

Borouge PLC

DIRECTORS' REPORT, REVIEW REPORT AND INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 SEPTEMBER 2025

DIRECTORS' REPORT, REVIEW REPORT AND INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTH PERIOD
ENDED 30 SEPTEMBER 2025

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Borouge PLC

DIRECTORS' REPORT

30 SEPTEMBER 2025

BOROUGE PLC
DIRECTORS' REPORT
FOR THE NINE MONTH PERIOD ENDED 30 SEPTEMBER 2025

The Directors present their report together with the interim condensed consolidated financial statements of Borouge PLC ("the Company") and its subsidiaries (the "Group") for the nine month period ended 30 September 2025.

Principal activities

The purpose of the Company is to serve as a holding company for Abu Dhabi Polymers Co. Ltd (Borouge) – Sole Proprietorship L.L.C. ("ADP") and Borouge Pte Ltd. which are engaged in the principal activities of production of ethylene, propylene, polyethylene, polypropylene and trading of polyolefins, respectively.

Financial results

The financial results of the Company represent a profit for the period of USD 768.77 million (Period ended 30 September 2024: USD 908.22 million) as presented in these interim condensed consolidated financial statements.

for the **Board of Directors**



Chairman

Date: 28 October 2025
Abu Dhabi, UAE

Borouge PLC

REVIEW REPORT AND INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 SEPTEMBER 2025

REPORT ON THE REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF

BOROUGE PLC

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Borouge PLC (the “Company”) and its subsidiaries (the “Group”) as at 30 September 2025, comprising of the interim condensed consolidated statement of financial position as at 30 September 2025 and the related interim condensed consolidated statements of profit or loss and other comprehensive income for the three and nine month periods then ended and the related interim condensed consolidated statement of changes in equity and cash flows for the nine month period then ended and explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard IAS 34, *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standards 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 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

For Ernst & Young



Walid Nakfour
Registration No: 5479

28 October 2025
Abu Dhabi, United Arab Emirates

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 September 2025

	<i>Notes</i>	30 September 2025 USD'000 (Unaudited)	31 December 2024 USD'000 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	3	6,119,889	6,292,502
Intangible assets		59,183	60,643
Right-of-use assets		22,343	24,797
Investment in sublease	9	137,313	135,789
Loans to employees		21,553	20,509
Deferred tax assets		1,518	2,397
Total non-current assets		<u>6,361,799</u>	<u>6,536,637</u>
Current assets			
Inventories	4	593,690	640,505
Amounts due from related parties	9	212,720	209,937
Trade receivables	5	799,024	858,768
Loans to employees		15,197	13,454
Investments in sublease	9	5,801	5,741
Prepayments and other receivables	6	53,491	23,917
Cash and cash equivalents	7	197,184	418,506
Total current assets		<u>1,877,107</u>	<u>2,170,828</u>
TOTAL ASSETS		<u>8,238,906</u>	<u>8,707,465</u>
EQUITY AND LIABILITIES			
Equity			
Share capital		4,809,231	4,809,231
Merger reserve		(4,446,467)	(4,446,467)
Treasury shares		(120,668)	-
Other reserve / share premium		826	-
Restricted reserve		186,798	186,770
Capital reserve		12,490	12,490
Cash flow hedge reserve		(6,778)	(5,993)
Actuarial reserve		18,320	18,320
Translation reserve		(5,849)	(7,741)
Retained earnings		3,349,601	3,896,116
Equity attributable to the owners of the Company		3,797,504	4,462,726
Non-controlling interests		24,381	19,337
Total equity		<u>3,821,885</u>	<u>4,482,063</u>

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
continued

As at 30 September 2025

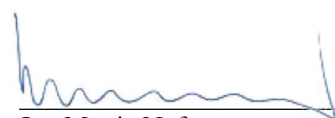
	<i>Notes</i>	30 September 2025 USD'000 (Unaudited)	31 December 2024 USD'000 (Audited)
EQUITY AND LIABILITIES continued			
Non-current liabilities			
Provision for employees' end of service benefits		94,786	97,585
Lease liabilities		157,419	158,082
Deferred tax liability		108,455	85,136
Bank loans	8	2,946,313	2,944,100
Derivative financial instruments		<u>6,778</u>	<u>5,993</u>
Total non-current liabilities		<u>3,313,751</u>	<u>3,290,896</u>
Current liabilities			
Trade and other payables		362,261	356,660
Amounts due to related parties	9	658,464	520,260
Lease liabilities		9,221	9,042
Provisions for employees end of service benefits		9,427	1,235
Income tax payable		<u>63,897</u>	<u>47,309</u>
Total current liabilities		<u>1,103,270</u>	<u>934,506</u>
Total liabilities		<u>4,417,021</u>	<u>4,225,402</u>
TOTAL EQUITY AND LIABILITIES		<u>8,238,906</u>	<u>8,707,465</u>



H.E. Dr. Sultan Ahmed Al
Jaber
Chairman



Hazeem Sultan Al Suwaidi
Chief Executive Officer



Jan-Martin Nufer
Chief Financial Officer

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three and nine month periods ended 30 September 2025

