation, amortization, employee benefits, impairment losses and reversals, if any, and write-downs and reversals of write-downs of inventories to be added along with the nature of category it relates to within operating activities.
Management-defined performance measures (MPMs)	MPMs are defined as a subtotal of income and expenses used in public communications to communicate to management's view of an aspect of the Group's financial performance. Such measures will be required to be disclosed within a single note to the financial statements together with explanations of their purpose and reconciliations to the most directly comparable IFRS-defined totals or subtotals. Based on preliminary assessment performed to date, the Group has not identified any MPMs that are not already presented in the consolidated statement of profit or loss. However, management's assessment will continue as public communications relating to the reporting period in which IFRS 18 is first applied become available. Any measures subsequently identified as MPMs will be subject to the disclosure and reconciliation requirements of IFRS 18.

3. REVENUE

	Nine months from 1 January to 30 September 2026 (Unaudited)	Nine months from 1 January to 30 September 2025 (Unaudited)
Sale of petrochemical products	**3,491,768**	5,121,275
Sales of specific products	**31,347**	120,312
Total revenue	**3,523,115**	5,241,587

Sale of petrochemical products includes revenue from shipping services recognized over time amounting to Saudi Riyals 201.4 million (nine-months period ended 30 September 2025: Saudi Riyals 169.2 million).

Timing of revenue recognition:

	Nine months from 1 January to 30 September 2026 (Unaudited)	Nine months from 1 January to 30 September 2025 (Unaudited)
At a point in time	**3,321,743**	5,010,319
Over time	**201,372**	231,268
	3,523,115	5,241,587

Contract balances

The following table provides information about receivables from contracts with customers:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Contract assets included in trade receivables	**150,507**	287,887
Contractual liabilities	**60,853**	9,645

The contract assets primarily relate to the Group's rights to consideration for work completed but not billed at the reporting date. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer.

4. SEGMENT INFORMATION

The Group has the following operating segments:

- **Basic chemicals,** which includes methanol, butane products and carbon monoxide.
- **Intermediate chemicals,** which includes acetic acid, vinyl acetate monomer, ethyl acetate, butyl acetate, and utilities.
- **Polymers,** which includes Low-density polyethylene, polyvinyl acetate, polyvinyl alcohol, PBT, polypropylene, EVA and electrical connecting wire products.
- **Marketing,** which includes trading revenues of SMC and its foreign subsidiaries.
- **Corporate and others,** which includes Sipchem, and tool manufacturing plant. This segment also includes Sahara's enabling functions and support activities.

No operating segments have been aggregated to form the above reportable operating segments.

For the nine-month period ended 30 September 2026 (unaudited)	Basic Chemicals	Intermediate Chemicals	Polymers	Marketing	Corporate and others	Inter segment transaction elimination	Total
Revenue							
External customers - KSA	38,755	-	-	403,469	81,446	-	523,670
External customers - foreign countries	193,950	33,753	545,998	2,225,744	-	-	2,999,445
Inter-segment	594,160	588,827	855,511	-	308,084	(2,346,582)	-
Total revenue	826,865	622,580	1,401,509	2,629,213	389,530	(2,346,582)	3,523,115
Gross profit (loss)	79,065	(268,683)	(21,202)	101,760	75,892	56,362	23,194
Operating costs	(115,076)	(93,902)	(110,618)	(60,080)	(60,446)	(16,669)	(456,791)
Operating profit (loss)	(36,011)	(362,585)	(131,820)	41,680	15,446	39,693	(433,597)
Share of loss from equity accounted investees	-	(4,156)	-	-	(2,111,276)	1,431,608	(683,824)
Profit (loss) before zakat and tax	(70,462)	(399,692)	(189,909)	45,953	(2,011,926)	1,415,331	(1,210,705)
Capital expenditure	206,392	38,857	226,081	4,720	33,723	-	509,773
Depreciation and amortization	186,046	211,631	234,905	6,077	24,445	-	663,104
Finance costs	40,786	47,589	61,197	1,809	110,332	(88,025)	173,688
Finance income	3,765	3,597	2,770	-	38,076	-	48,208

As at 30 September 2026 (unaudited)	Basic Chemicals	Intermediate Chemicals	Polymers	Marketing	Corporate and others	Inter segment transaction elimination	Total
Total assets	3,400,252	3,697,397	6,161,330	1,332,790	21,198,429	(14,631,685)	21,158,513
Total liabilities	1,711,437	2,239,115	2,472,638	805,656	5,839,268	(4,974,413)	8,093,701

