



# Fertiglobe

## Semi-annual condensed consolidated interim financial statements

### For the six month period ended 30 June 2021

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## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

### AS AT

\$ millions	Note	30 June 2021	31 December 2020
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	(8)	3,033.7	3,172.0
Right-of-use assets		79.9	85.5
Goodwill	(9)	604.8	604.8
Trade and other receivables		0.3	0.3
<b>Total non-current assets</b>		<b>3,718.7</b>	<b>3,862.6</b>
<b>Current assets</b>			
Inventories		104.7	125.9
Trade and other receivables		304.3	273.9
Income tax receivables	(11)	16.6	-
Cash and cash equivalents	(10)	852.2	534.9
<b>Total current assets</b>		<b>1,277.8</b>	<b>934.7</b>
<b>Total assets</b>		<b>4,996.5</b>	<b>4,797.3</b>

The notes on pages 8 to 14 are an integral part of these condensed consolidated interim financial statements.



H. Abdel Samie (Board Member)

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION CONTINUED AS AT

\$ millions	Note	30 June 2021	31 December 2020
<b>Equity</b>			
Share capital	(17) (18)	1,328.2	3,328.2
Reserves	(17)	761.2	(1,229.4)
Retained earnings	(17)	449.6	436.1
<b>Equity attributable to owners of the Company</b>		<b>2,539.0</b>	<b>2,534.9</b>
Non-controlling interest		488.2	527.5
<b>Total equity</b>		<b>3,027.2</b>	<b>3,062.4</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Loans and borrowings	(12)	460.7	544.7
Lease obligations		77.2	80.9
Trade and other payables	(13)	17.0	15.9
Deferred tax liabilities		475.7	467.1
<b>Total non-current liabilities</b>		<b>1,030.6</b>	<b>1,108.6</b>
<b>Current liabilities</b>			
Loans and borrowings	(12)	120.7	125.8
Lease obligations		12.5	12.4
Trade and other payables	(13)	654.7	324.0
Provisions		132.8	155.4
Income tax payables		18.0	8.7
<b>Total current liabilities</b>		<b>938.7</b>	<b>626.3</b>
<b>Total liabilities</b>		<b>1,969.3</b>	<b>1,734.9</b>
<b>Total equity and liabilities</b>		<b>4,996.5</b>	<b>4,797.3</b>

The notes on pages 8 to 14 are an integral part of these condensed consolidated interim financial statements.



H. Abdel Samie (Board Member)

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

\$ millions	Note	Six month period ended 30 June 2021	Six month period ended 30 June 2020	Three month period ended 30 June 2021	Three month period ended 30 June 2020
Revenues	(16)	1,260.0	737.5	716.6	374.2
Cost of sales	(14)	(818.0)	(626.8)	(463.8)	(326.1)
<b>Gross profit</b>		<b>442.0</b>	<b>110.7</b>	<b>252.8</b>	<b>48.1</b>
Other income		-	-	-	(0.2)
Selling, general and administrative expenses	(14)	(45.0)	(41.3)	(22.8)	(20.5)
Other expenses		-	(2.1)	-	(0.4)
<b>Operating profit</b>		<b>397.0</b>	<b>67.3</b>	<b>230.0</b>	<b>27.0</b>
Finance income	(15)	7.5	21.5	2.4	(11.4)
Finance cost	(15)	(23.9)	(15.5)	(13.3)	3.3
<b>Net finance (cost)/income</b>		<b>(16.4)</b>	<b>6.0</b>	<b>(10.9)</b>	<b>(8.1)</b>
Share of profit from equity-accounted investees (net of tax)		-	0.5	-	0.6
<b>Profit before income tax</b>		<b>380.6</b>	<b>73.8</b>	<b>219.1</b>	<b>19.5</b>
Income tax		(64.0)	(11.6)	(37.0)	(5.6)
<b>Profit for the period</b>		<b>316.6</b>	<b>62.2</b>	<b>182.1</b>	<b>13.9</b>
<b>Other comprehensive income:</b>					
<b>Items that are or may be reclassified subsequently to profit or loss</b>					
Foreign operations - foreign currency translation differences		(18.3)	(43.5)	(8.5)	(19.4)
<b>Other comprehensive income, net of tax</b>		<b>(18.3)</b>	<b>(43.5)</b>	<b>(8.5)</b>	<b>(19.4)</b>
<b>Total comprehensive income/loss</b>		<b>298.3</b>	<b>18.7</b>	<b>173.6</b>	<b>(5.5)</b>
<b>Profit attributable to:</b>					
Owners of the Company		198.5	23.0	113.3	8.8
Non-controlling interest		118.1	39.2	68.8	5.1
<b>Profit for the period</b>		<b>316.6</b>	<b>62.2</b>	<b>182.1</b>	<b>13.9</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		189.1	0.8	109.0	(1.1)
Non-controlling interest		109.2	17.9	64.6	(4.4)
<b>Total comprehensive income/loss</b>		<b>298.3</b>	<b>18.7</b>	<b>173.6</b>	<b>(5.5)</b>
<b>Earnings per share (in USD)</b>					
Basic earnings per share	(18)	0.149	0.017	0.085	0.007
Diluted earnings per share	(18)	0.149	0.017	0.085	0.007

