

FOR IMMEDIATE RELEASE

MPHC reports a net profit of QR 1.1 billion for the year ended 31 December 2023

Board of Directors recommends a cash dividend of QR 0.086 per share, equating to a payout ratio of 100% of net earnings for 2023

- Group revenue reached QR 3.1 billion for the year ended 31 December 2023
- Earnings per share (EPS) amounted to QR 0.086 for the year ended 31 December 2023
- MPHC successfully distributed the final incentive shares awards to all qualifying Shareholders.
- Continued macroeconomic challenges are weighing down on commodity prices, directly affecting the financial performance in the current period.
- Robust liquidity position with closing cash and bank balances¹ amounting to QR 4.3 billion as of 31 December 2023
- Logging a 16th consecutive year without a single recordable incidence of heat stress at Q-Chem and Q-Chem II

Doha, Qatar; 11th February 2024: Mesaieed Petrochemical Holding Company (“MPHC” or “the Group”; QE ticker: MPHC), today announced a net profit of QR 1.1 billion for the year ended 31 December 2023, representing a decline of 39% compared to the year ended 31 December 2022.

Commenting on the financial and operational performance for the year ended 31 December 2023, **Mr. Ahmad Saif Al-Sulaiti, Chairman of the Board of Directors, MPHC**, said:

“In successfully navigating the challenges posed by our business dynamics, we achieved commendable financial results despite market volatility. Our teams worked tirelessly to safeguard operations, emphasizing our business strengths. On the sustainability front, we are actively reducing our environmental footprint, concurrently building our operations with a strong focus on energy efficiency and conservation pillars.”

Also this year, QatarEnergy successfully fulfilled its IPO commitment by distributing the second and last tranche of incentive shares to eligible MPHC shareholders. This landmark achievement saw the transfer of 948 million ordinary shares from QatarEnergy ownership to eligible IPO shareholders, in accordance with the mechanisms set forth in the IPO Prospectus of MPHC. My sincere thanks to QatarEnergy's leadership for their support and guidance in making this possible”

Updates on macroeconomic environment:

In 2023, macroeconomic uncertainties persist, characterized by numerous challenges that contribute to fluctuations in commodity markets. These challenges include concerns about a potential recession due to inflationary pressures and a high-interest rate environment. Additionally, the commodity markets face increased uncertainty due to a slower global economic recovery and declining energy prices, creating a dynamic and challenging environment. The oversupplied market is further compounded by a weakened global economy, as consumers adjust their spending habits in response to inflation, recession, and rising interest rates.

¹ Cash and bank balances are reported based on non-IFRS based proportionate consolidation, including share of cash and bank balances from joint ventures

Overall, the average commodity prices for MPHC's basket of products declined on a year-on-year basis, with a marginal increase on a quarter-over-quarter basis. This quarterly trend indicates evidence of stabilization in the macroeconomic environment, following the high-price environment of the past couple of years.

Updates on operational performance

Key performance indicators	YE-23	YE-22	Variance (%) [YE-23 vs YE-22]	4Q-23	3Q-23	Variance (%) [4Q-23 vs 3Q-23]
Production (MT' 000)	1,137	1,139	0%	296	308	-4%
Plant utilization rates (%)	97%	99%	-	104%	108%	-

MPHC's operations continue to remain robust and resilient with total production for the current period reaching 1,137 thousand MTs. Production for year ended 31 December 2023 flat in comparison to last year. Production remains flat despite the maintenance turnaround carried out at QVC facilities during 1Q-23.

On a quarter-on-quarter basis production volumes for 4Q-23 decreased by 4% in comparison to 3Q-23, mainly due to a decline noted in production volumes from Petrochemicals segment.

