

**MESAIEED PETROCHEMICAL HOLDING
COMPANY Q.P.S.C.
DOHA – QATAR**

**CONDENSED INTERIM FINANCIAL
INFORMATION AND
INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED
30 JUNE 2025**

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

**CONDENSED INTERIM FINANCIAL INFORMATION AND INDEPENDENT AUDITOR'S
REVIEW REPORT**

For the six-month period ended 30 June 2025

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RN: 331/YM/FY2026

INDEPENDENT AUDITOR'S REVIEW REPORT

**The Board of Directors
Mesaieed Petrochemical Holding Company Q.P.S.C.
Doha - Qatar**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Mesaieed Petrochemical Holding Company Q.P.S.C. (the “Company”)** as at 30 June 2025, and the related condensed interim statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended, and material accounting policy information and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim financial information 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”. 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 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34.

**Doha – Qatar
12 August 2025**

**For Deloitte & Touche
Qatar Branch**


**Yamen Maddah
Partner
License No. 434
QFMA Auditor License No. 120156**



MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at June 30, 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

	Note	30 June 2025 (Reviewed)	31 December 2024 (Audited)
ASSETS			
Non-current assets			
Investments in joint ventures	4 (i)	14,344,714	14,221,494
Current assets			
Other receivables	5	27,885	72,013
Advances for salt project	6	10,192	10,192
Deposits and other bank balances	7.1	2,151,907	2,338,261
Cash and cash equivalents	7	156,839	65,215
Total current assets		2,346,823	2,485,681
Total assets		16,691,537	16,707,175
EQUITY AND LIABILITIES			
EQUITY			
Share capital	10	12,563,175	12,563,175
Legal reserve	11	102,436	102,436
Retained earnings		3,700,466	3,698,656
Total equity		16,366,077	16,364,267
LIABILITIES			
Current liabilities			
Accruals and other payables	8	322,649	339,432
Due to a related party	9 (ii)	2,811	3,476
Total liabilities		325,460	342,908
Total equity and liabilities		16,691,537	16,707,175

The financial information on pages 1 to 16 were approved and authorised for issue by the Board of Directors on 12 August 2025 and were signed on its behalf by:


Ahmad Saif Al-Sulaiti
Chairman


Mohammed Essa Al-Mannai
Board Member

This statement has been prepared by the Company and stamped by the Auditors for identification purposes only.



THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

	Note	For the six-month periods ended 30 June	
		2025 (Reviewed)	2024 (Reviewed)
Share of results from joint ventures	4 (ii)	340,317	323,819
Interest income		43,911	78,534
		384,228	402,353
General and administrative expenses		(8,172)	(8,062)
Other operating profit – Net		2,650	4,089
Net profit for the period		378,706	398,380
Other comprehensive income		--	--
Total comprehensive income for the period		378,706	398,380
Basic and diluted earnings per share (in QR)	3	0.030	0.032



This statement has been prepared by the Company and stamped by the Auditors for identification purposes only.

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

	Note	Share capital	Legal reserve	Retained earnings	Total
Balance at 1 January 2024 (Audited)		12,563,175	88,827	4,431,125	17,083,127
Profit for the period		--	--	398,380	398,380
Other comprehensive income for the period		--	--	--	--
Total comprehensive income for the period		--	--	398,380	398,380
<i>Transaction with owners in their capacity as owners:</i>					
Dividends approved	12	--	--	(1,080,433)	(1,080,433)
Balance at 30 June 2024 (Reviewed)		12,563,175	88,827	3,749,072	16,401,074
Balance at 1 January 2025 (Audited)		12,563,175	102,436	3,698,656	16,364,267
Profit for the period		--	--	378,706	378,706
Other comprehensive income for the period		--	--	--	--
Total comprehensive income for the period		--	--	378,706	378,706
<i>Transaction with owners in their capacity as owners:</i>					
Dividends approved	12	--	--	(376,896)	(376,896)
Balance at 30 June 2025 (Reviewed)		12,563,175	102,436	3,700,466	16,366,077

This statement has been prepared by the Company and stamped by the Auditors for identification purposes only.



THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL INFORMATION

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

CONDENSED INTERIM STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

		For the six-month periods ended 30 June	
	Note	2025 (Reviewed)	2024 (Reviewed)
Cash flows from operating activities			
Net profit for the period		378,706	398,380
Adjustments for:			
- Tax received		34,951	45,866
- Interest income		(43,911)	(78,534)
- Share of results from joint ventures	4 (ii)	(340,317)	(323,819)
		29,429	41,893
Movement in working capital:			
- Other receivables		8,104	(2,088)
- Advances for Salt project		(10,192)	--
- Accruals and other payables		5,903	(3,159)
- Due to a related party		(665)	(4,847)
Cash flows generated from operations		32,579	31,798
Social and sports fund contribution paid		(17,969)	(27,067)
Interest received		90,128	75,263
Net cash generated from operating activities		104,738	79,994
Cash flows from investing activities			
Dividends received from joint ventures	4 (iii)	281,605	312,130
Additional investment in joint ventures	4	(99,459)	(112,520)
Increase in fixed term deposits		181,636	662,304
Net cash generated from investing activities		363,782	861,914
Cash flows from financing activities			
Dividends paid to shareholders		(381,614)	(1,097,849)
Movement in unclaimed dividends account		4,718	17,416
Cash used in financing activities		(376,896)	(1,080,433)
Net increase / (decrease) in cash and cash equivalents		91,624	(138,524)
Cash and cash equivalents at beginning of the period	7	65,215	272,042
Cash and cash equivalents at end of the period	7	156,839	133,518

This statement has been prepared by the Company and stamped by the Auditors for identification purposes only.



MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

1. CORPORATE INFORMATION AND ACTIVITIES

Mesaieed Petrochemical Holding Company Q.P.S.C (the “Company” or “MPHC”) is registered and incorporated in Qatar under commercial registration number 60843 as a Qatari Public Shareholding Company by its founding shareholder, Qatar Petroleum (“QATARENERGY”). The Company is incorporated under the Qatar Commercial Companies’ Law No. 11 of 2015. The Company was incorporated on 29 May 2013 for an initial period of 99 years, following the decision of H.E. the Minister of Economy and Commerce No. 22 of 2013, issued on 21 May 2013. The registered address of the Company is P.O. Box 3212, Doha, State of Qatar. The Company is listed on the Qatar Exchange and is a subsidiary of QATARENERGY. The Company commenced commercial activities on 1 September 2013.

The principal activity of the Company is to establish, manage, own and/or hold shares, assets and interests in companies (and their subsidiaries and/or associated undertakings) engaged in all manner of processing and/or manufacturing of petrochemical products, together with any other company or undertaking which the Company deems beneficial to its business, diversification or expansion from time to time.

The joint ventures of the Company, included in the condensed interim financial information are as follows:

Entity Name	Country of incorporation	Relationship	Ownership interest
Qatar Chemical Company Limited	Qatar	Joint venture	49%
Qatar Chemical Company II Limited	Qatar	Joint venture	49%
Qatar Vinyl Company Limited	Qatar	Joint venture	55.2%

Qatar Chemical Company Limited (“Q-Chem”), is a Qatari Private Joint Stock Company (Q.P.J.S.C.) incorporated in the State of Qatar and is a jointly controlled entity among QATARENERGY, MPHC and Chevrans Phillips Chemical International Qatar Holdings L.L.C. (“CPCIQH”). Q-Chem is engaged in the production, storage and sale of polyethylene, 1-hexene and other petrochemical products.

Qatar Chemical Company II Limited (“Q-Chem II”), is a Qatari Private Joint Stock Company (Q.P.J.S.C.) incorporated in the State of Qatar and is a jointly controlled entity among QATARENERGY, MPHC and Chevrans Phillips Chemical International Qatar Holdings L.L.C. (“CPCIQH”). Q-Chem II is engaged in the production, storage and sale of polyethylene, normal alpha olefins, other ethylene derivatives and other petrochemical products.

Qatar Vinyl Company Limited (“QVC”), is a Qatari Private Joint Stock Company (Q.P.J.S.C.) incorporated in the State of Qatar and is a jointly controlled entity among QATARENERGY, MPHC and Qatar Petrochemical Company Limited (“QAPCO”). The company is engaged in the production and sale of petrochemical products such as caustic soda, ethylene dichloride and vinyl chloride monomer.