For the nine-month period ended 30 September 2025 (unaudited)	Basic chemicals	Intermediate chemicals	Polymers	Marketing	Corporate and others	Inter segment transaction elimination	Total
Revenue							
External customers - KSA	42,278	-	-	311,375	171,946	-	525,599
External customers - foreign countries	380,159	147,013	954,772	3,234,044	-	-	4,715,988
Inter-segment	1,173,216	1,363,442	862,864	-	195,213	(3,594,735)	-
Total revenue	1,595,653	1,510,455	1,817,636	3,545,419	367,159	(3,594,735)	5,241,587
Gross profit (loss)	348,187	(559,127)	86,173	130,236	62,776	172,778	241,023
Operating costs	(114,056)	(113,264)	(9,023)	(81,557)	(171,426)	(123,460)	(612,786)
Operating profit (loss)	234,131	(672,391)	77,150	48,679	(108,650)	49,318	(371,763)
Share of profit (loss) from equity accounted	-	(6,439)	-	-	(590,508)	769,773	172,826
Profit (loss) before zakat and tax	197,091	(710,805)	25,493	53,387	(460,905)	635,219	(260,520)
Capital expenditure	175,508	60,516	183,901	1,845	34,695	-	456,465
Depreciation and amortization	179,543	220,249	240,841	5,705	24,275	(2,827)	667,786
Finance costs	38,461	49,569	52,762	2,657	48,382	(93,587)	98,244
Finance income	3,975	1,300	1,796	-	10,173	-	17,244

As at 31 December 2025 (Audited)	Basic chemicals	Intermediate chemicals	Polymers	Marketing	Corporate and others	Inter segment transaction elimination	Total
Total assets	3,539,957	3,992,373	5,622,250	1,312,843	23,899,620	(18,050,665)	20,316,378
Total liabilities	1,637,499	2,128,874	1,740,931	823,849	4,283,154	(4,630,704)	5,983,603

Segment performance is evaluated based on profit or loss before zakat and tax and is measured consistently with profit or loss before zakat and tax in these Interim Financial Statements.

Capital expenditure and depreciation and amortization relates to property, plant and equipment and intangible assets.

5. ZAKAT AND INCOME TAX

The Group is subject to zakat and income tax in accordance with the Zakat, Tax and Customs Authority ("ZATCA") regulations. Zakat and income tax computation involves relevant knowledge and judgment of the zakat and tax rules and regulations to assess the impact of zakat liability at each reporting date. This liability is considered an estimate until the final assessment by ZATCA has been completed, until which the Group retains exposure to additional zakat and tax liability.

Status of zakat and income tax assessments

Sipchem has submitted zakat returns up to 31 December 2025 within the statutory deadline and has obtained the corresponding zakat certificates.

Sipchem has finalized its zakat status with the Zakat, Tax, and Customs Authority (ZATCA) for all years up to 2020 and for the years 2022 and 2023. All zakat assessments for these years have been completed, executed, and settled, with no further liabilities remaining outstanding. The assessment for the year 2022 was issued with no additional zakat liability.

During the period, ZATCA issued the final zakat assessment for the year 2021, resulting in an additional zakat liability of SAR 2.2 million which was subsequently settled by the Company. Zakat returns for the years 2024 and 2025 are currently under review by ZATCA.

As at 30 September 2026, the Group management believes that sufficient provisions are recorded against all open and potential assessments.

Certain Saudi subsidiaries file their zakat returns individually and currently have no additional zakat liabilities outstanding as of the reporting date (31 December 2025: no additional zakat liabilities outstanding).

6. PROPERTY, PLANT AND EQUIPMENT

a. Acquisitions

During the nine-month period ended 30 September 2026, the Group acquired assets with a cost of Saudi Riyals 466.1 million (nine-month period ended 30 September 2025: Saudi Riyals 483.4 million).

b. Capital work in progress

- The Group's capital work-in-progress as at 30 September 2026 amounts to Saudi Riyals 1,702.2 million (as at 31 December 2025: Saudi Riyals 1,309.9 million) comprises mainly advances for purchases of items of property, plant and equipment and other costs incurred related to several projects for construction, expansion, and enhancements of operating plants.
- During the three-month period ended 30 September 2025, the Group management as a part of their regular review, resolved to discontinue certain projects. Accordingly, a provision amounting to Saudi Riyals 91.4 million has been recognized against these assets.

c. Impairment of non-current assets

As at 30 September 2026, the Group management identified impairment indicators for Acetyls, and Al Waha cash generating units ("CGUs") resulting from adverse performance as compared to their respective approved budgets. Accordingly, the Group management performed a detailed impairment assessment of the non-current assets of such CGUs, with recoverable amount being determined based on value-in-use calculations using the approved forecasts and business plans.