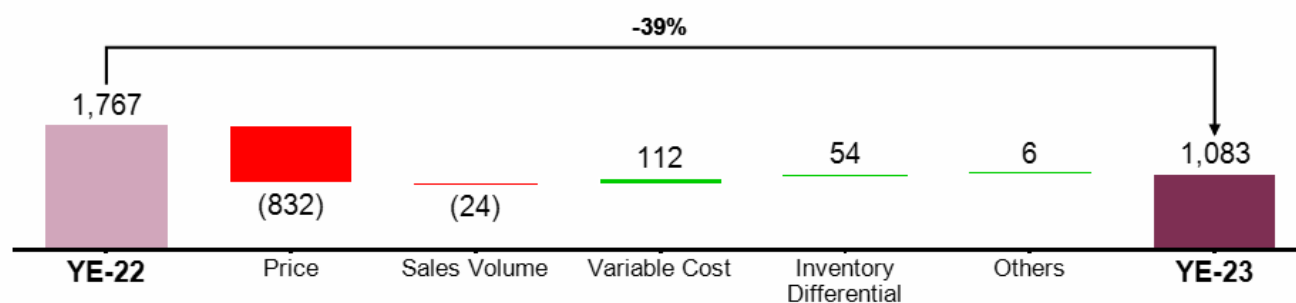
Financial performance updates – YE-2023 vs. YE-2022

Key financial performance indicators	YE-23	YE-22	Variance (%)
Average selling price (\$/MT)	765	949	-19%
Sales volumes (MT' 000)	1,117	1,143	-2%
Revenue (QR' million)	3,108	3,948	-21%
EBITDA (QR' million)	1,526	2,185	-30%
Net profit (QR' million)	1,083	1,767	-39%
Earnings per share (QR)	0.086	0.141	-39%
EBITDA margin (%)	49%	55%	--

Note: Revenue and EBITDA have been reported based on non-IFRS based proportionate consolidation

Analysis of MPHC's net earnings – YE-23 vs YE-22

(Amounts in QR millions)



MPHC reported a net profit of QR 1.1 billion for the year ended 31 December 2023, down by 39% compared to last year. This decline in profitability was mainly linked to lowered Group revenue, which declined by 21% and reached QR 3.1 billion.

The decline in Group revenue is primarily attributed to the decrease observed in average blended product prices, which fell by 19% compared to the same period last year. This decline translated into a QR 832 million decrease in MPHC's net earnings for this year comparison to last year. The subdued commodity demand, driven by macroeconomic headwinds and exacerbated by surplus supply, led to a decrease in commodity prices.

Sales volumes also declined marginally by 2% versus the same period last year, mainly driven by lowered sales volumes reported by the chlor-alkali segment, being partially offset by higher volumes reported by the petrochemicals segment on the back of higher operating days compared to last year. Negative movement in sales volumes translated into a decline of QR 24 million in MPHC's net earnings for the period ended 31 December 2023 net earnings versus last year.

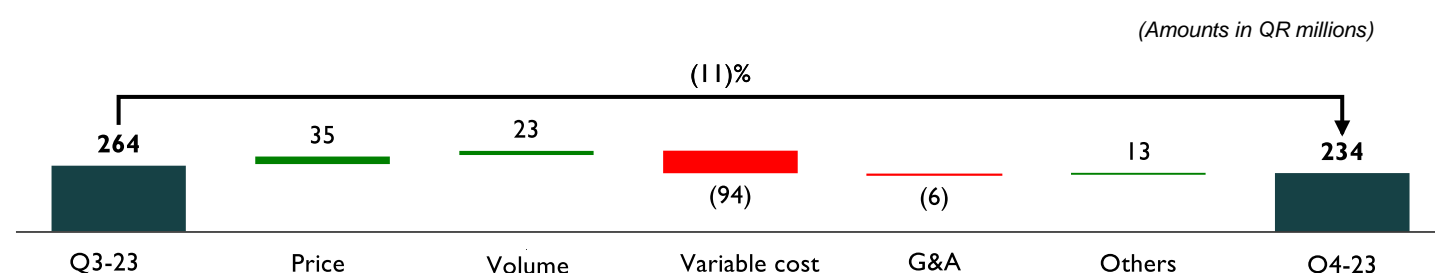
EBITDA for the current period amounted to QR 1,526 million with a decline of 26% versus the same period last year, mainly due to lower revenue. EBITDA margins for the year ended 31 December 2023 reached 52% versus 55% achieved during the same period last year.

