

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

**CONDENSED INTERIM FINANCIAL  
INFORMATION  
FOR THE NINE-MONTH PERIOD ENDED  
September 30, 2023**

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

**CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

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**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**

For the nine-month period ended September 30, 2023

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

	Note	30 September 2023 (Unaudited)	31 December 2022 (Audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Investments in joint ventures	4 (i)	14,031,600	14,608,608
<b>Current assets</b>			
Prepayment and other receivables	5	33,676	32,125
Deposits and other bank balances	6.1	1,856,189	1,846,658
Cash and cash equivalents	6	1,397,717	1,345,834
<b>Total current assets</b>		<b>3,287,582</b>	<b>3,224,617</b>
<b>Total assets</b>		<b>17,319,182</b>	<b>17,833,225</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital	9	12,563,175	12,563,175
Legal reserve	10	76,481	76,481
Retained earnings		4,236,684	4,769,796
<b>Total equity</b>		<b>16,876,340</b>	<b>17,409,452</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	7	438,611	418,296
Due to a related party	8 (ii)	4,231	5,477
<b>Total liabilities</b>		<b>442,842</b>	<b>423,773</b>
<b>Total equity and liabilities</b>		<b>17,319,182</b>	<b>17,833,225</b>

The financial information on pages 1 to 15 were approved and authorised for issue by the Board of Directors on 23 October 2023 and were signed on its behalf by:



**Ahmad Saif Al-Sulaiti**  
Chairman



**Mohamed Salem Al-Marri**  
Vice Chairman

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

For the nine-month period ended September 30, 2023

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

	Note	For the three-month periods ended 30 September	
		2023 (Unaudited)	2022 (Unaudited)
Share of results from joint ventures	4 (ii)	768,630	1,437,612
Interest income		90,874	46,208
<b>Gross Profit</b>		<b>859,504</b>	<b>1,483,820</b>
General and administrative expenses		(12,395)	(12,124)
Exchange and other gains		1,728	(826)
<b>Net profit for the period</b>		<b>848,837</b>	<b>1,470,870</b>
Other comprehensive income		--	--
<b>Total comprehensive income for the period</b>		<b>848,837</b>	<b>1,470,870</b>
<b>Basic and diluted earnings per share (in QR)</b>	3	<b>0.068</b>	<b>0.117</b>

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**

For the nine-month period ended September 30, 2023

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

	<b>Note</b>	<b>Share capital</b>	<b>Legal reserve</b>	<b>Retained earnings</b>	<b>Total</b>
<b>Balance at 1 January 2022 (Audited)</b>		12,563,175	69,660	4,435,597	17,068,432
Profit for the period		--	--	1,470,870	1,470,870
Other comprehensive income for the period		--	--	--	--
Total comprehensive income for the period		--	--	1,470,870	1,470,870
<i>Transaction with owners in their capacity as owners:</i>					
Dividends approved	11	--	--	(1,381,949)	(1,381,949)
<b>Balance at 30 September 2022 (Unaudited)</b>		12,563,175	69,660	4,524,518	17,157,353
<b>Balance at 1 January 2023 (Audited)</b>		<b>12,563,175</b>	<b>76,481</b>	<b>4,769,796</b>	<b>17,409,452</b>
Profit for the period		--	--	848,837	848,837
Other comprehensive income for the period		--	--	--	--
Total comprehensive income for the period		--	--	848,837	848,837
<i>Transaction with owners in their capacity as owners:</i>					
Dividends approved	11	--	--	(1,381,949)	(1,381,949)
<b>Balance at 30 September 2023 (Unaudited)</b>		<b>12,563,175</b>	<b>76,481</b>	<b>4,236,684</b>	<b>16,876,340</b>

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 nine-month period ended September 30, 2023