The notes on pages 8 to 14 are an integral part of these condensed consolidated interim financial statements.

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

### FOR THE SIX MONTH PERIOD ENDED 30 JUNE

\$ millions	Notes	Share capital	Reserves	Retained earnings	Equity attributable to owners of the Company	Non- controlling interest	Total equity
<b>Balance at 1 January 2020</b>		<b>3,328.2</b>	<b>(1,200.4)</b>	<b>491.5</b>	<b>2,619.3</b>	<b>365.9</b>	<b>2,985.2</b>
Profit for the period		-	-	23.0	23.0	39.2	62.2
Other comprehensive income		-	(22.2)	-	(22.2)	(21.3)	(43.5)
<b>Total comprehensive income</b>		<b>-</b>	<b>(22.2)</b>	<b>23.0</b>	<b>0.8</b>	<b>17.9</b>	<b>18.7</b>
Impact difference in profit sharing non-controlling interest		-	-	-	-	13.5	13.5
Dividends to shareholders		-	-	(26.8)	(26.8)	-	(26.8)
<b>Balance at 30 June 2020</b>		<b>3,328.2</b>	<b>(1,222.6)</b>	<b>487.7</b>	<b>2,593.3</b>	<b>397.3</b>	<b>2,990.6</b>
<b>Balance at 1 January 2021</b>		<b>3,328.2</b>	<b>(1,229.4)</b>	<b>436.1</b>	<b>2,534.9</b>	<b>527.5</b>	<b>3,062.4</b>
Profit for the period		-	-	198.5	198.5	118.1	316.6
Other comprehensive income		-	(9.4)	-	(9.4)	(8.9)	(18.3)
<b>Total comprehensive income</b>		<b>-</b>	<b>(9.4)</b>	<b>198.5</b>	<b>189.1</b>	<b>109.2</b>	<b>298.3</b>
Impact difference in profit sharing non-controlling interest		-	-	-	-	33.3	33.3
Share capital reduction	(17)	(2,000.0)	2,000.0	-	-	-	-
Dividends to non-controlling interests	(13)	-	-	-	-	(181.8)	(181.8)
Dividends to shareholders	(17)	-	-	(185.0)	(185.0)	-	(185.0)
<b>Balance at 30 June 2021</b>		<b>1,328.2</b>	<b>761.2</b>	<b>449.6</b>	<b>2,539.0</b>	<b>488.2</b>	<b>3,027.2</b>

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## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