As a result of such impairment assessment, as at 30 September 2026, the recoverable amount of non-current assets of such CGUs were assessed to be higher than their carrying amounts.

The key assumptions used in the value-in-use calculations were as follows:

- Terminal growth rate used to extrapolate cash flow projections, beyond the period covered by the most recent budgets/forecasts, was 2.5% (31 December 2025: 2.5%). Management believes that the terminal growth rate used does not exceed the average growth rate of the activities of such CGUs over the long term.
- A discount rate of 8.25% (31 December 2025: 8.25%) was applied to the cash flow projections, which is based on the weighted average cost of capital.

The management also carried out a sensitivity analysis and concluded that there are no estimates or assumptions used in such impairment assessments, a reasonable possible change in which can result in an impairment loss except as disclosed in Note 7.

During the nine-month period ended 30 September 2025, the Group recognised impairment losses of Saudi Riyals 300.0 million on non-current assets, included within 'cost of revenues'. This comprised Saudi Riyals 200.0 million relating to SCC, whose non-current assets were fully impaired up to their residual values following management's decision, after alignment with relevant regulators, to temporarily cease its operations. It also included Saudi Riyals 100.0 million relating to IDC, recognised during the three-month period ended 30 September 2025, where adverse performance against the approved budget indicated impairment and the value-in-use of the cash generating unit's non-current assets, based on approved business plans, was lower than its carrying amount.

7. GOODWILL

The Group management tested Goodwill related to Al Waha CGU for impairment, using discounted cash flow model. As a result of the impairment testing, no impairment loss was identified. The Group uses a discounted cash flow model as the basis to determine the recoverable amounts based on value-in-use. Also see Note 6 for details of key inputs related to the value-in-use model.

The Group management also performed sensitivity analysis around the key assumptions used in the value-in-use calculations and believes that the recoverable amounts of Al Waha CGU equals their carrying amounts with the changes in the following most sensitive assumptions:

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Increase in discount rate to	**9.2%**	9.3%
Decrease in projected selling prices by	**7.0%**	6.0%

8. INVESTMENTS IN EQUITY ACCOUNTED INVESTEES

	Note	**30 September 2026 (Unaudited)**	31 December 2025 (Audited)
Investment in associates	8.1	**2,940,814**	3,617,336
Investment in joint ventures	8.2	**13,680**	15,449
		2,954,494	3,632,785

8.1. Investment in associates

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
TSOC (Note 8.1.1)	**2,940,814**	3,284,864
Inochem (Note 8.1.2)	**-**	332,472
	2,940,814	3,617,336

8.1.1 The Group has equity accounted for its share of the results of its associate for the six-month period ended 30 June 2026 based on the information available, at the date of authorization of the Group's condensed consolidated interim financial statements for that period reflecting the associate's impairment assessment of its non-current assets, incorporating the impact of the ongoing geopolitical conditions in the Middle East. The impairment assessment supported the associate's best estimate of the recoverable amount of its non-current asset at that date and concluded that no impairment loss was required to be recognised.

Subsequent to the authorization of Group's condensed consolidated interim financial statements dated 21 July 2026, new information became available regarding the economic impact of the ongoing geopolitical conditions in the Middle East, indicating that the impact was likely to be more severe than previously forecasted. Based on this new information which resulted in revised outlook for market conditions and expected future cash flows, the associate recognised an impairment loss on its non-current assets, when it re-prepared its six-month financial information for other reporting purpose, of which Group's share was Saudi Riyals 76.4 million. The Group's management assessed that the impairment loss subsequently recognised by the associate resulted from revised forecast information that was neither available nor reasonably obtainable, at the date of authorization of the Group's condensed consolidated interim financial statements and, accordingly, represented a change in accounting estimate, which has been accounted for prospectively.

Further, as at 30 September 2026, the associate identified the continued adverse performance of its non-current assets against plan as an impairment indicator and, based on its impairment assessment performed at that date, recognised an additional impairment loss on its non-current assets. The Group's cumulative share of the associate's impairment losses, amounting to Saudi Riyals 170.5 million, has been recognised within share of loss from equity accounted investees in the accompanying interim condensed consolidated statement of profit or loss for the three-month period ended 30 September 2026.

