



SABIC EARNINGS RELEASE

SECOND QUARTER 2025

August 3rd, 2025



1.0

SECOND QUARTER 2025 HIGHLIGHTS



Revenue of SAR 35.56 billion [US\$ 9.48 billion], an increase of 3% Q-o-Q and a decrease of 1% Y-o-Y



Adjusted¹ EBITDA² of SAR 5.22 billion [US\$ 1.39 billion], an increase of 40% Q-o-Q and a decrease of 9% Y-o-Y



Adjusted¹ EBIT³ of SAR 1.94 billion [US\$ 0.52 billion], an increase of SAR 1.45 billion [US\$ 0.39 billion] Q-o-Q and decrease of SAR 0.56 billion [US\$ 0.15 billion] Y-o-Y



Adjusted¹ Net Income⁴ of SAR 0.48 billion [US\$ 0.13 billion], an increase of SAR 0.56 billion [US\$ 0.15 billion] Q-o-Q and a decrease of SAR 1.27 [US\$ 0.34 billion] Y-o-Y



Adjusted¹ Earnings Per Share⁴ of SAR 0.16 [US\$ 0.04], an increase of SAR 0.19 [US\$ 0.05] Q-o-Q and a decrease of SAR 0.42 [US\$ 0.11] Y-o-Y



Net cash position⁵ of SAR 2.71 billion [US\$ 0.72 billion] as of June 30th, 2025, compared to a net debt position of SAR 0.88 billion [US\$ 0.23 billion] as of March 31st, 2025

From June 16th, 2020, (the date on which Saudi Aramco formally acquired 70% of SABIC shares) till June 30th, 2025, the captured value of SABIC's association with Saudi Aramco amounted to SAR 10.6 billion [US\$ 2.8 billion] including synergies of SAR 0.94 billion [US\$ 0.25 billion] realized in the second quarter of 2025.

Table 1 – Summary Financial Results

Item	Three Months Ended			Six Months Ended		
	Jun 30, 2025	Mar 31, 2025	Change %	Jun 30, 2025	Jun 30, 2024	Change %
Revenue	35.57	34.59	3%	70.16	68.40	3%
Income from operations (EBIT ³)	-1.88	-0.77	-	-2.66	3.31	-
Adjusted ¹ EBIT ³	1.94	0.49	-	2.44	3.98	-37%
EBITDA ²	4.91	2.50	96%	7.41	10.21	-27%
Adjusted ⁵ EBITDA ²	5.22	3.74	40%	8.96	10.44	-14%
Net (Loss) Income ⁴	-4.07	-1.21	-	-5.28	2.43	-
Adjusted ¹ Net (Loss) Income ⁴	0.48	-0.07	-	0.41	2.68	-85%
Net income (Loss) from Continuing Operations ⁴	-4.07	-1.21	-	-5.28	2.86	-
Earnings Per Share ⁴	-1.36	-0.40	-	-1.76	0.81	-
Adjusted ¹ Earnings Per Share ⁴	0.16	-0.02	-	0.14	0.89	-85%
Earnings Per Share from Continuing Operations ⁴	-1.36	-0.40	-	-1.76	0.95	-
Free cash flow ⁵	0.87	-1.35	-	-0.48	-1.79	-

¹Reflects SABIC's underlying operational performance based on normal course of business by excluding the effects of non-operational anomalies and one-offs.

²Income from operations (EBIT) plus depreciation, amortization, and impairment

³Earnings before interest and tax

⁴Attributable to equity holders of the parent

⁵Net cash from operating activities minus capital expenditure

All amounts in SAR billion unless otherwise stated, USD/SAR conversion used is 3.75. Absolute figures and percentages included in this document have been subject to rounding adjustments. Certain prior quarter and prior year figures have been subject to reclassifications. Please refer to the first quarter 2025 Financial Statements.

2.0

SECOND QUARTER 2025
PERFORMANCE

Saudi Basic Industries Corporation ("SABIC") (2010-SA) today announced its financial results for the second quarter of 2025.

SABIC introduces adjusted financial metrics starting Q2 2025.

Market sentiment remained uncertain during the second quarter of 2025, weighed down by ongoing global economic uncertainty, and continued geopolitical tensions. Global GDP growth settled at 2.5%, and the manufacturing Purchasing Managers' Index (PMI) averaged just below 50, signaling persistent softness in demand.