### FOR THE SIX MONTH PERIOD ENDED 30 JUNE

\$ millions	Note	Six month period ended 30 June 2021	Six month period ended 30 June 2020
<b>Profit for the period</b>		<b>316.6</b>	62.2
<b>Adjustments for:</b>			
Depreciation and amortization		136.3	133.7
Interest income	(15)	(0.5)	(1.3)
Interest expense	(15)	21.4	8.7
Other expenses		-	0.8
Net foreign exchange gain and others	(15)	(4.5)	(13.4)
Share of loss of equity-accounted investees (net of tax)		-	(0.5)
Impact difference in profit-sharing non-controlling interest		33.3	13.5
Income tax expense		64.0	11.6
<b>Changes in:</b>			
Inventories		19.5	(3.2)
Trade and other receivables		(40.2)	121.7
Trade and other payables		12.1	21.8
Provisions		(22.3)	-
<b>Cash flows:</b>			
Interest paid		(19.1)	(39.3)
Interest received		0.5	0.6
Income taxes paid		(35.1)	(3.7)
<b>Cash flows from operating activities</b>		<b>482.0</b>	<b>313.2</b>
Investments in property, plant and equipment		(13.6)	(26.0)
Dividends from equity accounted investees		-	0.6
<b>Cash used in investing activities</b>		<b>(13.6)</b>	<b>(25.4)</b>

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## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS CONTINUED FOR THE SIX MONTH PERIOD ENDED 30 JUNE

\$ millions	Note	Six month period ended 30 June 2021	Six month period ended 30 June 2020
Proceeds from borrowings		-	34.6
Repayment of borrowings third parties	(12)	(80.4)	(143.9)
Lease obligations		(2.2)	(8.7)
Payment of lease liabilities		(3.5)	-
Dividends paid to shareholders*	(17) (13)	(55.0)	-
<b>Cash used in financing activities</b>		<b>(141.1)</b>	<b>(118.0)</b>
<b>Net cash flow</b>		<b>327.3</b>	<b>169.8</b>
<b>Net increase in cash and cash equivalents</b>		<b>327.3</b>	<b>169.8</b>
Cash and cash equivalents at 1 January		534.9	424.6
Effect of exchange rate fluctuations on cash held		(10.0)	(27.1)
<b>Cash and cash equivalents at 30 June</b>		<b>852.2</b>	<b>567.3</b>

\*Represent the paid portion of the dividends approved as of 30 June 2021, see note 13 and note 17 for more details.

The notes on pages 8 to 14 are an integral part of these condensed consolidated interim financial statements.

# NOTES TO THE SEMI-ANNUAL CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE

## 1. General

Fertiglobe Holding Limited ('Fertiglobe' or 'the Company') was established on 23 December 2018 as Private Company Limited by Shares pursuant to Abu Dhabi Global Markets (ADGM) Companies Regulations 2015. Its registered office is located at 2475-2476, 20th floor, Al Sila Tower, Abu Dhabi Global Market Square, Al Maryah Island, Abu Dhabi, United Arab Emirates. The Company is registered in the ADGM commercial register under no. 000001911. The semi-annual condensed consolidated interim financial statements comprise the financial statements of the Company and its subsidiaries (together referred to as the 'Group').

The Company was previously registered under the names OCI Fertilizers Exports holding limited and OCI Fertilizers Exports Holding RSC limited and then later changed to Fertiglobe Holding Limited during the business combination of Fertil.

The Group is consolidated under OCI.N.V ("ultimate Parent") that holds 58% of the shares and voting rights in the Company.

The principal activity of the Group is the production and sale of nitrogen based products.

These semi-annual condensed consolidated interim financial statements were approved and authorized for issuance on 21 August 2021 by the Board of Directors.

## 2. Basis of preparation and main events

### 2.1 General

The Semi-annual condensed consolidated interim financial statements for the period ended 30 June 2021 have been prepared in accordance with IAS 34 'Interim Financial Reporting' and do not include all the information and disclosures required in the annual financial statements. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements as at and for the year ended 31 December 2020. The semi annual condensed consolidated interim financial statements should be read in conjunction with the consolidated financial statements for the year ended 31 December 2020 which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and the requirements of the Abu Dhabi Global Market Companies Regulation of 2020.

The Semi-annual condensed consolidated interim financial statements as at and for the period ended 30 June 2021 are not audited and the Semi-annual condensed consolidated interim financial statements for the period ended 30 June 2020 were neither audited nor reviewed.