These condensed interim financial information of the Company for the six-month period ended 30 June 2025 was authorised for issue on 12 August 2025, by the Board of Directors.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The condensed interim financial information for the six-month period ended 30 June 2025 has been prepared in accordance with IAS 34, Interim Financial Reporting under the historical cost convention.

The condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2024. In addition, results for the six-month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

The Company's accounting and risk management policies are consistent with those presented in the annual financial statements for the year ended 31 December 2024.

The condensed interim financial information is presented in Qatari Riyal ("QR"), which is the Company's functional and presentation currency, and all values are rounded to the nearest thousands (QR '000'), except otherwise indicated.

2.2 Material Accounting policies Information

The accounting policies used in the preparation of these condensed interim financial statements are consistent with those used in the preparation of the Company's annual financial statements for the year ended 31 December 2024 except for the adoption of certain new and revised standards, that became effective in the current period as set out below.

2.3 Application of new and revised standards

(i) New and amended standards and interpretations adopted by the Company

Effective for annual periods beginning on January 1, 2025:

- Amendments to IAS 21 - Lack of Exchangeability

The adoption of above amended standards had no significant impact on the Company's condensed interim financial information.

(ii) New and amended IFRS issued but not yet effective and not early adopted

- The new standard IFRS 18 replaces IAS 1 Presentation of Financial statements
- Introduction of new standard, IFRS 19 - Subsidiaries without Public Accountability: Disclosures, which reduces disclosure requirements that an eligible entity is permitted to apply instead of the disclosure requirements in other IFRS Accounting Standards
- Amendments to IFRS 10 and IAS 28 – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures

The Company has not adopted any of the forthcoming new or amended standards in preparing these condensed interim financial information.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

3. BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share (EPS) is calculated by dividing the profit for the period attributable to equity holders of the parent by weighted average number of shares outstanding during the period.

The following reflects the income and share data used in basic and diluted earnings per share computation:

<i>For the six-month period ended</i>	30 June 2025 (Reviewed)	30 June 2024 (Reviewed)
Profit for the period attributable to the equity holders of the parent (QR'000)	378,706	398,380
Weighted average number of shares outstanding during the period ("in thousands")	12,563,175	12,563,175
Basic and diluted earnings per share (expressed in QR per share)	0.030	0.032

The figures for basic and diluted earnings per share are the same, as the Company has not issued any instruments that would impact the earnings per share when exercised.

4. INVESTMENTS IN JOINT VENTURES

The carrying amount of the investments in joint ventures has changed as follows in the six-month period ended 30 June:

<i>For the six-month period ended</i>	30 June 2025 (Reviewed)	30 June 2024 (Reviewed)
Balance at beginning of the period	14,221,494	13,977,648
Additional investment	99,459	112,520
Share of results from joint ventures for the period	340,317	323,819
Share of dividends from joint ventures, including tax received	(316,556)	(357,996)
Balance at the end of the period	14,344,714	14,055,991

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

4. INVESTMENTS IN JOINT VENTURES (CONTINUED)

The summarised interim financial information below presents amounts shown in the financial information of the joint ventures as at 30 June 2025 which are presented in United States Dollars ("USD") in the financial information of the joint ventures and are translated to QR using an exchange rate of 3.64 in the below tables:

i. Statement of financial position of joint venture entities

	As at 30 June 2025 (Reviewed)			
	Q-Chem	Q-Chem II	QVC	Total
Current assets	1,528,461	2,253,309	755,984	4,537,754
Non-current assets	1,606,620	3,701,694	1,555,869	6,864,183
Current liabilities	(633,975)	(817,307)	(134,726)	(1,586,008)
Non-current liability	(477,834)	(1,057,886)	(7,159)	(1,542,879)
Equity	2,023,272	4,079,810	2,169,968	8,273,050
Proportion of Company's ownership	49.0%	49.0%	55.20%	
Company's share of net assets	991,403	1,999,107	1,197,822	4,188,332
Adjustment for PVC project	--	--	9,040	9,040
Tax benefit from joint ventures (Note 13)	378,346	969,261	17,376	1,364,983
Goodwill	3,549,403	4,878,711	354,245	8,782,359
Investment in joint ventures	4,919,152	7,847,079	1,578,483	14,344,714