SABIC reported revenue of SAR 35.56 billion [US\$ 9.48 billion] in the second quarter of 2025, 3% increase relative to the previous quarter, reflecting a 3% greater sales volume and licensing revenue of SAR 863 million [US\$ 230 million] from SABIC Fujian Petrochemicals, offset by lower selling prices average.

Gross profit reached SAR 4.42 billion [US\$ 1.18 billion], marking an 8% decline from Q1 2025. The decline was mainly due to impairment impacts related to the Teesside cracker closure, as SABIC advances its portfolio optimization strategy.

Free Cash Flow in Q2 amounted to SAR 0.87 billion [US\$ 0.23 billion] an improvement over the last quarter, driven by stronger cash flow from operations.

Following best practices and to provide greater transparency on its underlying business performance, SABIC has introduced adjusted financial metrics starting this quarter. The adjusted figures exclude one-off, non-operational anomalies to better reflect recurring operations. For SABIC's historical quarterly adjusted earnings metrics [click here](#).

The following points compare reported vs. adjusted metrics:

- **Income from operations (EBIT)** was SAR -1.88 billion [US\$ -0.50 billion], reflecting the impact of impairment charges and provisions related to the announced closure of a cracker in Teesside. **Adjusted EBIT** stood at SAR 1.94 billion [US\$ 0.52 billion] showing a big Q-o-Q increase.
- **EBITDA** reached SAR 4.91 billion [US\$ 1.31 billion] up 96% from Q1 2025, benefiting from higher product margins, overall volumes, and licensing revenue. **Adjusted EBITDA** was SAR 5.22 billion [US\$ 1.39 billion] which is higher than the unadjusted EBITDA.
- The **EBITDA margin** rose to 14%, while the **adjusted EBITDA margin** reached 15%, compared to 7% and 11%, respectively, in the previous quarter.
- **Net income** for Q2 2025 was SAR -4.07 billion [US\$ -1.08 billion], reflecting the impact of the Teesside asset closure as well as impairment charges for Clariant investment due to share price decline. **Adjusted net income**, which excludes these one-off items, was SAR 0.48 billion [US\$ 0.13 billion] compared to SAR -0.07 billion [US\$ -0.02 billion] in Q1 2025.



3.0

CEO AND EXECUTIVE
BOARD MEMBER QUOTE



Abdulrahman Al-Fageeh
Chief Executive Officer and
Executive Board Member

" The global GDP growth rate reached 2.5% in Q2 2025. As a result of excess production capacity, operating rates remain below the historical global average, leading to margin pressure due to oversupply. The manufacturing Purchasing Managers' Index (PMI) remains below 50 for the quarter.

Amid these challenging conditions, SABIC continued to show resilience. Our adjusted EBITDA reached SAR 5.22 billion [US\$ 1.39 billion], reflecting stability despite ongoing uncertainties. We remain focused on operational excellence and safety, maintaining a best-in-class Total Recordable Incident Rate (TRIR) of 0.07.

I'm pleased to announce that SABIC's board has approved a total distribution of SAR 4.5 billion [US\$ 1.2 billion] for the first half of 2025. Amid ongoing market challenges in the chemical industry, we took a disciplined decision to adjust the dividend in line with current conditions. We remain firmly committed to a balanced capital allocation approach, ensuring competitive dividend distributions across the cycle while supporting long-term value creation.

We also have been creating value through customer outreach, resulting in tailored solutions on which mutual growth and long-term partnerships are based. In Q2 2025, we successfully introduced 58 new products for customers. Our customer-centric innovation and sustainability efforts also gained significant recognition this quarter. SABIC affiliates, received gold, silver, and bronze awards At the seventh King Abdulaziz Quality Award, and we were honored with a Best Polymer Producers Award by the Polymers for Europe Alliance and the European Plastics Converters Association.

Our strategic growth projects, led by the SABIC Fujian complex in China and the Petrokemya MTBE plant in Saudi Arabia, are progressing on budget and according to schedule.