		<i>For the three-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the three-month period ended 30 September 2024 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2024 USD'000 (unaudited)</i>
	<i>Notes</i>				
Revenue	9	1,447,224	1,599,989	4,172,097	4,405,129
Cost of sales	10	<u>(840,480)</u>	<u>(916,030)</u>	<u>(2,551,873)</u>	<u>(2,519,101)</u>
Gross profit		606,744	683,959	1,620,224	1,886,028
Other income		4,818	5,495	16,842	16,326
General and administrative expenses		(48,504)	(55,891)	(151,021)	(160,723)
Selling and distribution expenses		(109,904)	(126,579)	(301,211)	(327,315)
Impairment loss		<u>(1,053)</u>	<u>(844)</u>	<u>(1,053)</u>	<u>(2,917)</u>
Operating profit		452,101	506,140	1,183,781	1,411,399
Finance income		7,532	7,351	24,111	23,566
Finance costs		(43,627)	(50,438)	(129,610)	(155,089)
Foreign exchange (loss) gain		<u>325</u>	<u>(1,510)</u>	<u>(1,825)</u>	<u>(2,399)</u>
Profit for the period before tax		416,331	461,543	1,076,457	1,277,477
Income tax expense	12	<u>(121,804)</u>	<u>(133,822)</u>	<u>(307,684)</u>	<u>(369,253)</u>
Profit for the period		<u>294,527</u>	<u>327,721</u>	<u>768,773</u>	<u>908,224</u>
Profit for the period attributable to:					
Owners of the Company		292,056	324,132	762,544	899,173
Non-controlling interests		<u>2,471</u>	<u>3,589</u>	<u>6,229</u>	<u>9,051</u>
		<u>294,527</u>	<u>327,721</u>	<u>768,773</u>	<u>908,224</u>
Other comprehensive income/(loss)					
<i>Items that may be not be reclassified to profit or loss</i>					
Defined benefit plan remeasurements		-	(299)	-	(299)
<i>Items that may be reclassified to profit or loss</i>					
Exchange differences on translation of foreign operation		425	3,996	2,232	1,622
Fair value loss on derivatives in effective cash flow hedge relationship		<u>700</u>	<u>(10,527)</u>	<u>(785)</u>	<u>(1,382)</u>
Total other comprehensive income/(loss) for the period		<u>1,125</u>	<u>(6,830)</u>	<u>1,447</u>	<u>(59)</u>
Total comprehensive income for the period		<u>295,652</u>	<u>320,891</u>	<u>770,220</u>	<u>908,165</u>
Total comprehensive income for the period attributable to:					
Owners of the Company		293,116	316,738	763,650	898,912
Non-controlling interests		<u>2,536</u>	<u>4,153</u>	<u>6,570</u>	<u>9,253</u>
		<u>295,652</u>	<u>320,891</u>	<u>770,220</u>	<u>908,165</u>
Earnings per share:					
Basic and diluted (USD)	13	<u>0.01</u>	<u>0.01</u>	<u>0.03</u>	<u>0.03</u>

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

Borouge PLC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine month period ended 30 September 2025

	Share capital USD '000	Treasury shares USD '000	Other reserve USD '000	Merger reserve USD '000	Restricted reserve USD '000	Capital reserve USD '000	Actuarial reserve USD '000	Cash flow hedge reserve USD '000	Translation reserve USD '000	Retained earnings USD '000	Equity attributable to Owners of the Company USD '000	Non- controlling interests USD '000	Total equity USD '000
Balance at 1 January 2024 (audited)	4,809,231	-	-	(4,446,467)	186,486	12,490	17,993	(12,608)	(5,474)	3,970,831	4,532,482	13,354	4,545,836
Profit for the period	-	-	-	-	-	-	-	-	-	899,173	899,173	9,051	908,224
Other comprehensive (loss) income for the period	-	-	-	-	-	-	(253)	(1,382)	1,374	-	(261)	202	(59)
Total comprehensive income for the period	-	-	-	-	-	-	(253)	(1,382)	1,374	899,173	898,912	9,253	908,165
Dividends (note 7)	-	-	-	-	-	-	-	-	-	(1,299,704)	(1,299,704)	(7,320)	(1,307,024)
Balance at 30 September 2024 (unaudited)	<u>4,809,231</u>	<u>-</u>	<u>-</u>	<u>(4,446,467)</u>	<u>186,486</u>	<u>12,490</u>	<u>17,740</u>	<u>(13,990)</u>	<u>(4,100)</u>	<u>3,570,300</u>	<u>4,131,690</u>	<u>15,287</u>	<u>4,146,977</u>
Balance at 1 January 2025 (audited)	4,809,231	-	-	(4,446,467)	186,770	12,490	18,320	(5,993)	(7,741)	3,896,116	4,462,726	19,337	4,482,063
Profit for the period	-	-	-	-	-	-	-	-	-	762,544	762,544	6,229	768,773
Other comprehensive (loss) income for the period	-	-	-	-	-	-	-	(785)	1,892	-	1,107	340	1,447
Total comprehensive income for the period	-	-	-	-	-	-	-	(785)	1,892	762,544	763,651	6,569	770,220
Dividends (note 7)	-	-	-	-	-	-	-	-	-	(1,309,031)	(1,309,031)	(1,525)	(1,310,556)
Transfer to statutory reserve	-	-	-	-	28	-	-	-	-	(28)	-	-	-
Own shares acquired in the period (note 16)	-	(120,668)	826	-	-	-	-	-	-	-	(119,842)	-	(119,842)
Balance at 30 September 2025 (unaudited)	<u>4,809,231</u>	<u>(120,668)</u>	<u>826</u>	<u>(4,446,467)</u>	<u>186,798</u>	<u>12,490</u>	<u>18,320</u>	<u>(6,778)</u>	<u>(5,849)</u>	<u>3,349,601</u>	<u>3,797,504</u>	<u>24,381</u>	<u>3,821,885</u>