8.1.2. During the nine-month period ended 30 September 2026, Group management identified impairment indicators relating to the Group's investment in Inochem, including delays in plant completion, technical defects identified during the period, and underperformance relative to expectations. Accordingly, Group management performed an impairment assessment and determined the carrying amount of investment in Inochem to be irrecoverable and recognised an impairment loss of Saudi Riyals 328.2 million as part of the Group's share of losses from equity accounted investees.

8.2. Investment in joint ventures

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
SAMAPCO (Note 8.2.1)	**-**	-
GACI	**13,243**	14,969
LSIG (Note 8.2.1)	**-**	-
PAL	**437**	480
	13,680	15,449

8.2.1. The Group management has no legal or constructive obligations to provide additional support to SAMAPCO and LSIG. Accordingly, the Group management has not recognized its share of additional losses relating to its investment in SAMAPCO and LSIG amounting to Saudi Riyals 145 million for the nine-month period ended 30 September 2026 (Saudi Riyals 49.6 million for the nine-month period ended 30 September 2025) and cumulatively amounting to Saudi Riyals 241.2 million (cumulatively Saudi Riyals 49.6 million at ended 30 September 2025), as the carrying amount of these investments had been restricted to nil.

9. BORROWINGS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Current portion of long-term borrowings		
Sharia compliant loans	**468,891**	551,669
Saudi Industrial Development Fund ("SIDF")	**20,846**	23,437
	489,737	575,106
Other current loans		
Short term borrowings	**845,000**	250,000
Total current borrowings	**1,334,737**	825,106
Non-current borrowings		
Shari'a compliant loans	**3,355,496**	1,879,558
Total non-current borrowings	**3,355,496**	1,879,558
Total borrowings	**4,690,233**	2,704,664

The borrowings bear financial charges at Saudi Arabian Inter Bank Offered Rate ("SAIBOR") plus a specified fixed margin. During the nine-month period ended 30 September 2026, the Group repaid an amount of Saudi Riyals 182.2 million (nine-month period ended 30 September 2025: Saudi Riyals 686.5 million) related to Sharia compliant loans. During the nine-month period ended 30 September 2026, the Group obtained additional Sharia compliant loans amounting to Saudi Riyals 1,575.0 million (nine-month period ended 30 September 2025: Saudi Riyals 858.6 million).

Short term borrowings relate to financing obtained by a joint operation and by a subsidiary to finance its working capital requirements. These borrowings bear financial charges at a specified fixed margin.

The borrowing agreements include covenants to maintain certain financial ratios. As at 30 September 2026, the Group was in compliance with such covenants except SAT where SAT was non-compliant with the two loan covenants since 31 December 2025 and accordingly, the non-current portion of such borrowings has been reclassified as current liability.

Finance costs for the three-month and nine-month periods ended 30 September 2026 increased by Saudi Riyals 29.9 million and Saudi Riyals 75.4 million, respectively, compared to the same periods last year, mainly due to the higher outstanding balance of borrowings, which increased by Saudi Riyals 1,985.6 million from 31 December 2025.

10. FINANCIAL INSTRUMENTS

The Group's principal financial assets include cash and cash equivalents, trade receivable, long term investments and certain other receivables that arise directly from its operations. The Group's principal financial liabilities comprise short and long term loans and borrowings and trade and other payables. The main purpose of these financial liabilities is to finance the Group's operations.

Fair value hierarchy

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. All assets and liabilities for which fair value is measured or disclosed in the condensed consolidated interim financial statements are categorised within the fair value hierarchy. This is described, as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The following table shows the carrying amounts and fair values of financial assets, including their levels in the fair value hierarchy for financial instruments measured at fair value. It does not include fair value information for financial assets not measured at fair value if the carrying amount is a reasonable approximation of fair value:

	Carrying amount	**Fair value**	**Level 1**	**Level 2**	**Level 3**
	As at 30 September 2026 (Unaudited)				
Trade receivables	**1,084,922**	**687,364**	**-**	**-**	**687,364**
Derivative financial instruments	**5,447**	**5,447**	**-**	**-**	**5,447**
Long term investments					
Listed mutual fund	**16,650**	**16,650**	**16,650**	**-**	**-**
Unlisted mutual fund	**12,199**	**12,199**	**-**	**12,199**	**-**
Equity shares	**33,752**	**33,752**	**13,534**	**-**	**20,218**
Total	**1,152,970**	**755,412**	**30,184**	**12,199**	**713,029**