Financial performance – 4Q-23 vs 3Q-23

Key financial performance indicators	4Q-23	3Q-23	Variance (%)
Average selling price (\$/MT)	738	707	4%
Sales volumes (MT' 000)	303	295	3%
Revenue (QR' million)	815	758	8%
EBITDA (QR' million)	356	373	-4%
Net profit (QR' million)	234	264	-11%
Earnings per share (QR)	0.019	0.021	-11%
EBITDA margin (%)	44%	49%	--

Note: Revenue and EBITDA measures have been reported based on non-IFRS based proportionate consolidation

Analysis of MPHC's net earnings - 4Q-23 vs 3Q-23



Compared to 3Q-23, MPHC revenue increased by 8% and net profit declined by 11%. Key contributor towards the upward trend in revenue was mainly the higher selling prices realized during 4Q-23 versus 3Q-23. Incline in selling prices was mainly linked to upward trajectories noted in commodity prices hinting at the gradual recovery phase gaining momentum. Sales volumes also increased by 3% compared to 3Q-23 predominantly linked to higher volumes reported by the chlor-alkali segment.

MPHC's bottom-line profitability decreased by 11% sequentially, mainly due to higher cost noted on a quarter-on-quarter basis.

On the other hand, higher production volumes led to an overall growth in sales volumes, which contributed by QR 23 million positively to MPHC's net earnings on a quarter-on-quarter basis.

Financial performance – 4Q-23 vs 4Q-22

Key financial performance indicators	4Q-23	4Q-22	Variance (%)
Average selling price (\$/MT)	738	798	-7%
Sales volumes (MT' 000)	303	294	3%
Revenue (QR' million)	815	855	-5%
EBITDA (QR' million)	356	407	-13%
Net profit (QR' million)	234	296	-21%
Earnings per share (QR)	0.019	0.024	-21%
EBITDA margin (%)	44%	48%	--

Note: Revenue and EBITDA measures have been reported based on non-IFRS based proportionate consolidation

In comparison to 4Q-22, a 5% decline was noted in MPHC revenue for 4Q-23. This decline was primarily attributed to softening of selling prices against a backdrop of relatively negative macroeconomic fundamentals. Product prices on average declined by 7% versus same quarter of the last year. Sales volumes, on the other hand, improved by 3% due to higher production volumes registered in the Group's Chlor-alkali segment. Due to an overall decline in revenue, consequently net earnings for 4Q-23 also declined by 21% versus 4Q-22.

Financial position

Key performance indicators	As at 31-Dec-23	As at 31-Dec-22	Variance (%)
Cash and bank balances (QR' billion)	4.3	4.5	-3%
Total Assets (QR' billion)	17.5	17.8	-2%
Total Equity (QR' billion)	17.1	17.4	-2%

Note: Cash and bank balances is reported based on non-IFRS based proportionate consolidation

Liquidity remained robust with cash and bank balances standing at QR 4.3 billion as at 31 December 2023. Decline in cash and bank balances was mainly due to dividend payment for the financial year 2022, being partially offset by positive cash flow generation during the year ended 31 December 2023. Total assets as at 31 December 2023 amounted to QR 17.5 billion and total equity amounted to QR 17.1 billion.

Segmental performance highlights

Petrochemicals:

Key performance indicators	YE-23	YE-22	Variance (%) [YE-23 vs YE- 22]	4Q-23	3Q-23	Variance (%) [4Q-23 vs 3Q-23]
Average selling price (\$/MT)	957	1,128	-15%	945	892	6%
Sales volumes (MT' 000)	699	666	5%	178	179	-1%
Revenue (QR' million)	2,434	2,736	-11%	611	581	5%
Net profit (QR' million)	885	1,194	-26%	176	208	-15%
Production (MT' 000)	716	665	8%	174	190	-8%

Note: The above figures have been reported based on non-IFRS based proportionate consolidation

Segmental performance analysis – YE-23 vs YE-22

The petrochemicals segment recorded a net profit of QR 885 million for the current period, marking a 26% decrease compared to YTD-22. This decline in profitability was primarily attributable to reduced selling prices.