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

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASHFLOWS

For the nine month period ended 30 September 2025

		<i>For the nine month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the nine month period ended 30 September 2024 USD'000 (unaudited)</i>
	<i>Notes</i>		
OPERATING ACTIVITIES			
Profits before tax for the period		1,076,457	1,277,477
Adjustments for:			
Depreciation on property, plant, and equipment	3	366,766	391,354
Impairment of property, plant, and equipment	3	1,053	2,917
Depreciation on right-of-use assets		2,674	3,693
Amortization of intangible assets		16,998	17,392
Provision (reversal of) for expected credit loss on trade receivables	5	962	(3,172)
Provision for slow moving and obsolete inventories		44	4,631
Loss on disposal of property, plant and equipment		(4)	(13)
Gain on ROU at modification of lease agreement		16	-
End of service benefits charge		9,604	8,864
Finance costs		129,610	155,089
Finance income		(24,111)	(23,566)
Exchange loss differences		438	336
Net cash flows from operating activities before changes in working capital		1,580,507	1,835,002
Working capital changes:			
Trade receivables		59,290	(65,775)
Amounts due from related parties		(1,277)	(9,900)
Inventories		46,984	(65,454)
Prepayments and other receivables		(32,190)	(290)
Amounts due to related parties		136,742	(3,603)
Trade and other payables		6,534	21,968
Cash generated from operating activities		1,796,590	1,711,948
End of service benefits paid		(4,233)	(7,610)
Tax paid		(266,994)	(326,804)
Net cash generated from operating activities		1,525,363	1,377,534
INVESTING ACTIVITIES			
Proceeds from disposal of property, plant and equipment		7	13
Payments for purchase of property, plant and equipment	3	(208,639)	(84,473)
Payments for purchase of intangible assets		(1,478)	(4,872)
Finance income received		20,191	19,652
Cash used in investing activities		(189,919)	(69,680)

Borouge PLC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASHFLOWS continued

For the nine month period ended 30 September 2025

		<i>For the nine month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the nine month period ended 30 September 2024 USD'000 (unaudited)</i>
	<i>Notes</i>		
FINANCING ACTIVITIES			
Repayment of bank loan	8	-	(200,000)
Purchase of Treasury shares	17	(120,668)	-
Receipt from revolving credit facility	8	-	200,000
Payment of dividends	9	(1,311,203)	(1,305,804)
Payment of interest on bank loan		(121,543)	(147,794)
Receipt from lease receivable		2,794	673
Payment of lease liabilities		<u>(5,885)</u>	<u>(3,981)</u>
Cash used in financing activities		(1,556,505)	(1,456,906)
Changes in the translation reserve		(261)	2,194
NET DECREASE IN CASH AND CASH EQUIVALENTS		(221,322)	(146,858)
Cash and cash equivalents at beginning of period		<u>418,506</u>	<u>353,921</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	7	<u>197,184</u>	<u>207,063</u>

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

1 GENERAL INFORMATION

Borouge PLC (the “Company”) was incorporated on 28 April 2022 as a public company limited by shares, with registration number 000007602, pursuant to the Abu Dhabi Global Market Companies (Amendment No. 1) Regulations 2020. The Company has been established for the purpose of serving as a holding company for Abu Dhabi Polymers Co. Ltd (Borouge) – Sole Proprietorship L.L.C. and Borouge Pte. Ltd.

In the period, ADNOC and OMV announced the agreement of terms on a binding framework agreement for the proposed combination of Borouge PLC and Borealis into Borouge Group International. Upon merging, Borouge Group International will acquire Nova Chemicals, a leading North America-based polyethylene producer for US\$ 13.4 billion expanding global reach and access to growth markets. The above restructuring including the reorganization of Borouge PLC is expected to be implemented in 2026.

Under the terms of the agreement, ADNOC and OMV will hold equal stakes of 46.94% in Borouge Group International, with joint control and equal partnership, with the remaining 6.12% in free float. This is subject to Securities and Commodities Authority (SCA) approval and assuming all existing Borouge free float shareholders accept to exchange their existing shares in Borouge into shares in Borouge Group International.