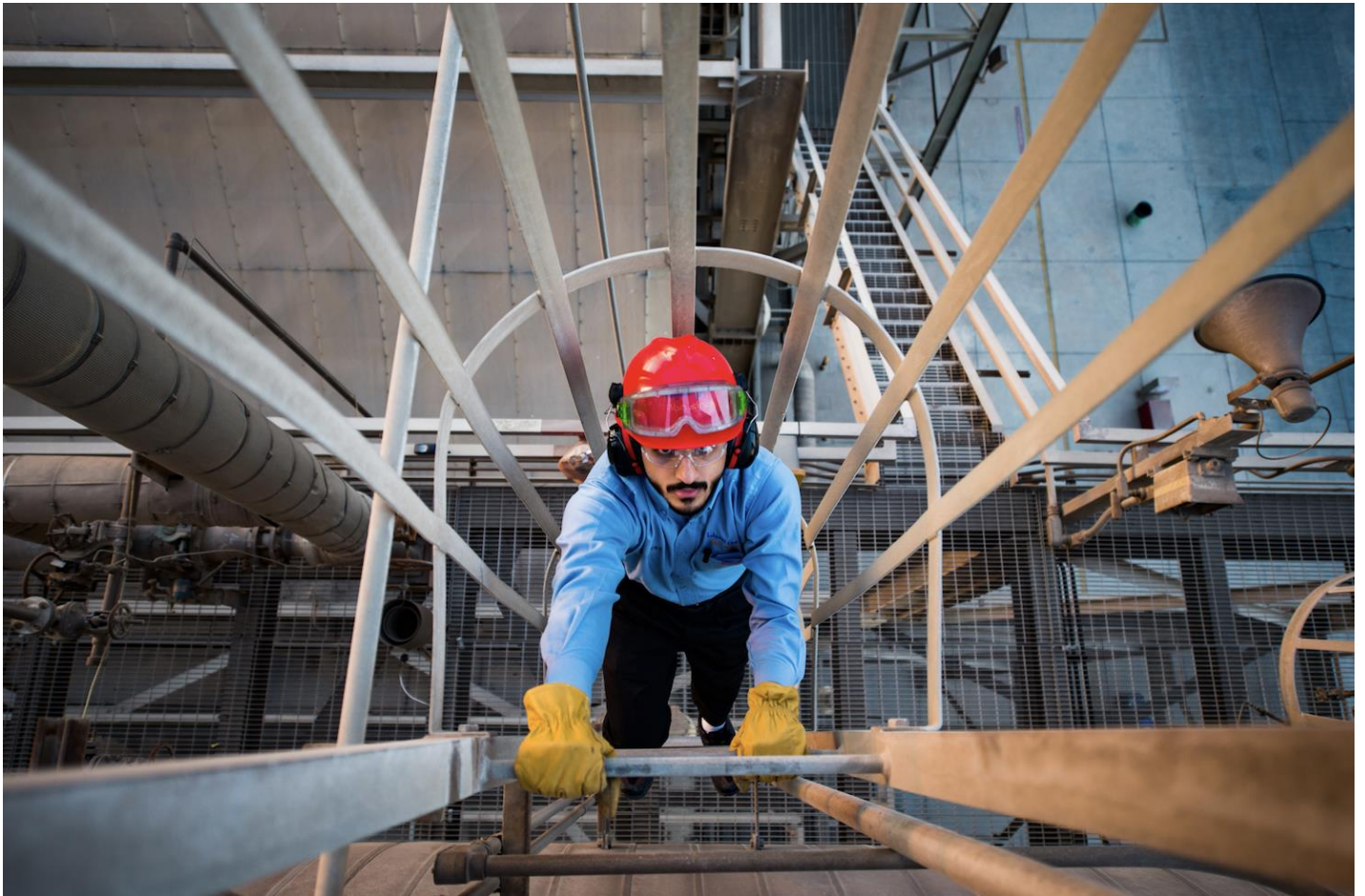
We also advanced our digital transformation journey, deploying over 490 AI models across manufacturing operations to enhance energy efficiency, planning, and emissions performance.

Meanwhile, the cost optimization initiatives we launched in Q1 are now being executed as part of our broader transformation program. This program aims to deliver, by 2030, a recurring annual EBITDA impact of USD 3.0 billion from a combination of cost excellence and value creation "

4.0

OUTLOOK

Looking ahead, SABIC remains focused on long-term value creation through operational excellence, transformation, and selective growth. The company maintains its disciplined approach to capital investment¹ with full-year expenditure guidance in the range of US\$3.0 to 3.5 billion.