	As at 31 December 2024 (Audited)			
	Q-Chem	Q-Chem II	QVC	Total
Current assets	1,613,244	2,174,982	870,866	4,659,092
Non-current assets	1,713,104	3,814,266	1,382,217	6,909,587
Current liabilities	(671,605)	(837,528)	(203,420)	(1,712,553)
Non-current liability	(479,282)	(1,118,889)	(26,984)	(1,625,155)
Equity	2,175,461	4,032,831	2,022,679	8,230,971
Proportion of Company's ownership	49.00%	49.00%	55.20%	
Company's share of net assets	1,065,976	1,976,087	1,116,519	4,158,582
Tax benefit from joint ventures (Note 13)	336,744	894,251	49,558	1,280,553
Goodwill	3,549,403	4,878,711	354,245	8,782,359
Investment in joint ventures	4,952,123	7,749,049	1,520,322	14,221,494

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

4. INVESTMENTS IN JOINT VENTURES (CONTINUED)

ii. Statement of profit or loss and other comprehensive income of joint venture entities

For the six-month period ended 30 June 2025 (Reviewed)				
	Q-Chem	Q-Chem II	QVC	Total
Revenue	951,278	1,284,345	633,764	2,869,387
Cost of sales	(706,695)	(851,833)	(586,917)	(2,145,445)
Other income	6,221	(8,605)	6,199	3,815
Administrative expenses	(19,216)	(9,307)	(41,427)	(69,950)
Finance income / (cost)	10,527	22,066	2,355	34,948
Profit before tax	242,115	436,666	13,974	692,755
Deferred income tax	42,024	50,705	19,536	112,265
Current income tax	(126,927)	(203,785)	(24,541)	(355,253)
Profit for the period	157,212	283,586	8,969	449,767
Company's share of profit/(loss) before tax benefit	77,034	138,957	4,951	220,942
Tax benefit from joint ventures	41,602	75,010	2,763	119,375
Company's share of profit for the period from joint ventures	118,636	213,967	7,714	340,317

For the six-month period ended 30 June 2024 (Reviewed)				
	Q-Chem	Q-Chem II	QVC	Total
Revenue	1,051,440	1,237,661	693,401	2,982,501
Cost of sales	(748,927)	(949,079)	(596,134)	(2,294,140)
Other income	(6,502)	(3,648)	1,675	(8,474)
Administrative expenses	(17,860)	(6,489)	(43,289)	(67,638)
Finance income / (cost)	14,982	16,491	8,958	40,431
Profit before tax	293,133	294,936	64,611	652,680
Deferred income tax	38,974	50,712	20,897	110,583
Current income tax	(141,732)	(154,188)	(43,924)	(339,843)
Profit for the period	190,376	191,461	41,583	423,420
Company's share of profit/(loss) before tax benefit	93,284	93,816	22,954	210,054
Tax benefit from joint ventures	50,351	50,703	12,711	113,765
Company's share of profit for the period from joint ventures	143,635	144,519	35,665	323,819

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

4. INVESTMENTS IN JOINT VENTURES (CONTINUED)

iii. Additional disclosures of joint venture entities

	As at 30 June 2025 (Reviewed)			
	Q-Chem	Q-Chem II	QVC	Total
Cash and cash equivalents	514,474	728,575	198,358	1,441,407
Short term investments	--	407,680	--	407,680
Depreciation and amortisation	198,231	186,364	81,496	466,091
Deferred tax liabilities	96,831	953,185	7,156	1,057,172
Tax payable	126,927	203,785	24,541	355,253
Company's share of dividend declared/received	151,606	115,934	14,065	281,605
Current financial liabilities (excluding trade and other payables and provisions)	13,242	7,706	284	21,232
Non-current financial liabilities (excluding trade and other payables and provisions)	32,611	103,005	--	135,616