As announced on 11 September 2025, upon receipt of regulatory approvals and the successful completion of the proposed transactions that involve the planned combination of Borouge plc and Borealis AG (Borealis) into a new entity to be named Borouge Group International (BGI), with BGI to acquire NOVA Chemicals Inc. (Nova), ADNOC’s entire stake in BGI will be transferred to and held by XRG.

The Company is jointly controlled by Abu Dhabi National Oil Company (“ADNOC”) and Borealis Middle East Holding GmbH (“BMEH”, together with ADNOC, the “Shareholders”).

Details of the Company’s subsidiaries as at 30 September 2025 are as follows:

<i>Name of subsidiary</i>	<i>Ownership interest</i>	<i>Parent Company</i>	<i>Country of incorporation</i>	<i>Principal activities</i>
Abu Dhabi Polymers Co. Ltd (Borouge) - Sole Proprietorship L.L.C (“ADP”)	100%	PLC	U.A.E	Production of ethylene, propylene, polyethylene and polypropylene
Borouge Pte Ltd (“PTE”)	84.746%	PLC	Singapore	Trading of polyolefins
Borouge (India) Pvt Ltd	100%	PTE	India	Marketing and support services
Borouge Compounding Holding PTE Ltd (“PTECOM”)	100%	PTE	Singapore	Investment Holding
Borouge Compounding (Shanghai) Co. Ltd	100%	PTECOM	People’s Republic of China	Trading polyolefins products
Borouge Sales and Marketing (Shanghai) Co. Ltd	100%	PTE	People’s Republic of China	Marketing and support services
Borouge Egypt LLC	100%	PTE	Arab Republic Egypt	Marketing and support services
Borouge Kenya Ltd	100%	PTE	Kenya	Marketing and support services
Borouge Korea Co. Ltd	100%	PTE	South Korea	Trading of polyolefins products and sales and marketing support

The Company together with its subsidiaries is referred to as the “Group”.

The interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issuance on 28 October 2025.

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

The interim condensed consolidated financial statements for the nine month ended 30 September 2024 have been prepared in accordance with IAS 34 Interim Financial Reporting. The Group has prepared the interim condensed consolidated financial statements on the basis that it will continue to operate as a going concern.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2024.

2.2 FUNCTIONAL AND PRESENTATION CURRENCY

These interim condensed consolidated financial statements are presented in US Dollar ("USD"), which is the Group's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise indicated.

2.3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED BY THE GROUP

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

One amendment applies for the first time in 2025 but does not have an impact on the interim condensed consolidated financial statements of the Group.

Lack of exchangeability - Amendments to IAS 21

The amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after 1 January 2025. When applying the amendments, an entity cannot restate comparative information.

The amendments did not have a material impact on the Group's financial statements.

2.4 SIGNIFICANT ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the interim condensed consolidated financial statements in conformity with IFRS Accounting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of financial assets and liabilities and the disclosure of contingent liabilities. These judgments, estimates and assumptions also affect the revenue, expenses, and provisions as well as fair value changes. Actual results may differ from these estimates.

These judgments, estimates and assumptions may affect the reported amounts in subsequent financial years. Estimates and judgments are currently evaluated and are based on historical experience and other factors.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2024 except for below mentioned.

2.4 SIGNIFICANT ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY continued

Useful lives and residual values of property, plant and equipment

The useful lives and residual values of the property, plant and equipment and intangible assets are based on management's judgment of the historical pattern of useful lives and the general standards applied within the industry.

As per IAS 16, paragraph 51, the residual value and the useful life of an asset shall be reviewed at least at each financial year end and, if expectations differ from previous estimates, the change(s) shall be accounted for as a change in an accounting estimate in accordance with IAS 8 Basis of Preparation of Financial Statements.

The useful life of an asset is primarily determined by the extent to which its economic benefits are expected to be consumed through use. However, some factors contribute to the reduction of these benefits, including:

- Expected Usage: Based on the asset's anticipated capacity or output.
- Physical Deterioration: Influenced by operational intensity, maintenance practices, and conditions during idle periods.
- Obsolescence: Resulting from technological advancements, changes in production methods, or shifts in market demand, which may diminish the asset's value or utility.

In line with the Group policy, during the period ended 30 September 2025, the Company has reassessed the estimated useful life of some of its Plant, Machinery and related Buildings assets, resulting in a decrease in depreciation charge for the period of USD 33,294 thousand. The Company revisits its estimates annually as per its policy, and in light of the comprehensive asset lifetime extension initiated by technical steering committee, the estimated useful lives of such plants and related buildings have increased by up to an additional 10 years.