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

		<b>For the nine-month periods ended 30 September</b>	
		<b>2023</b>	2022
		<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>Note</b>		
<b>Cash flows from operating activities</b>			
Net profit for the period		<b>848,837</b>	1,470,870
Adjustments for:			
- Tax received		<b>691,238</b>	746,393
- Interest income		<b>(90,874)</b>	(46,208)
- Share of results from joint ventures	4 (ii)	<b>(768,630)</b>	(1,437,612)
		<b>680,571</b>	733,443
Movement in working capital:			
- Prepayment and other receivables		<b>(1,044)</b>	(41,230)
- Trade and other payables		<b>(39,602)</b>	(48,142)
- Due to a related party		<b>(1,245)</b>	(1,043)
<b>Cash flows used in operations</b>		<b>638,680</b>	643,028
Interest received		<b>90,367</b>	57,319
<b>Net cash generated from operating activities</b>		<b>729,047</b>	700,347
<b>Cash flows from investing activities</b>			
Dividends received from joint ventures	4 (iii)	<b>766,919</b>	966,500
Increase / (decrease) of fixed term deposits		<b>50,386</b>	(142,200)
Additional investment in joint ventures		<b>(112,520)</b>	-
<b>Net cash generated from investing activities</b>		<b>704,785</b>	824,300
<b>Cash flows from financing activities</b>			
Dividends paid to shareholders		<b>(1,322,031)</b>	(1,299,926)
Movement in unclaimed dividends account		<b>(59,918)</b>	(82,023)
<b>Cash used in financing activities</b>		<b>(1,381,949)</b>	(1,381,949)
<b>Net (decrease)/ increase in cash and cash equivalents</b>		<b>51,883</b>	142,698
Cash and cash equivalents at beginning of the period	6	<b>1,345,834</b>	148,996
<b>Cash and cash equivalents at end of the period</b>	6	<b>1,397,717</b>	291,694

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

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(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:

<b>Entity Name</b>	<b>Country of incorporation</b>	<b>Relationship</b>	<b>Ownership interest</b>
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 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 nine-month period ended 30 September 2023 was authorised for issue on 23 October 2023, by the Board of Directors

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

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

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

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**2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

**Basis of preparation**

The condensed interim financial information for the nine-month period ended 30 September 2023 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 2022. In addition, results for the nine-month period ended 30 September 2023 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2023.

The Company's accounting and risk management policies are consistent with those presented in the annual financial statements for the year ended 31 December 2022.

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.

**Significant accounting policies**

The accounting policies adopted in the preparation of the interim condensed financial information are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2022 except for the adoption of new and revised standards effective as of 1 January 2023, where applicable.

(i) *New and amended standards and interpretations beginning on January 1, 2023*

Effective for annual periods beginning on January 1, 2023

Amendments to IFRS 17 - Insurance contracts

Amendments to IAS 8 - Definition of accounting estimates

Amendments to IAS 12 - Income taxes - Deferred tax related to assets and liabilities arising from single transaction



**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)***2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)***(ii) New and amended standards and interpretations not yet effective**Amendments to IFRS 16 Leases :Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions**Management anticipates that these new standards, interpretations and amendments will be adopted in the Company's financial statements as and when they are applicable and adoption of these new standards, interpretations and amendments as highlighted in previous paragraphs, may have no material impact on the financial statements of the Company in the period of initial application.***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 nine-month period ended</i>	<b>30 September 2023 (Unaudited)</b>	30 September 2022 (Unaudited)
Profit for the period attributable to the equity holders of the parent (QR'000)	<b>848,837</b>	1,470,870
Weighted average number of shares outstanding during the period ("in thousands")	<b>12,563,175</b>	12,563,175
Basic and diluted earnings per share (expressed in QR per share)	<b>0.068</b>	0.117

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.

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)***4. INVESTMENTS IN JOINT VENTURES**

The carrying amount of the investments in joint ventures has changed as follows in the nine-month period ended 30 September 2023:

<i>For the period ended</i>	<b>30 September 2023 (Unaudited)</b>	31 December 2022 (Audited)
Balance at beginning of the period	<b>14,608,608</b>	14,894,115
Additional investment during the year	<b>112,520</b>	43,200
Share of results from joint ventures for the period	<b>768,630</b>	1,698,930
Share of dividends received from joint ventures	<b>(1,458,158)</b>	(2,027,637)
<b>Balance at the end of the period</b>	<b>14,031,600</b>	14,608,608

The summarised interim financial information below presents amounts shown in the financial information of the joint ventures as at 30 September 2023 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*