The segment's revenue declined by 11%, reaching QR 2.4 billion during YTD-23 compared to YTD-22. This decrease in revenue resulted from lowered selling prices, partially offset by increased sales volumes. The rise in sales volumes was primarily attributed to higher production, which increased by 8%. This growth was driven by a large-scale turnaround at Q-Chem facilities during 1Q-22, impacting production volumes for the same period last year.

On the other hand, average selling price witnessed a decline of 15%. The drop in prices was predominantly attributed to economic uncertainties echoing from the previous year. These uncertainties carried over into the current period, impacting the price trajectories of most commodities when compared to the same period of last year.

Segmental performance analysis - 4Q-23 vs 3Q-23

On a quarter-on-quarter basis, segmental profits decreased by 15%, mainly linked to higher costs. Offset by higher selling prices by 6% on a quarter-on-quarter basis. On the other hand, sales volumes remained almost flat on quarter-on-quarter basis.

Chlor-alkali:

Key performance indicators	YE-23	YE-22	Variance (%) [YE-23 vs YE- 22]	4Q-23	3Q-23	Variance (%) [4Q-23 vs 3Q-23]
Average selling price (\$/MT)	443	698	-36%	446	425	5%
Sales volumes (MT' 000)	418	477	-12%	126	115	9%
Revenue (QR' million)	674	1,211	-44%	204	178	15%
Net profit (QR' million)	74	504	-85%	15	28	-47%
Production (MT' 000)	421	474	-11%	122	118	4%

Note: The above figures have been reported based on non-IFRS based proportionate consolidation

Segmental performance analysis – YTD-23 vs YTD-22

Chlor-alkali segment reported a net profit of QR 74 million for YE-23, significantly decreased by 85% compared to YTD-22. Decline in bottom-line profitability was primarily driven by lowered selling prices and lower sales volumes, which decreased by 36% and 12%, respectively.

Selling prices declined due to ongoing challenges in demand and supply, reflecting the slower than expected recovery phase in global activities across sectors associated with chlor-alkali. Sales volumes declined mainly due to lowered production impacted by planned turnaround at chlor-alkali facilities carried out during 1Q-23. The decline in selling prices and sales volumes led to an overall decline in segmental revenues, which decreased by 44% on a year-on-year basis, reaching QR 674 million for the year ended 31 December 2023.

Segmental performance analysis - 4Q-23 vs 3Q-23

On a sequential basis, segmental profits decreased significantly by 47%, primarily due to higher costs. Offset by higher selling prices by 5% due to a relatively enhanced chlor-alkali market, hinting at the gradual recovery phase gaining momentum. On the other hand, sales volumes increased by 9% on a quarter-on-quarter basis, attributed to higher production resulting from improved plant availability.

Proposed Dividend Distribution

After reviewing Group's current year financial performance, with present and potential liquidity position, and considering the current and future macroeconomic conditions, business outlook, CAPEX, investing and financing requirements of the Group, the Board of Directors proposed a total annual dividend distribution of ~ QR 1.1 billion for the year ended 31 December 2023, subject to the approval of General Assembly, representing a payout ratio of 100% of current year's net earnings. A dividend of QR 0.086 per share represent a dividend yield of ~ 5% on the closing share price as of 31 December 2023.

Earnings Call

MPHC will host an IR earnings call with investors to discuss its results, business outlook and other matters on Thursday, 15th February 2024 at 1:30 p.m. Doha Time. The IR presentation that accompanies the conference call will be posted on the 'financial information' page within the Investor Relations section at MPHC's website.

-Ends-

About MHPC

Mesaieed Petrochemical Holding Company Q.P.S.C. ("MPHC") was incorporated as a Qatari joint stock company on May 29, 2013 with an agreed effective date for the transfer of QatarEnergy's (formerly known as Qatar Petroleum) previous shareholding in the joint ventures of September 1, 2013. The registered office is located at P.O. Box 3212, Doha, State of Qatar.