	As at 31 December 2024 (Audited)			
	Q-Chem	Q-Chem II	QVC	Total
Cash and cash equivalents	521,517	576,510	389,582	1,487,609
Short term investments	36,400	571,480	--	607,880
Depreciation and amortisation	380,523	415,655	162,446	958,624
Deferred tax liabilities	138,854	1,003,890	26,692	1,169,436
Tax payable	224,849	342,888	61,727	629,464
Company's share of dividend declared/received	267,540	196,196	94,089	557,825
Current financial liabilities (excluding trade and other payables and provisions)	12,278	5,096	859	18,233
Non-current financial liabilities (excluding trade and other payables and provisions)	7,571	113,342	291	121,204

(iv) Capital commitments and contingent liabilities

The Company's share in the joint ventures' commitments and contingent liabilities is as follows:

	As at 30 June 2025 (Reviewed)			
	Q-Chem	Q-Chem II	QVC	Total
Capital commitments	44,128	114,684	216,164	374,976
Purchase commitments	221,885	229,125	--	451,010
Contingent liabilities	--	--	627	627

	As at 31 December 2024 (Audited)			
	Q-Chem	Q-Chem II	QVC	Total
Capital commitments	48,625	96,691	267,829	413,145
Purchase commitments	210,377	235,066	--	445,443
Contingent liabilities	--	--	627	627

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

4. INVESTMENTS IN JOINT VENTURES (CONTINUED)

(iv) Capital commitments and contingent liabilities (continued)

The joint ventures have purchase commitments that consist primarily of major agreements to procure gas. The joint ventures also have a number of agreements for electricity, industrial gases and manpower.

Other contingent liabilities

Site restoration obligations

As required by IAS 37 - Provisions, Contingent Liabilities and Contingent Assets”, the Company assess whether the following criteria is met to recognise provisions:

- whether the Company has a present obligation as a result of a past event,
- it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and;
- a reliable estimate can be made of the amount of the obligation.

Under the lease agreements, the lessor has the right, upon termination or expiration of the lease term, to notify the company that it requires to either:

- transfer all the facilities to the lessor or a transferee nominated by the lessor, against a price acceptable by the company, or;
- remove the facilities and all the other property from the land and restore it to at least the condition in which it was delivered to the company, at the company’s cost and expense, unless otherwise is agreed with the lessor.

The incurrence of site restoration costs by the Company is contingent to which option is used by the lessor. Since the lessor has not notified the Company the option to be opted, the criteria to recognize the provision for restoration obligation is not fully met and therefore, the Company has not recognized the decommissioning liability for the period ended 30th June 2025.

Tax assessments

Tax assessment for the years 2012 to 2014

In 2020, the GTA issued an income tax assessment for the years from 2012 to 2014 for QVC requiring the Company to pay additional taxes of USD 79 million. This includes penalties of USD 39.6 million.

The Company wrote a detailed response to GTA on 16 September 2020 as per the requirement of tax law, stating that the Company will provide the required information, if any, related to these assessments which QVC management believes it's not liable to pay as per Article 2 of the MOU. GTA has yet to respond to this matter.

As per the terms of the MOU, the MoF undertakes to settle the income tax amounts payable by the Company for the previous years. Based on the ongoing advanced discussions between the Company, and the MOF, and the GTA, it is expected that the assessments will be withdrawn and accordingly the Company has not recorded a liability for the assessments received.

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

4. INVESTMENTS IN JOINT VENTURES (CONTINUED)

Tax assessments (continued)

Tax assessment for the year 2016

On 28 December 2022, GTA issued an income tax assessment for the year 2016 for QVC requiring the Company to pay additional taxes of USD 20.6 million. This includes penalties of USD 10.3 million. A formal objection and appeal have been filed by QVC as per the requirement of Tax laws rejecting the full amount levied by the GTA. Management is confident that QVC's position will be accepted by the tax appeal committee and accordingly no provision has been recognized in these condensed interim financial information.

Tax assessment for the year 2017

On 24 December 2023, GTA issued an income tax assessment for the year 2017 for QVC requiring the Company to pay additional taxes of USD 25.5 million. This includes penalties of USD 12.8 million. A formal objection and appeal have been filed by QVC as per the requirement of Tax laws rejecting the full amount levied by the GTA. Management is confident that QVC's position will be accepted by the tax appeal committee and accordingly no provision has been recognized in these condensed interim financial information.