	<b>As at 30 September 2023 (Unaudited)</b>			
	<b>Q-Chem</b>	<b>Q-Chem II</b>	<b>QVC</b>	<b>Total</b>
Current assets	<b>1,555,022</b>	<b>1,815,120</b>	<b>959,181</b>	<b>4,329,323</b>
Non-current assets	<b>2,089,731</b>	<b>4,208,058</b>	<b>906,801</b>	<b>7,204,590</b>
Current liabilities	<b>(488,727)</b>	<b>(628,387)</b>	<b>(158,883)</b>	<b>(1,275,997)</b>
Non-current liability	<b>(574,223)</b>	<b>(1,251,897)</b>	<b>(77,267)</b>	<b>(1,903,387)</b>
<b>Equity</b>	<b>2,581,803</b>	<b>4,142,893</b>	<b>1,629,832</b>	<b>8,354,529</b>
<b>Proportion of Company’s ownership</b>	<b>49.00%</b>	<b>49.00%</b>	<b>55.20%</b>	
Company’s share of net assets	<b>1,265,083</b>	<b>2,030,018</b>	<b>899,667</b>	<b>4,194,768</b>
Tax benefit from joint ventures	<b>241,869</b>	<b>735,567</b>	<b>77,037</b>	<b>1,054,473</b>
Goodwill	<b>3,549,403</b>	<b>4,878,711</b>	<b>354,245</b>	<b>8,782,359</b>
<b>Investment in joint ventures</b>	<b>5,056,355</b>	<b>7,644,296</b>	<b>1,330,949</b>	<b>14,031,600</b>

	<b>As at 31 December 2022 (Audited)</b>			
	<b>Q-Chem</b>	<b>Q-Chem II</b>	<b>QVC</b>	<b>Total</b>
Current assets	1,699,716	2,333,985	1,298,692	5,332,393
Non-current assets	2,259,869	4,453,710	892,603	7,606,182
Current liabilities	(705,010)	(1,032,526)	(471,847)	(2,209,383)
Non-current liability	(628,042)	(1,323,671)	(104,146)	(2,055,859)
<b>Equity</b>	<b>2,626,533</b>	<b>4,431,498</b>	<b>1,615,302</b>	<b>8,673,333</b>
<b>Proportion of Company’s ownership</b>	<b>49%</b>	<b>49%</b>	<b>55.2%</b>	
Company’s share of net assets	1,287,001	2,171,434	891,646	4,350,081
Tax benefit from joint ventures	315,048	909,282	251,838	1,476,168
Goodwill	3,549,403	4,878,711	354,245	8,782,359
<b>Investment in joint ventures</b>	<b>5,151,452</b>	<b>7,959,427</b>	<b>1,497,279</b>	<b>14,608,608</b>

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

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(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*

	<b>For the nine-month period ended 30 September 2023</b>			
	<b>(Unaudited)</b>			
	<b>Q-Chem</b>	<b>Q-Chem II</b>	<b>QVC</b>	<b>Total</b>
Revenue	<b>1,678,112</b>	<b>2,146,624</b>	<b>851,782</b>	<b>4,676,518</b>
Cost of sales	<b>(1,054,069)</b>	<b>(1,324,362)</b>	<b>(703,036)</b>	<b>(3,081,467)</b>
Administrative expenses	<b>(35,920)</b>	<b>(14,196)</b>	<b>(51,824)</b>	<b>(101,940)</b>
Other Income/Expenses	<b>(10,880)</b>	<b>(3,011)</b>	<b>(5,184)</b>	<b>(19,075)</b>
Finance income / (cost)	<b>26,314</b>	<b>39,556</b>	<b>15,197</b>	<b>81,067</b>
<b>Profit before tax</b>	<b>603,557</b>	<b>844,611</b>	<b>106,935</b>	<b>1,555,103</b>
Deferred income tax	<b>45,158</b>	<b>74,441</b>	<b>26,088</b>	<b>145,687</b>
Current income tax	<b>(256,644)</b>	<b>(370,456)</b>	<b>(63,897)</b>	<b>(690,997)</b>
<b>Profit for the period</b>	<b>392,071</b>	<b>548,596</b>	<b>69,126</b>	<b>1,009,793</b>
<b>Proportion of the Company's ownership</b>	<b>49.00%</b>	<b>49.00%</b>	<b>55.20%</b>	
Company's share of profit/(loss) before tax benefit	<b>192,114</b>	<b>268,813</b>	<b>38,158</b>	<b>499,085</b>
Tax benefit from joint ventures	<b>103,628</b>	<b>145,047</b>	<b>20,870</b>	<b>269,546</b>
<b>Company's share of profit for the period from joint ventures</b>	<b>295,742</b>	<b>413,860</b>	<b>59,028</b>	<b>768,630</b>