The main activity of MPHC is to act as a holding company: (i) Q-Chem is currently owned by MPHC (49%), Chevron Phillips Chemical International Qatar Holdings L.L.C. ("CPCIQH") (49%) and QatarEnergy (2%), and has one wholly-owned subsidiary, Q-Chem Distribution Company Limited, (ii) Q-Chem II is currently owned by MPHC (49%), CPCIQH (49%) and QatarEnergy (2%), and has one wholly-owned subsidiary, Q-Chem II Distribution Company Limited, and an effective ownership interest of 53.85% in a joint venture, Ras Laffan Olefins Company Limited, which supplies ethylene to Q-Chem II; and (iii) QVC, which was incorporated in 1997 as a joint venture, and is currently owned by MPHC (55.2%), Qapco (31.9%) and QatarEnergy (12.9%).

For more information about the earnings announcement, e-mail mphc@qatarenergy.qa or visit www.mphc.com.qa

DISCLAIMER

The companies in which Mesaieed Petrochemical Holding Company Q.P.S.C. directly and indirectly owns investments are separate entities. In this press release, "MPHC" and "the Group" are sometimes used for convenience in reference to Mesaieed Petrochemical Holding Company Q.P.S.C.

This presentation may contain forward-looking statements concerning the financial condition, results of operations and businesses of Mesaieed Petrochemical Holding Company Q.P.S.C. All statements other than statements of historical fact are deemed to be forward-looking statements, being statements of future expectations that are based on current expectations and assumptions, and involve known and unknown risks and uncertainties that could cause actual results, operations and business performance or events impacting the group to differ materially from those expressed or as may be inferred from these statements.

There are a number of factors that could affect the realisation of these forward-looking statements such as: (a) price fluctuations in crude oil and natural gas, (b) changes in demand or market conditions for the group's products, (c) loss of market share and industry competition, (d) environmental risks and natural disasters, (e) changes in legislative, fiscal and regulatory conditions, (f) changes in economic and financial market conditions and (g) political risks. As such, results could differ substantially from those stated, or as may be inferred from the forward-looking statements contained herein. All forward-looking statements contained in this presentation are made as of the date of this presentation.

Mesaieed Petrochemical Holding Company Q.P.S.C., its Directors, officers, advisors, contractors and agents shall not be liable in any way for any costs, losses or other detrimental effects resulting or arising from the use of or reliance by any party on any forward-looking statement and / or other material contained herein. Mesaieed Petrochemical Holding Company Q.P.S.C., its joint ventures and associated companies are further in no way obliged to update or publish revisions to any forward-looking statement or any other material contained herein which may or may not be known to have changed or to be inaccurate as a result of new information, future events or any reason whatsoever. Mesaieed Petrochemical Holding Company Q.P.S.C. does not guarantee the accuracy of the historical statements contained herein.

GENERAL NOTES

Mesaieed Petrochemical Holding Company's accounting year follows the calendar year. No adjustment has been made for leap years. Values expressed in QR billions and percentages have been rounded to 1 decimal point. All other values have been rounded to the nearest whole number. Values expressed in US \$'s have been translated at the rate of US \$1 = QR3.64.

Amounts relating to income statement, including revenue, net profits, production, sales volumes, have been computed and reported for the purposes of this press release on proportionate basis, based on the share of ownership of MPHC in its respective joint ventures.

DEFINITIONS

Cash Realisation Ratio: Cash Flow From Operations / Net Profit x 100 • Debt to Equity: (Current Debt + Long-Term Debt) / Equity x 100 • Dividend Yield: Total Cash Dividend / Closing Market Capitalisation x 100 • EDC: Ethylene Dichloride • EPS: Earnings per Share (Net Profit / Number of Ordinary Shares outstanding at the year end) • EBITDA: Earnings Before Interest, Tax, Depreciation and Amortisation • Free Cash Flow: Cash Flow From Operations - Total CAPEX • HCL: Hydrochloric Acid • HDPE: High Density Polyethylene • NAO: Normal Alpha Olefins • NaOH: Caustic Soda • MT / PA: Metric Tons Per Annum • Payout Ratio: Total Cash Dividend / Net Profit x 100 • P/E: Price to Earnings (Closing market capitalisation / Net Profit) • Utilisation: Production Volume / Rated Capacity x 100 • VCM: Vinyl Chloride Monomer