	Carrying amount	Fair value	Level 1	Level 2	Level 3
	As at 31 December 2025 (Audited)				
Trade receivables	1,202,313	830,125	-	-	830,125
Derivative financial Instruments	10,767	10,767	-	-	10,767
Long term investments					
Listed mutual fund	18,600	18,600	18,600	-	-
Unlisted mutual fund	11,958	11,958	-	11,958	-
Equity shares	33,006	33,006	12,788	-	20,218
Total	1,276,644	904,456	31,388	11,958	861,110

11. PREPAYMENTS AND OTHER CURRENT ASSETS

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Advances, deposits and prepayments	**157,682**	137,129
Due from related parties (Note 13)	**319,605**	191,538
VAT input tax receivable	**144,919**	71,195
Short term loan to a related party (Note 13)	**18,826**	-
Others	**23,070**	15,174
	664,102	415,036

12. COMMITMENTS AND CONTINGENCIES

- The capital expenditure contracted by the Group but not incurred till 30 September 2026 was approximately Saudi Riyals 1,027.3 million (31 December 2025: Saudi Riyals 1,153.8 million).
- At 30 September 2026, banks have issued guarantees and letters of credit on behalf of the Group amounting to Saudi Riyals 709.2 million (31 December 2025: Saudi Riyals 850.3 million).
- Also see Note 5 for details on zakat and income tax assessments.

13. RELATED PARTY TRANSACTIONS AND BALANCES

Related party comprises the shareholders that have control or significant influence over the Group, affiliated companies (representing entities which are directly or indirectly controlled by or under significant influence of the Group's shareholders) and key management personnel (including directors) and business over which they exercise control or significant influence. Related parties also include business entities in which certain directors or senior management have control or joint control. During the period, the Group transacted with and had balances with the following related parties.

Name	Relationship
Japan Arabia Methanol Company Limited ("JAMC")	Shareholder of a subsidiary (non-controlling interest)
Hanwha Chemical Malaysia Sdn Bhd ("Hanwha")	Shareholder of a subsidiary (non-controlling interest)
SAMAPCO	Joint venture
LSIG	Joint venture
GACI	Joint venture
National Industrialization Company ("Tasnee")	Shareholder of an associate
Basell Arabia Investments Limited and its associates ("Lyondell Basell")	Shareholder of a joint operation
Khair Inorganic Chemicals Industries Company ("Inochem")	Associate
Saudi Ethylene and Polyethylene Company ("SEPC")	Indirect associate

a) Significant transactions with related parties other than key management personnel

Related party	Nature of transaction	Three months from 1 July to 30 September (Unaudited)		Nine months from 1 January to 30 September (Unaudited)	
		2026	2025	**2026**	2025
Hanwha	Sales made to Hanwha	**37,902**	74,998	**111,941**	223,146
JAMC	Sales made to JAMC	**5,752**	86,421	**49,384**	291,333
SAMAPCO	Shared service cost charged to SAMAPCO	**22,508**	25,697	**69,093**	74,563
	Sale of Ethylene to Sipchem	**47,674**	7,180	**47,674**	30,186
	Allocation of HOP finance cost to SAMAPCO	**96**	93	**334**	347
Lyondell Basell	Sales made to Lyondell Basell	**208,582**	172,526	**495,097**	711,816
	Shared services cost charged to Lyondell Basell	**8,856**	8,626	**26,391**	25,053
	Allocation of HOP finance cost to Lyondell Basell	**101**	96	**318**	335
SEPC	Purchase of ethylene by Al-Waha	**3,471**	17,668	**11,295**	83,852
	Purchase of ethylene by IVC	**7,982**	104,048	**35,311**	331,655
	Purchase of ethylene by SAMAPCO	**42,618**	25,026	**49,350**	97,299
	Purchase of ethylene by Sipchem	**8,424**	6,385	**10,561**	65,678
LSIG	Finance income on loan to LSIG	**814**	1,443	**3,027**	2,221
	Additional loan to LSIG by Sipchem	**-**	10,000	**-**	26,676
GACI	Shared service costs charged to GACI	**492**	471	**1,542**	1,550
	Finance income on loan to GACI	**924**	882	**2,658**	2,672

The above transactions resulted in the following unsecured balances with related parties:

i) Trade receivables

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Lyondell Basell	**146,448**	115,708
Hanwha	**38,506**	42,622
JAMC	**-**	36,004
	184,954	194,334

ii) Prepayments and other current assets

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
SAMAPCO	**289,974**	168,504
Lyondell Basell	**14,512**	9,741
LSIG	**13,281**	12,875
GACI	**1,838**	418
	319,605	191,538