	<b>For the nine months period ended 30 September 2022</b>			
	<b>(Unaudited)</b>			
	<b>Q-Chem</b>	<b>Q-Chem II</b>	<b>QVC</b>	<b>Total</b>
Revenue	1,750,737	2,637,802	1,846,014	6,234,553
Cost of sales	(1,035,842)	(1,344,081)	(960,596)	(3,340,519)
Other income/(expenses)	(10,728)	(5,273)	11,027	(4,974)
Administrative/Selling expenses	(32,976)	(13,493)	(53,220)	(99,689)
Net finance income/(cost)	10,548	15,396	10,558	36,502
<b>Profit before tax</b>	<b>681,739</b>	<b>1,290,351</b>	<b>853,783</b>	<b>2,825,873</b>
Deferred income tax	44,998	72,812	24,093	141,903
Current income tax	(283,849)	(524,806)	(323,591)	(1,132,246)
<b>Profit for the period</b>	<b>442,888</b>	<b>838,357</b>	<b>554,285</b>	<b>1,835,530</b>
<b>Proportion of the Company's ownership</b>	<b>49.00%</b>	<b>49.00%</b>	<b>55.20%</b>	
Company's share of profit before tax benefit	217,015	410,795	305,965	933,775
Tax benefit from joint ventures	117,037	221,477	165,323	503,837
<b>Company's share of profit for the period from joint ventures</b>	<b>334,052</b>	<b>632,272</b>	<b>471,288</b>	<b>1,437,612</b>

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

**MESAIIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)***4. INVESTMENTS IN JOINT VENTURES (CONTINUED)***iii. Additional disclosures of joint venture entities*

	<b>As at 30 September 2023 (Unaudited)</b>			
	<b>Q-Chem</b>	<b>Q-Chem II</b>	<b>QVC</b>	<b>Total</b>
Cash and cash equivalents	<b>557,888</b>	<b>645,761</b>	<b>388,151</b>	<b>1,591,800</b>
Depreciation and amortisation	<b>234,516</b>	<b>312,527</b>	<b>112,189</b>	<b>659,232</b>
Deferred tax liabilities	<b>236,959</b>	<b>1,130,735</b>	<b>75,893</b>	<b>1,443,587</b>
Tax payable	<b>256,644</b>	<b>370,456</b>	<b>63,897</b>	<b>690,997</b>
Company's share of dividend declared/received	<b>214,032</b>	<b>410,228</b>	<b>142,659</b>	<b>766,919</b>
Current financial liabilities (excluding trade and other payables and provisions)	<b>10,225</b>	<b>6,738</b>	<b>823</b>	<b>17,786</b>
Non-current financial liabilities (excluding trade and other payables and provisions)	<b>27,930</b>	<b>119,668</b>	<b>1,374</b>	<b>148,972</b>
	<b>As at 31 December 2022 (Audited)</b>			
	<b>Q-Chem</b>	<b>Q-Chem II</b>	<b>QVC</b>	<b>Total</b>
Cash and cash equivalents	280,859	1,155,165	743,015	2,179,039
Depreciation and amortisation	293,795	411,080	145,676	850,551
Deferred tax liabilities	282,115	1,205,175	101,982	1,589,272
Tax payable	360,830	650,534	354,489	1,365,853
Company's share of dividend declared/received	285,376	704,522	291,346	1,281,244
Current financial liabilities (excluding trade and other payables and provisions)	12,645	14,185	841	27,671
Non-current financial liabilities (excluding trade and other payables and provisions)	37,517	117,088	2,166	156,771