The estimated useful lives of the Group's Plant, Property and Equipment is applied prospectively, in accordance with IAS 8, from 1 July 2025, as follows:

Buildings	15 – 40 years
Plant and machinery	8 – 35 years
Motor vehicles	4 – 10 years
Furniture, fixtures and equipment	3 – 4 years

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2025

3 PROPERTY, PLANT AND EQUIPMENT

	<i>Buildings</i> <i>USD '000</i>	<i>Plant and</i> <i>machinery</i> <i>USD '000</i>	<i>Furniture,</i> <i>fixtures and</i> <i>equipment</i> <i>USD '000</i>	<i>Motor</i> <i>vehicles</i> <i>USD '000</i>	<i>Capital</i> <i>work-in-</i> <i>progress</i> <i>USD '000</i>	<i>Total</i> <i>USD '000</i>
2025						
<i>Cost</i>						
Balance at 1 January 2025 (audited)	716,770	12,751,222	194,204	14,093	257,273	13,933,562
Additions	-	129	244	-	208,266	208,639
Disposals	-	(90)	(8,640)	-	-	(8,730)
Transfers from capital work in progress	704	149,083	9,127	-	(158,914)	-
Transfers to intangibles	-	-	-	-	(14,052)	(14,052)
Impairment	-	-	-	-	(1,053)	(1,053)
Exchange differences	423	1,062	1,106	-	28	2,619
At 30 September 2025 (unaudited)	<u>717,897</u>	<u>12,901,406</u>	<u>196,041</u>	<u>14,093</u>	<u>291,548</u>	<u>14,120,985</u>
<i>Accumulated depreciation and impairment</i>						
Balance at 1 January 2025 (audited)	366,869	7,084,935	173,850	13,562	1,844	7,641,060
Depreciation	17,659	342,465	6,533	109	-	366,766
Disposals	-	(90)	(8,637)	-	-	(8,727)
Impairment charge, net	-	-	-	-	(4)	(4)
Exchange differences	196	746	1,056	3	-	2,001
At 30 September 2025 (unaudited)	<u>384,724</u>	<u>7,428,056</u>	<u>172,802</u>	<u>13,674</u>	<u>1,840</u>	<u>8,001,096</u>
Net book value:						
At 30 September 2025 (unaudited)	<u>333,173</u>	<u>5,473,350</u>	<u>23,239</u>	<u>419</u>	<u>289,708</u>	<u>6,119,889</u>
At 31 December 2024 (audited)	<u>349,901</u>	<u>5,666,287</u>	<u>20,354</u>	<u>531</u>	<u>255,429</u>	<u>6,292,502</u>

During the nine months ended 30 September 2024, the Group acquired assets with a cost of USD 84,473 thousand. In the same period, gross disposals were made of USD 20,881 thousand and total depreciation charges for the period were USD 391,354 thousand.

The right and license to use the land in Ruwais, on which the buildings and plant and machinery are constructed, were granted by the Supreme Petroleum Council, free of all fees, in accordance with a letter dated 28 October 1998. The land in Ruwais continues to be free of all fees, except for the Borouge 4 Plant Site in accordance with an agreement signed between the Group and ADNOC on 16 November 2021.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 September 2025

4 INVENTORIES

	<i>30 September 2025 USD'000 (unaudited)</i>	<i>31 December 2024 USD'000 (audited)</i>
Finished goods	341,992	378,208
Spare parts	164,210	148,411
Raw materials	138,874	159,183
Goods in transit	8,499	9,020
Work in progress	<u>271</u>	<u>5,795</u>
	653,846	700,617
Less: allowance for slow moving and obsolete inventories	<u>(60,156)</u>	<u>(60,112)</u>
	<u>593,690</u>	<u>640,505</u>

5 TRADE RECEIVABLES

	<i>30 September 2025 USD'000 (unaudited)</i>	<i>31 December 2024 USD'000 (audited)</i>
Trade receivables	801,132	859,914
Less: provision for expected credit losses	<u>(2,108)</u>	<u>(1,146)</u>
	<u>799,024</u>	<u>858,768</u>

Movement in the allowance for expected credit losses against trade receivables during the period/year was as follows:

	<i>30 September 2025 USD'000 (unaudited)</i>	<i>31 December 2024 USD'000 (audited)</i>
Balance at 1 January	1,146	4,341
Charge / (reversal) for the period / year	<u>962</u>	<u>(3,195)</u>
At the end of the period / year	<u>2,108</u>	<u>1,146</u>

6 PREPAYMENTS AND OTHER RECEIVABLES

	<i>30 September 2025 USD'000 (unaudited)</i>	<i>31 December 2024 USD'000 (audited)</i>
Prepayments	11,590	4,579
Deposits (note 6.1)	14,244	1,760
Advances to suppliers and contractors	26,757	8,599
Other receivables	3,757	11,836
Provision for expected credit losses	<u>(2,857)</u>	<u>(2,857)</u>
	<u>53,491</u>	<u>23,917</u>

6 PREPAYMENTS AND OTHER RECEIVABLES continued

- 6.1 An amount included within deposits of USD 11,735 thousand (31 December 2024: nil) represents cash held by the Liquidity provider. See note 17 for further details.

7 CASH AND CASH EQUIVALENTS

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents are comprised of the following:

	<i>30 September 2025 USD '000 (unaudited)</i>	<i>31 December 2024 USD '000 (audited)</i>
Bank balances	128,867	86,216
Short-term deposits	68,302	332,286
Cash on hand	<u>15</u>	<u>4</u>
Cash and cash equivalents	<u>197,184</u>	<u>418,506</u>

Included in the Group's cash and cash equivalents are cash and bank balances amounting to USD 7,692 thousand (31 December 2024: USD 5,855 thousand) that are denominated in Chinese Renminbi ("RMB"). RMB is not a freely convertible currency and the remittance of funds inward and outward of the People's Republic of China ("PRC") is subject to exchange control regulations by the PRC government.