¹Capital expenditure ("CAPEX") and capital injection for SABIC's growth project

5.0

ESG, INNOVATION,
AND SUSTAINABILITY

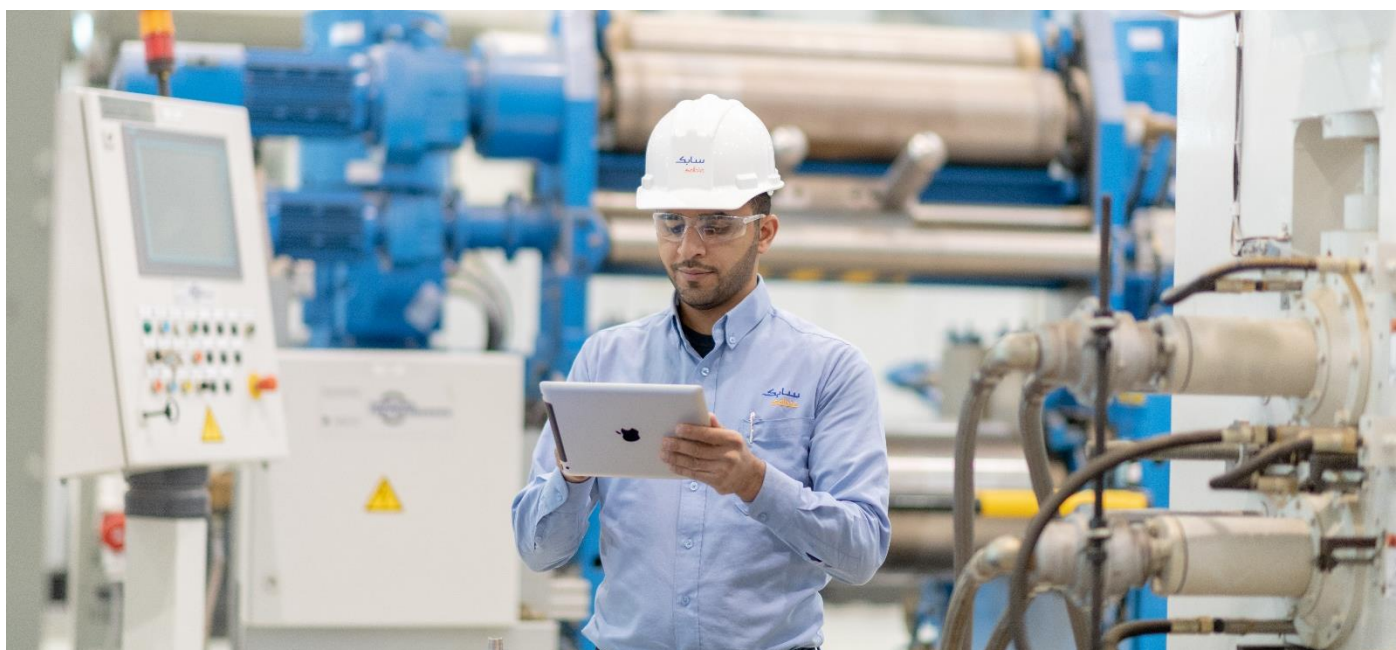
Several achievements during the second quarter of 2025 reflect SABIC's commitment to all-around excellence.

One of the key highlights of the quarter was SABIC's recognition at the seventh King Abdulaziz Quality Award ceremony, held under the patronage of the Custodian of the Two Holy Mosques. Three SABIC affiliates — Sharq, Gas, and Ibn Zahr — received gold, silver, and bronze awards, respectively. These awards reflect the affiliates' excellence in operational performance, innovation, sustainability practices, and service and product efficiency.

SABIC was also honored with the Best Polymer Producers Award in the LLDPE category by the Polymers for Europe Alliance and the European Plastics Converters Association. This recognition is especially meaningful as it is based on direct customer feedback across six key dimensions, including product quality, circularity, innovation, and commitment to the European market. The strong ratings given to SABIC show how the company delivers consistent value to customers even in a challenging global environment.

Complementing this customer-centric recognition, SABIC also received the Excellent Collaboration Award for 2024 from the DENSO Corporation, a leading global Tier 1 automotive supplier. The award celebrates SABIC's contribution to developing sustainable solutions in the automotive industry, specifically an innovative material combining certified bio-based and recycled polypropylene.