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

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)***5. PREPAYMENTS AND OTHER RECEIVABLES**

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

**6. CASH AND CASH EQUIVALENTS**

<i>As at</i>	<b>30 September 2023 (Unaudited)</b>	31 December 2022 (Audited)
Cash and cash equivalents	<b>1,397,717</b>	1,345,834

**6.1 DEPOSITS AND OTHER BANK BALANCES**

<i>As at</i>	<b>30 September 2023 (Unaudited)</b>	31 December 2022 (Audited)
Fixed deposits maturing after 90 days	<b>1,428,518</b>	1,478,904
Restricted bank balances - Dividends account	<b>427,671</b>	367,754
	<b>1,856,189</b>	1,846,658

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 5.01% to 6.51% (31 December 2022: 1.60% to 5.81%).

**7. TRADE AND OTHER PAYABLES**

<i>As at</i>	<b>30 September 2023 (Unaudited)</b>	31 December 2022 (Audited)
Dividends payable	<b>427,671</b>	367,754
Social and sports fund contribution payable	-	44,179
Accruals	<b>10,940</b>	6,363
	<b>438,611</b>	418,296

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)***8. 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 nine-month period ended</i>	<b>30 September 2023 (Unaudited)</b>	30 September 2022 (Unaudited)
Dividend income from Q-Chem	214,032	231,868
Dividend income from Q-Chem II	410,228	561,834
Dividend income from QVC	142,659	172,798
	<b>766,919</b>	966,500
Service Fee payable to QATARENERGY	<b>(4,231)</b>	(4,014)

*ii Related party balances:*

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

<i>As at</i>	<b>30 September 2023 (Unaudited)</b>	31 December 2022 (Audited)
Amounts due to QATARENERGY	4,231	5,477

*iii Compensation of key management personnel:*

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

<i>For the nine-month period ended</i>	<b>30 September 2023 (Unaudited)</b>	30 September 2022 (Unaudited)
Key management remuneration	150	144
Board of directors’ remuneration	4,425	4,419
	<b>4,575</b>	4,563

**9. SHARE CAPITAL**

<i>As at</i>	<b>30 September 2023 (Unaudited)</b>	31 December 2022 (Audited)
Authorised, issued and fully paid: 12,563,175,000 shares of QR 1 each	<b>12,563,175</b>	12,563,175

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

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

*(All amounts are expressed in thousands Qatari Riyals unless otherwise stated)***10. 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.

**11. DIVIDENDS**

The Board of Directors had proposed cash dividend distribution of QR 0.11 per share for the year ended 31 December 2022. The final dividend for the year ended 31 December 2022 had been approved at the Annual General Meeting held on 12 March 2023.

During the period, the Company paid a dividend of QR 1,322 million. Below is the movement in dividends payable balance during the period:

<i>As at</i>	<b>30 September 2023 (Unaudited)</b>	31 Dec 2022 (Audited)
Balance at the beginning of the period/year	<b>367,753</b>	293,239
Dividends approved during the period/year	<b>1,381,949</b>	1,381,949
Dividends paid during the period/year	<b>(1,322,031)</b>	(1,307,435)
Balance at the end of the period/year	<b>427,671</b>	367,753

**12. 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 1,054 million for the period ended September 30, 2023.

**MESAIEED PETROCHEMICAL HOLDING COMPANY Q.P.S.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

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

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**13. 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.

**14. 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.

**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.

The Company may be required under a land lease agreement to make payments for site restoration at the option of the Lessor. It has been assessed that the option given to the Lessor makes it more likely to acquire the plant built at the lease site from the Company rather than restoring the site. Therefore, the criteria to recognise provision for restoration obligation is not fully met and no provision has been recognised in these financial statements.



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

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**

For the nine-month period ended September 30, 2023

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

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**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 September 2023, no impairment indicators were identified, and therefore a detailed impairment test was not performed.

**Income tax position**

- Income tax (Note 12)

**Commitments and contingent liabilities**

The Company has assessed the impact of any operational disruptions, including any contractual challenges and changes in business or commercial relationships among the related entities, customers, and suppliers, to determine if there is any potential increase in contingent liabilities and commitments.