Short-term deposits are mainly denominated in US Dollar ("USD") and earn interest at 4.71% per annum (2024: 5.33%) with an original maturity of less than three months.

8 BANK LOANS

	<i>30 September 2025 USD '000 (unaudited)</i>	<i>31 December 2024 USD '000 (audited)</i>
Commercial term facility	2,600,000	2,600,000
Islamic facility	<u>350,000</u>	<u>350,000</u>
	2,950,000	2,950,000
Unamortised transaction costs	<u>(3,687)</u>	<u>(5,900)</u>
	<u>2,946,313</u>	<u>2,944,100</u>

This represents external facilities from a consortium of banks amounting to USD 4,000 million with a maturity of 5 years from 19 December 2021, comprising a commercial term facility of USD 3,650 million and an Islamic facility of USD 350 million. The commercial term facility carries an interest rate of SOFR + 0.90% margin per annum and the Islamic facility carries a profit margin amount. During the period ended 30 September 2025, the Company repaid an amount of USD nil (2024: USD 200,000 thousand).

As at 30 September 2025, the Group has an undrawn revolving loan facility with First Abu Dhabi Bank amounting to USD 500 million, valid for up to 5 years from December 2024. The facility is undrawn at 30 September 2025 (31 December 2024: undrawn).

9 RELATED PARTIES

Related parties comprise the Government of Abu Dhabi and related departments and institutions (owner of the majority shareholder), associated companies, joint ventures, shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

During the period, the Group entered into the following significant transactions with related parties at prices and on terms agreed between the related parties:

Related party transactions

	<i>For the three-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the three-month period ended 30 September 2024 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2024 USD'000 (unaudited)</i>
Shareholders				
Sale of goods	105,913	117,629	400,396	331,607
Purchase of goods	(427,484)	(480,704)	(1,244,407)	(1,209,600)
Other income and expenses	(24,060)	(32,253)	(60,431)	(69,793)
Other related parties				
Sale of goods	16,927	15,347	47,337	43,431
Purchase of goods	(155,772)	(132,335)	(396,198)	(391,098)
Other income and expenses	(41,555)	(85,416)	(97,130)	(146,044)
Compensation of key management personnel				
Short-term benefits	<u>1,163</u>	<u>1,227</u>	<u>6,291</u>	<u>4,993</u>
Long-term benefits	<u>(52)</u>	<u>127</u>	<u>311</u>	<u>384</u>

Balances with related parties mainly comprise:

Amounts due to related parties

		<i>30 September 2025 USD'000 (unaudited)</i>	<i>31 December 2024 USD'000 (audited)</i>
	<i>Nature</i>		
ADNOC	Shareholder	441,619	278,554
Borealis AG	Shareholder	103,163	112,502
ADNOC Logistics	Affiliate	47,904	68,626
ADNOC Gas Facility	Affiliate	39,945	40,246
ADNOC Refining	Affiliate	12,687	8,814
DYM Solution Co. Ltd	Affiliate	10,910	10,449
ADNOC Industrial Gas Elixier	Affiliate	1,318	471
ADNOC Distribution	Affiliate	897	491
Borealis Compounds Inc.	Affiliate	18	107
ADNOC Onshore	Affiliate	3	-

9 RELATED PARTIES continued*Amounts due to related parties* continued

Amounts due to related parties are disclosed in condensed consolidated statement of financial position as follows:

	<i>30 September 2025 USD'000 (unaudited)</i>	<i>31 December 2024 USD'000 (audited)</i>
Current	658,464	520,260
Non-current	<u>-</u>	<u>-</u>
Total	<u>658,464</u>	<u>520,260</u>

Amounts due from related parties

Amounts due from related parties		30 September 2025 USD'000 (unaudited)	31 December 2024 USD'000 (audited)
	Nature		
ADNOC	Shareholder	52,180	40,088
Borealis AG	Shareholder	128,394	152,407
Borouge 4	Affiliate	28,113	14,142
ADNOC Refining	Affiliate	4,029	3,216
Borealis AG Abu Dhabi	Affiliate	-	57
ADNOC Global Trading	Affiliate	<u>4</u>	<u>27</u>
		<u>212,720</u>	<u>209,937</u>
Borouge 4- Investment in sublease	Affiliate	<u>143,114</u>	<u>141,432</u>
		<u>355,834</u>	351,467

Amounts due from related parties are disclosed in interim condensed consolidated statement of financial position as follows:

	<i>30 September 2025 USD'000 (unaudited)</i>	<i>31 December 2024 USD'000 (audited)</i>
Investment in sublease – current	5,801	5,741
Investment in sublease – non-current	137,313	135,789
Amounts due from related parties - current	<u>212,720</u>	<u>209,937</u>
Total	<u>355,834</u>	<u>351,467</u>

Dividends

Dividend paid during the period comprises of an amount of USD 649,852 thousand for annual dividend for the year 2024 and USD 659,826 thousand in respect of interim dividend for 2025 (period ended 30 September 2024: 649,852 dividend for the year 2023 and USD 649,852 thousand in respect of interim dividend for 2024).

