

PRESS RELEASE

For the six months ended June 30, 2015

MPHC DECLARES HALF YEAR NET PROFIT OF QR 402.8 million.

- **Solid cash position; closing cash across all group companies of QR 1.2 billion after distribution of QR 1.3 billion annual dividends.**
- **Earnings primarily impacted by general and maintenance shutdowns, and weak prices.**
- **Successful completion of planned major maintenance shutdowns.**
- **Tax refund of QR 37.4 million booked during the period.**

DOHA, QATAR - Mesaieed Petrochemical Holding Company (“MPHC” or “the group”; QE: MPHC), a subsidiary of Qatar Petroleum and one of the region’s premier diversified petrochemical conglomerates with interests in the production of olefins, polyolefins, alpha olefins and chlor-alkali products, announced its financial results for the half year ended June 30, 2015, with a consolidated net profit of QR 402.8 million.

Consolidated Financial Results

Management reporting revenue for the six months ended June 30, 2015, calculated by proportionately consolidating group results as per IAS 31, was QR 1.5 billion, a decrease of QR 634.4 million, or 29.9 %, on the same period of 2014 (2014, Q2: QR 2.1 billion) primarily due to planned facility maintenance in the current period, which has been successfully completed, and weaker product prices following the significant fall in the global oil prices in Q4, 2014 that started to affect product prices.

MPHC closed the half year of 2015 with a consolidated net profit of QR 402.8 million, a decrease of QR 496.7 million, or 55.2 % over the same period in 2014, while the second quarter earnings were significantly up by 146.7 %, over the first quarter of 2015. The year-on-year reduction was driven by planned major maintenance shutdowns and due to weak product prices. The preventive maintenance and warranty shutdowns are an essential requirement for large, industrial plants as they can help minimize unplanned disruption, ensure product quality is maintained and ultimately, contribute to an extension of plant’s production life. The quarter-on-quarter substantial increase was mainly due to increase in sales volumes following successful completion of the planned major maintenance shutdowns in Q1 2015. The groups’ profit was also aided by recognition of a tax refund of QR 37.4 million for the period. The group continued to benefit from the supply of competitively priced ethane feedstock and fuel gas under long-term supply agreements with Qatar Petroleum. This contracting arrangement is an important value driver for the group profitability in a challenging market condition.

The closing cash position across all group companies after the first six months of operations and after distribution of previous year’s dividend of QR 1.3 billion, was a robust QR 1.2 billion. Total assets at June 30, 2015 was at QR 16.8 billion, a decrease of QR 1.7 billion, or 9.1 %, compared to the previous year end. The total debt is QR 1.4 billion down QR 0.1 billion versus 31 December 2014, arising from one of the group’s joint venture.

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DISCLAIMER

The companies in which Mesaieed Petrochemical Holding Company QSC 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 QSC. This presentation contains forward-looking statements concerning the financial condition, results of operations and businesses of Mesaieed Petrochemical Holding Company QSC. 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 QSC, 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 QSC, 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 QSC 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. Where applicable, all values refer to Mesaieed Petrochemical Holding Company's share. 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.

DEFINITIONS

Cash Realisation Ratio: $\text{Cash Flow From Operations} / \text{Net Profit} \times 100$ • Debt to Equity: $(\text{Current Debt} + \text{Long-Term Debt}) / \text{Equity} \times 100$ • Dividend Yield: $\text{Total Cash Dividend} / \text{Closing Market Capitalisation} \times 100$ • 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: $\text{Cash Flow From Operations} - \text{Total CAPEX}$ • HCL: Hydrochloric Acid • HDPE: High Density Polyethylene • NAO: Normal Alpha Olefins • NaOH: Caustic Soda • MT / PA: Metric Tons Per Annum • Payout Ratio: $\text{Total Cash Dividend} / \text{Net Profit} \times 100$ • P/E: Price to Earnings (Closing market capitalisation / Net Profit) • Utilisation: $\text{Production Volume} / \text{Rated Capacity} \times 100$ • VCM: Vinyl Chloride Monomer

ABOUT MPHC

Mesaieed Petrochemical Holding Company Q.S.C. ("MPHC") was incorporated as a Qatari joint stock company on May 29, 2013 with an agreed effective date for the transfer of Qatar Petroleum's 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 QP (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 QP (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 QP (12.9%).

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