Tax assessment for the year 2018

On 24 March 2024, GTA issued an income tax assessment for the year 2018 for QVC requiring the Company to pay additional taxes of USD 45.4 million. This includes penalties of USD 22.7 million. A formal objection and appeal have been filed by QVC as per the requirement of Tax laws rejecting the full amount levied by the GTA. Management is confident that QVC's position will be accepted by the tax appeal committee and accordingly no provision has been recognized in these condensed interim financial information.

Tax assessment for the year 2019

On 29 April 2025, GTA issued an income tax assessment for the year 2019 for QVC requiring the Company to pay additional taxes of USD 34.7 million. This includes penalties of USD 34.6 million. A formal objection and appeal have been filed by QVC as per the requirement of Tax laws rejecting the full amount levied by the GTA. Management is confident that QVC's position will be accepted by the tax appeal committee and accordingly no provision has been recognized in these condensed interim financial information.

Management concluded that the above tax assessments will not impact the Company as its investments in joint ventures are equity accounted for on a pre-tax basis, in accordance with the provisions of the MOU agreed between the relevant stakeholders.

5. OTHER RECEIVABLES

Other receivables comprise of interest receivable on term deposits made with various banks and prepayments.

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

6. ADVANCES FOR SALT PROJECT

Mesaieed Petrochemical Holding Company (MPHC) has restructured its joint venture for the development of a salt production facility. MPHC now holds a 60% equity stake, with Qatar Industrial Manufacturing Co. (QIMC) holding the remaining 40%. This strategic move is expected to enhance operational efficiency and collaboration, contributing to Qatar's industrial diversification. Further project details will be disclosed upon reaching the Final Investment Decision (FID) stage.

7. CASH AND CASH EQUIVALENTS

<i>As at</i>	30 June 2025 (Reviewed)	31 December 2024 (Audited)
Cash and cash equivalents	156,839	65,215

7.1 DEPOSITS AND OTHER BANK BALANCES

<i>As at</i>	30 June 2025 (Reviewed)	31 December 2024 (Audited)
Fixed deposits maturing after 90 days	1,841,476	2,023,112
Restricted bank balances - Dividends account	310,431	315,149
	2,151,907	2,338,261

Cash in banks earn interest at fixed rates. Term deposits are made for varying periods of between three months and one year depending on the immediate cash requirements of the Company at average interest rate of 4.50% to 4.75% (31 December 2024: 5.0% to 6.31%).

8. ACCRUALS AND OTHER PAYABLES

<i>As at</i>	30 June 2025 (Reviewed)	31 December 2024 (Audited)
Dividends payable	310,431	315,149
Social and sports fund contribution payable	--	17,969
Accruals	12,218	6,314
	322,649	339,432

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

9. RELATED PARTIES

Related parties, as defined in International Accounting Standard 24, “Related Party Disclosures”, include associate companies, major shareholders, directors and other key management personnel of the Company, and entities controlled, jointly controlled or significantly influenced by such parties.

i Transaction with related parties:

Transactions with related parties included in the condensed interim statement of profit or loss and other comprehensive income for the period ended are as follows:

<i>For the six-month period ended</i>	30 June 2025 (Reviewed)	30 June 2024 (Reviewed)
Dividend income from Q-Chem	151,606	178,360
Dividend income from Q-Chem II	115,934	133,770
Dividend income from QVC	14,065	--
Half yearly fee paid to QATARENERGY	(2,731)	(2,630)

ii Related party balances:

Balances with related parties included in the condensed interim statement of financial position are as follows:

<i>As at</i>	30 June 2025 (Reviewed)	31 December 2024 (Audited)
Amounts due to QATARENERGY	2,811	3,476

iii Compensation of key management personnel:

The remuneration of key management personnel during the period was as follows:

<i>For the six-month period ended</i>	30 June 2025 (Reviewed)	30 June 2024 (Reviewed)
Key management remuneration	100	100
Board of directors’ remuneration	2,950	2,950
	3,050	3,050

10. SHARE CAPITAL

<i>As at</i>	30 June 2025 (Reviewed)	31 December 2024 (Audited)
Authorised, issued and fully paid: 12,563,175,000 shares of QR 1 each	12,563,175	12,563,175

MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

11. LEGAL RESERVE

The Articles of Association of the Company states that prior to recommending any dividend for distribution to the Shareholders, the Board shall ensure proper reserves are established in respect of voluntary and statutory reserves considered by the Board to be necessary or appropriate. Such reserves as resolved by the Board, shall be the only reserves the Company is required to have.