The Company's functional currency is the US Dollar ('USD'), because the Group's major foreign operations have the US dollar as their functional currency, the presentation currency of the Company is also the US dollar ('USD'). All values are rounded to the nearest tenth of a million (in millions of USD), except when stated otherwise.

### 2.2 Main events

#### Covid- 19 impact

Based on the recent strong recovery of the market, we expect the pandemic will not impact the long term outlook of our business and the valuation of our assets. Global urea and ammonia prices have increased significantly in the first six months of 2021.

Although the long-term effects of COVID-19 are still unclear, our current outlook is that our financial and operating performance remains solid. We have operated our business in a remote working environment and could continue to do so for an extended period of time, if necessary. Developments in each jurisdiction are being closely monitored and protocols are flexible to allow for rapid adjustments as needed. The impressive resilience of our staff throughout the period gives all local management teams confidence to revert to a work-from-home policy again if needed, without interruptions to our operations and supply chain.

#### Fertiglobe IPO

OCI N.V. and Abu Dhabi National Oil Company (ADNOC) decided to proceed with an initial public offering (IPO) of their nitrogen partnership Fertiglobe. The first filing for the securities and commodities authority (SCA) was submitted by end of June 2021.

### 3. Change in accounting policy

Except as described below, the accounting policies applied in these interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2020.

The change in accounting policies will also be reflected in the Group's consolidated financial statements as at and for the year ending 31 December 2021.

The Group has initially adopted Interest Rate Benchmark Reform Phase 2 – Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4, and IFRS 16 (the phase 2 amendments) from 1 January 2021.

The Group applied the Phase 2 amendments retrospectively. However, in accordance with the exceptions permitted in the Phase 2 amendments, including not providing additional disclosures for 2020. There is no impact on opening equity balances as a result of retrospective application.

#### Specific policies applicable from 1 January 2021 for interest rate benchmark reform

The phase 2 amendments provide practical relief from certain requirements in IFRS Standards. These reliefs relate to modifications of financial instruments and lease contracts triggered by a replacement of a benchmark interest rate in a contract with a new alternative benchmark rate.

If the basis for determining the contractual cash flows of a financial asset or financial liability measured at amortised cost changes as a result of interest rate benchmark reform, then the Group updates the effective interest rate of the financial asset of finance liability to reflect the change that is required by the reform. A change in the basis for determining the contractual cash flows is required by interest rate benchmark reform if the following conditions are met:

- The change is necessary as a direct consequence of the reform; and
- The new basis for determining the contractual cash flows is economically equivalent to the previous basis (i.e. the basis immediately before the change).



## NOTES TO THE SEMI-ANNUAL CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE (CONTINUED)

### 3. Change in accounting policy (Continued)

If changes are made to a financial asset or financial liability in addition to changes to the basis for determining the contractual cash flows required by interest rate benchmark reform, then the Group first updates the effective interest rate of the financial asset or financial liability to reflect the change that is required by interest rate benchmark reform. Subsequently, the Group applies the policies on accounting for modifications set out above to the additional changes.

The amendments also provide an exception to use a revised discount rate that reflects the change in interest rate when remeasuring a lease liability because of a lease modification that is required by interest rate benchmark reform. There is no impact on opening equity balances as a result of retrospective application.

### 4. Seasonality of operations

Our product portfolio is diversified primarily by geography. The nitrogen fertilizer industry is inherently dependent on fundamental supply and demand drivers, including global population growth, crop yields, feedstock costs, and seasonality of crop planting and harvesting seasons. These and other long-term and short-term drivers result in cyclical nitrogen fertilizer pricing trends. The global sales mitigate the impact of any region's seasonal fluctuations.

### 5. Critical accounting judgment, estimates and assumptions

The preparation of the Semi-annual condensed consolidated interim financial statements in compliance with IFRS requires management to make judgements, estimates and assumptions that affect amounts reported in the Semi-annual condensed consolidated interim financial statements. The estimates and assumptions are based on experience and various other factors that are believed to be reasonable under the circumstances and are used to judge the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised or in the revision period and future periods, if the changed estimates affect both current and future periods.