In line with SABIC's digital transformation efforts, SABIC deployed over 490 AI models in its manufacturing computer systems, targeting improved energy efficiency, feedstock planning, and emissions reduction. The quarter also saw the launch of SABIC's Artificial Intelligence Guidelines, which provide a structured framework for the responsible, secure, and value-driven deployment of AI across the company.



6.0

DISCUSSION OF SABIC
BUSINESS RESULTS BY
REPORTING SEGMENT

6.1 PETROCHEMICALS



Table 2 – Petrochemicals Financial Overview

Item	Three Months Ended			Six Months Ended		
	Jun 30, 2025	Mar 31, 2025	Change %	Jun 30, 2025	Jun 30, 2024	Change %
Revenue	32.40	31.50	3%	63.90	63.75	-
Income from operations (EBIT ¹)	-2.90	-1.64	77%	-4.55	1.99	-
Adjusted ² EBIT ¹	0.92	-0.45	-	0.47	2.63	-82%
EBITDA ³	3.67	1.42	-	5.09	8.44	-40%
Adjusted ² EBITDA ³	3.98	2.58	54%	6.56	8.63	-24%

All amounts are in SAR billion unless otherwise stated. The USD/SAR conversion rate used is 3.75. Absolute amounts and percentages shown in this document have been subject to rounding adjustments. Please refer to the 2025 Financial Statements.

¹Earnings before interest and tax

²Reflects SABIC's underlying operational performance based on normal course of business by eliminating the effects of non-operational anomalies and one-offs.

³Income from operations (EBIT) plus depreciation, amortization, and impairment

The Petrochemicals segment covers two SABIC businesses: Chemicals, and Polymers.

In Q2 2025, the petrochemicals segment's revenue increased by 3% Q-o-Q, reaching SAR 32.40 [US\$ 8.64]. This increase was mainly driven by higher sales of oxygenates and glycols.

Q2 EBITDA for the segment was SAR 3.67 [US\$ 0.98] while adjusted EBITDA was SAR 3.98 [US\$ 1.06] showing a 54% Q-o-Q increase.

Chemicals:

Mono ethylene glycol (MEG) prices declined in Q2 as demand from the polyester sector retreated.

Methanol prices were lower in Q2 amid market oversupply and high inventories.

Methyl tert-butyl ether (MTBE) prices declined during the second quarter of 2025, due to lower-than-expected seasonal demand as well as a significant supply.

Polymers:

Polyethylene (PE) prices lower on weaker naphtha and bearish sentiment.

Polypropylene (PP) prices declined in Q2 due to weak demand caused by global uncertainty and ample supply.

Polycarbonate (PC) prices continue to decline in the second quarter of 2025, mainly due to weak demand and global oversupply.

6.2 AGRI-NUTRIENTS



Table 3 – Agri-Nutrients Financial Overview

Item	Three Months Ended			Six Months Ended		
	Jun 30, 2025	Mar 31, 2025	Change %	Jun 30, 2025	Jun 30, 2024	Change %
Revenue	3.16	3.10	2%	6.26	4.65	35%
Income from operations (EBIT ¹)	1.02	0.87	17%	1.89	1.32	43%
Adjusted ² EBIT ¹	1.02	0.94	9%	1.96	1.36	45%
EBITDA ³	1.24	1.08	15%	2.32	1.78	30%
Adjusted ² EBITDA ³	1.24	1.16	7%	2.40	1.81	33%

All amounts in SAR billion unless otherwise stated. The USD/SAR conversion rate used is 3.75. Absolute amounts and percentages shown in this document have been subject to rounding adjustments. Please refer to the first quarter of 2025 Financial Statements.

¹Earnings before interest and tax

²Reflects SABIC's underlying operational performance based on normal course of business by eliminating the effects of non-operational anomalies and one-offs.

³Income from operations (EBIT) plus depreciation, amortization, and impairment

In Q2 2025, the Agri-nutrients segment's revenue increased by 2% Q-o-Q, reaching SAR 3.16 [US\$ 0.84]. This increase was mainly driven by higher sales due to higher production.

Q2 EBITDA amounted to SAR 1.24 [US\$ 0.33] not effected by any special items showing an increase of 15% Q-o-Q.

Urea prices usual seasonal retreat in Q2 was limited by the regional political tension and strong demand supporting the price.

For further information, please contact SABIC Investor Relations at IR@SABIC.com and / or visit <https://www.sabic.com/en/investors>

7.0

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