On 3 February 2025, the Board of Directors endorsed an annual dividend amounting to USD 649,852 thousand (amounting to AED 2,386,585 thousand or 7.94 fils per share) which was approved in the AGM on 7 April 2025 and paid in April 2025 (Period ended 30 September 2024: dividend of USD 649,852 thousand was approved and paid). A dividend of USD 648 thousand (30 June 2024: nil) was received by the group on the Treasury shares held by the Company at the ex-dividend date. This has been treated as a contra entry to the total dividend paid through the interim condensed consolidated statement of changes in equity.

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9 RELATED PARTIES continued

Dividends continued

On 30 July 2025, the Board of Directors endorsed an annual dividend amounting to USD 659,826 thousand (amounting to AED 2,423,212 thousand or 8.1 fils per share) which was approved in the AGM on 29 August 2025 and paid in September 2025 (period ended 30 September 2024: dividend of USD 649,852 thousand (amounting to AED 2,386,585 thousand or 7.94 fils per share) was approved and paid).

Further, USD 1,525 thousand (Period ended 30 September 2024: USD 7,320 thousand) dividend to non-controlling interest was declared and was paid in April 2025.

10 REVENUE

The Group derives its revenue from contracts with customers for the transfer of goods and services at a point in time in the following major lines of business.

	<i>For the three-month period ended 30 September 2025 USD '000 (unaudited)</i>	<i>For the three-month period ended 30 September 2024 USD '000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2025 USD '000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2024 USD '000 (unaudited)</i>
Sale of goods				
Polyethylene	827,155	925,877	2,433,959	2,617,428
Polypropylene	609,600	659,015	1,700,117	1,753,354
Ethylene and others	<u>10,469</u>	<u>15,097</u>	<u>38,021</u>	<u>34,347</u>
	<u>1,447,224</u>	<u>1,599,989</u>	<u>4,172,097</u>	<u>4,405,129</u>
Timing of revenue recognition				
At a point in time	<u>1,447,224</u>	<u>1,599,989</u>	<u>4,172,097</u>	<u>4,405,129</u>

Geographical information

Revenue is based on the geographical location of end customers as follows:

	<i>For the three-month period ended 30 September 2025 USD '000 (unaudited)</i>	<i>For the three-month period ended 30 September 2024 USD '000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2025 USD '000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2024 USD '000 (unaudited)</i>
People's Republic of China	390,704	487,059	1,076,088	1,305,514
India	202,408	219,520	600,823	635,177
United Arab Emirates	198,139	173,091	532,405	511,896
Austria	105,913	117,629	390,692	331,607
Egypt	79,038	111,060	199,809	284,531
Pakistan	66,946	60,001	196,231	172,289
Vietnam	34,964	33,315	101,770	103,800
Saudi Arabia	33,876	35,618	106,751	85,404
Others	<u>335,236</u>	<u>362,696</u>	<u>967,528</u>	<u>974,911</u>
Revenue from contracts with end customers	<u>1,447,224</u>	<u>1,599,989</u>	<u>4,172,097</u>	<u>4,405,129</u>

11 COST OF SALES

	<i>For the three-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the three-month period ended 30 September 2024 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2024 USD'000 (unaudited)</i>
Cost of production and other related costs	722,329	765,037	2,198,642	2,160,286
Depreciation on property, plant and equipment	100,899	133,025	307,246	313,736
Royalty expenses	12,056	11,634	32,120	31,037
Amortisation of intangible assets	5,150	6,281	13,737	13,914
Depreciation on right-of-use assets	46	53	128	128
	<u>840,480</u>	<u>916,030</u>	<u>2,551,873</u>	<u>2,519,101</u>

12 INCOME TAX EXPENSE

	<i>For the three-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the three-month period ended 30 September 2024 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2025 USD'000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2024 USD'000 (unaudited)</i>
Income tax expense				
- UAE	105,399	124,179	276,728	341,100
- Foreign jurisdictions	1,669	2,351	6,713	5,504
Deferred tax charge	<u>14,736</u>	<u>7,292</u>	<u>24,243</u>	<u>22,649</u>
	<u>121,804</u>	<u>133,822</u>	<u>307,684</u>	<u>369,253</u>

United Arab Emirates

Income tax expense is recognized at an amount determined by multiplying the profit before tax for the interim reporting period by management's best estimate of the weighted average annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognized in full in the interim period. As such, the effective tax rate in the interim condensed consolidated financial statements may differ from management's estimate of the effective tax rate for the annual consolidated financial statements. Effective tax rate for the period 30 September 2025 is 29.09% (30 September 2024: 30.05%).

The Company is subject to Abu Dhabi Income Tax on its taxable income attributable to its operations in respect of Borouge 1, Borouge 2 and Borouge 3.