12. DIVIDENDS

The Board of Directors had proposed cash dividend distribution of QR 0.057 per share for the year ended 31 December 2024. The final dividend for the year ended 31 December 2024 had been approved at the Annual General Meeting held on 24 February 2025.

During the period 2025, the Company paid a dividend of QR 381.6 million. Below is the movement in dividends payable balance during the period:

<i>As at</i>	30 June 2025 (Reviewed)	31 December 2024 (Audited)
Balance at the beginning of the period/year	315,149	415,442
Dividends approved during the period/year	376,896	1,419,639
Dividends paid during the period/year	(381,614)	(1,519,932)
Balance at the end of the period/year	310,431	315,149

The Board of directors have approved an interim cash dividend in respect of the six-month period ended 30 June 2025 of QR 0.026 per share, amounting to a total of QR 326.6 million. The Auditor of the Company will be issuing a separate Agreed Upon Procedures report on the Company's compliance with the QFMA requirement in relation to the interim dividend pay-out.

13. INCOME TAX

The Company's profits are exempt from income tax in accordance with the provisions of Qatar's Income Tax Law No. 24. of 2018. However, the Company's joint ventures' profits are subject to income tax in accordance with the applicable law in Qatar for QVC and in accordance with the Joint Venture Agreements of Q-Chem and Q-Chem II as endorsed by an Emiree Decree and Council of Ministers Decision respectively.

During 2020, QATARENERGY, the Ministry of Finance and the General Tax Authority have reached an agreement through an MOU. According to this MOU and as directed by higher authorities and in accordance with the requirements of the public interest, the Ministry of Finance shall pay MPHC portion of income tax incurred by the joint ventures attributed to MPHC's shareholding in these joint ventures.

The mechanism described under the MOU is the following:

1. The joint ventures pay the portion of income tax incurred by the joint ventures attributed to MPHC's shareholding in these joint ventures directly to MPHC for the Ministry of Finance; and
2. The Ministry of Finance pays the portion of income tax incurred by the joint ventures attributed to MPHC's shareholding in these joint ventures directly to the GTA for the joint ventures.

Applying the principles of equity accounting under IAS 28 "Investments in Associates and Joint Ventures", the Company accounted for its underlying interests in the joint ventures on a pre-tax basis.

This resulted in a tax adjustment amounting to QR 1,365 million for the period ended June 30, 2025.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the six-month period ended 30 June 2025

(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)

14. SEGMENT INFORMATION

For management purposes, the Company is organised into business units based on their products and services and has one reportable operating segment which is the petrochemical segment from its interest in the joint ventures, which produces and sells polyethylene, 1-hexene, normal alpha olefins, other ethylene derivatives, caustic soda, ethylene dichloride, vinyl chloride monomer and other petrochemical products.

Geographically, the Company only operates in the State of Qatar.

15. CRITICAL JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company's accounting policies, management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Classification of the investments as joint ventures

Management evaluated the Company's interest in Q-Chem, Q-Chem II and QVC (together "the Entities") and concluded that the joint arrangements are joint ventures where the Entities are jointly controlled. Hence, the management accounted for these investments under the equity method.

Impairment of investment in joint ventures

The Company assesses the impairment of non-financial assets, particularly its investment in joint ventures, whenever events or changes in circumstances indicate that the carrying amount of the non-financial asset may not be recoverable.

Factors which could trigger an impairment review include evidence from internal and external sources related to the changes in technological, market, economic or legal environment in which the Company operates and economic performance of the assets.

Based on the assessment performed as of 30 June 2025, no impairment indicators were identified, and therefore a detailed impairment test was not performed.

Income tax position

- Tax assessment (Note 4)
- Income tax (Note 13)