Short term loan to a related party included in prepayments and other current assets relates to financing provided to InoChem having maturity of less than 12 months. Amounts due from SAMAPCO arise in the ordinary course of business. Management has assessed these balances as having low credit risk and considers them to be fully recoverable. Accordingly, the ECL on these balances is not considered material.

iii) Accrued expenses and other current liabilities

	30 September 2026 (Unaudited)	31 December 2025 (Audited)
Lyondell Basell	**87,488**	57,585
SAMAPCO	**34,835**	38,635
GACI	**67**	24
	122,390	96,244

b) Key management personnel

Key management personnel of the Group comprise of the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Company. The key management personnel compensation is as follows:

	Three months from 1 July to 30 September (Unaudited)		**Nine months from 1 January to 30 September (Unaudited)**	
	2026	2025	**2026**	2025
Short-term employee benefits	**1,804**	3,226	**5,374**	9,467
End of service benefits	**341**	356	**859**	2,846
Thrift plan	**199**	368	**594**	1,080
Share based payment transactions	**39**	58	**106**	196
Total compensation related to key management personnel	**2,383**	4,008	**6,933**	13,589

14. FINANCE INCOME

Finance income represents profit earned on short-term investments and on fixed term deposits included within cash and cash equivalents. Short-term investments represent deposits placed with commercial banks having original maturities of more than three months but less than one year from the date of placement, whereas fixed term deposits included within cash and cash equivalents have original maturities of three months or less from the date of placement. The increase in finance income is mainly attributable to higher balances of fixed term deposits placed with commercial banks during the period, compared with the corresponding periods of the prior year.

15. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

During the nine-month period ended 30 September 2026, the Group in agreement with lessor entered into revised agreement for the lease of certain land along with facilities at revised rates resulting in modification in existing lease agreement and recognition of lease modification effect in related right of use asset and lease liability amounting to Saudi Riyals 31.2 million.

16. INVENTORIES

During the nine-month period ended 30 September 2026, inventories increased from Saudi Riyals 960.1 million at 31 December 2025 to Saudi Riyals 1,160.0 million at 30 September 2026 mainly due to a build-up of inventory and an increase in the Group's overall inventory storage capacity in response to the ongoing geopolitical conflict. Also see Note 1.

During the nine-month period ended 30 September 2026, write-downs of inventories to net realisable value amounted to Saudi Riyals 68.2 million (31 December 2025: Saudi Riyals 44.6 million). These were recognised as an expense and included in cost of revenues in the condensed consolidated interim statement of profit or loss.

17. LOSS PER SHARE

Basic earnings per share for profit attributable to ordinary shareholders for the three and nine-month periods ended 30 September 2026 and 2025 are computed based on the weighted average number of shares outstanding during such periods. Diluted earnings per share for profit attributable to ordinary shareholders for the three and nine-month periods ended 30 September 2026 and 2025 are computed based on the weighted average number of shares outstanding during such periods adjusted for treasury shares.

	Three months from 1 July to 30 September		Nine months from 1 January to 30 September	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Loss for the period attributable to equity holders of parent company	**(401,580)**	(468,697)	**(1,208,765)**	(442,556)
Weighted average number of shares used in calculating basic earnings per share	**725,122**	725,122	**725,122**	725,122
Weighted average number of shares used in calculating dilutive earnings per share	**733,333**	733,333	**733,333**	733,333
Basic loss per share	**(0.55)**	(0.65)	**(1.67)**	(0.61)
Diluted loss per share (Note 17.1)	**(0.55)**	(0.65)	**(1.67)**	(0.61)

17.1 In the period of losses, the calculation of diluted earnings per share resulted in anti-dilutive effects. Consequently, diluted loss per share is equivalent to basic loss per share, and no separate dilution adjustment has been applied.

18. DIVIDENDS

During the three and nine-month periods ended 30 September 2026, no interim cash dividend was approved by the Board of Directors of the Company (During the three and nine-month periods ended 30 September 2025: interim cash dividends amounting to Saudi Riyals 362.6 million, i.e. Saudi Riyals 0.5 per share was approved by the Board of Directors of the Company for distribution paid on 17 July 2025).

19. SUBSEQUENT EVENTS

No subsequent event occurred between 30 September 2026 and the date of approval of these condensed consolidated interim financial statements which may have a material impact on these condensed consolidated interim financial statements.