Foreign jurisdictions

The Group's subsidiaries in foreign jurisdictions are subject to taxation. Income tax for the current period is provided on the basis of estimated taxable income computed by the Group using tax rates, enacted, or substantially enacted at the reporting date, applicable in the respective countries in which the subsidiaries operate and any adjustment to tax in respect of previous years.

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13 BASIC AND DILUTED EARNINGS PER SHARE

Earnings per share amounts are calculated by dividing the profit attributable to shareholders of the Company by the weighted average number of share outstanding during the period.

	<i>For the three-month period ended 30 September 2025 USD '000 (unaudited)</i>	<i>For the three-month period ended 30 September 2024 USD '000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2025 USD '000 (unaudited)</i>	<i>For the nine-month period ended 30 September 2024 USD '000 (unaudited)</i>
Profit attributable to owners of the Company (USD '000)	<u>293,116</u>	<u>324,132</u>	<u>763,650</u>	<u>899,173</u>
Weighted average number of shares in issue (000)	<u>2,908,469</u>	<u>30,057,691</u>	<u>2,908,469</u>	<u>30,057,691</u>
Basic and Diluted Earnings per share (USD)	<u>0.01</u>	<u>0.01</u>	<u>0.03</u>	<u>0.03</u>

The weighted average number of ordinary shares takes into account the weighted average effect of changes in treasury shares (note 17) during the year.

14 CONTINGENCIES AND CAPITAL COMMITMENTS

As at 30 September 2025, the Group had contingent liabilities amounting to USD 5,492 thousand (31 December 2024: 6,777 thousand) in respect of bank and other guarantees and other matters arising in the ordinary course of business from which it is anticipated that no material liabilities will arise.

At 30 September 2025, the Group has authorized and committed estimated future capital expenditure amounting to USD 361,922 thousand (31 December 2024: USD 129,087 thousand).

15 SEASONALITY OF RESULTS

There is no material impact of seasonality on the Group's operating results.

16 FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

Management considers that the fair values of the financial instruments of the Group are not materially different from their carrying values at the reporting date.

Fair value hierarchy

As at 30 September 2025 and 31 December 2024, the fair value measurement hierarchy of the Group's assets and liabilities is as follows:

	<i>Level 1 USD '000</i>	<i>Level 2 USD '000</i>	<i>Level 3 USD '000</i>	<i>Total USD '000</i>
<i>Items measured at fair value</i>				
<i>At 30 September 2025</i>				
Interest rate swap – hedged	<u>—</u>	<u>6,778</u>	<u>—</u>	<u>6,778</u>
<i>At 31 December 2024</i>				
Interest rate swap – hedged	<u>—</u>	<u>5,993</u>	<u>—</u>	<u>5,593</u>

16 FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES continued

At 30 September 2025, the Group holds interest rate swap agreements for notional amount of USD 500 million (31 December 2024: USD 500 million) whereby the Group pays a fixed rate of interest of 4.65% and receives interest at a variable rate of the notional amount. The swap is being used to hedge the exposure to variability of cash flows associated with the variable interest bearing loan held by the Group. During the period ended 30 September 2025, the Group made a fair value loss on derivatives used in effective cashflow hedge relationship of USD 786 thousand (period ended 30 September 2024: USD 1,382 thousand).

The ineffectiveness recognised in the condensed consolidated statement of profit or loss was USD nil (period ended 30 September 2024: USD nil).

17 TREASURY SHARES AND SHARE PREMIUM

During the period, the Company appointed Al Ramz Capital a licensed Market Maker on the Abu Dhabi Securities Exchange (ADX) that offers liquidity provision services, to place buy and sell orders of the Company's shares with the objective of reducing bid/ask spreads as well as reducing price and volume volatility.

The Market Maker trades and operates within the predetermined parameters approved by the Company. The Company has provided the funding to the Market Maker to trade the Company's shares and it carries all risks and rewards associated with the arrangement. Given the nature and substance of the arrangement, the shares have been classified as "Treasury Shares" in Equity.

At 30 September 2025, the Market Maker held 15,433 thousand shares (31 December 2024: Nil) on behalf of the Company, which are classified under equity as treasury shares at the average purchase price amounting to USD 10,765 thousand (31 December 2024: nil). A cumulative net gain of USD 826 thousand has been recognized at 30 September 2025 (30 September 2024: nil) in 'other reserve' under equity, which includes gain/loss on trading shares as well as any dividends received on shares held.

In addition to the Liquidity provider services, on 7 April 2025, in the Annual General Assembly meeting the Shareholders of the Company approved the purchase of up to a maximum of 2.5% of the Company's publicly issued shares. The share buyback program commenced after shareholder approval was received and at 30 September 2025, the Company held 157,547 thousand shares (31 December 2024: Nil) which are classified under equity as treasury shares at acquisition cost amounting to USD 109,903 thousand (31 December 2024: Nil).

18 COMPARATIVE INFORMATION

Certain comparative figures have been reclassified in order to conform to the presentation for the current period and to improve the quality of information previously presented. Such reclassifications do not affect previously reported net profit or total equity.