Compared to the consolidated financial statements for the year ended 31 December 2020 there were no significant changes to the critical accounting judgements, estimates and assumptions that could result in significantly different amounts than those recognized in the consolidated financial statements.

### 6. Significant rates

The following significant exchange rates applied during the period:

	Average during the six month period ended 30 June 2021	Average during the six month period ended 30 June 2020	Closing as at 30 June 2021	Closing as at 31 December 2020
Euro	1.2051	1.1019	1.1849	1.2225
Egyptian pound	0.0638	0.0632	0.0637	0.0635
Algerian dinar	0.0075	0.0081	0.0074	0.0076

### 7. Financial risk and capital management

#### 7.1 Capital management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Equity consists of ordinary shares, retained earnings, reserves and non-controlling interest of the Group. The Board of Directors monitors the return on equity as well as the level of dividends to ordinary shareholders. The Group is required by external financial institutions to maintain certain capital requirements compared to its debt. Reference is made to note 12 for a description of financial covenants.

The Group's net debt to equity ratio at the reporting date was as follows:

\$ millions	30 June 2021	31 December 2020
Loans and borrowings	581.4	670.5
<b>Less:</b> cash and cash equivalents	852.2	534.9
<b>Net debt</b>	<b>(270.8)</b>	<b>135.6</b>
Total equity	3,027.2	3,062.4
<b>Net debt to equity ratio</b>	<b>(0.09)</b>	<b>0.04</b>

#### 7.2 Financial risk management

Categories of financial instruments:

Loans and receivables / payables at amortized cost in \$ millions	30 June 2021	31 December 2020
<b>Assets</b>		
Trade and other receivables*	250.9	227.4
Cash and cash equivalents	852.2	534.9
<b>Total</b>	<b>1,103.1</b>	<b>762.3</b>
<b>Liabilities</b>		
Loans and borrowings	581.4	670.5
Trade and other payables**	658.3	327.5
<b>Total</b>	<b>1,239.7</b>	<b>998.0</b>

\* Excluding prepayments and supplier advance payments

\*\* Excluding employee benefits

The financial instruments have a gross contractual amount approximately equal to their fair value.

## NOTES TO THE SEMI-ANNUAL CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE (CONTINUED)

### 7. Financial risk and capital management (continued)

#### Interest rate benchmark reform:

A fundamental reform of major interest rate benchmarks is being undertaken globally, including the replacement of some interbank offered rates (IBOR), with alternative nearly risk-free rates. The Group's main IBOR exposure at the reporting date is USD LIBOR on its loans. The alternative reference rate for LIBOR is the secured overnight financing rate (SOFR). The Group plans to finish the process of amending contractual terms in response to IBOR reform by the end of 2021.

### 8. Property, plant and equipment

\$ millions	Land and buildings	Plant and equipment	Fixtures and fittings	Under construction	Total
Cost	298.7	5,427.9	43.2	46.5	5,816.3
Accumulated depreciation	(102.7)	(2,229.8)	(35.3)	-	(2,367.8)
<b>At 1 January 2020</b>	<b>196.0</b>	<b>3,198.1</b>	<b>7.9</b>	<b>46.5</b>	<b>3,448.5</b>
<b>Movements in the carrying amount:</b>					
Additions	5.1	24.0	1.9	35.5	66.5
Depreciation	(9.2)	(246.0)	(2.2)	-	(257.4)
Transfers	3.0	6.3	0.4	(9.7)	-
Effect of movement in exchange rates	(5.5)	(77.7)	(0.7)	(1.7)	(85.6)
<b>At 31 December 2020</b>	<b>189.4</b>	<b>2,904.7</b>	<b>7.3</b>	<b>70.6</b>	<b>3,172.0</b>
Cost	298.0	5,314.1	43.5	70.6	5,726.2
Accumulated depreciation	(108.6)	(2,409.4)	(36.2)	-	(2,554.2)
<b>At 31 December 2020</b>	<b>189.4</b>	<b>2,904.7</b>	<b>7.3</b>	<b>70.6</b>	<b>3,172.0</b>
<b>Movements in the carrying amount:</b>					
Additions	-	3.9	0.2	8.4	12.5
Depreciation	(4.5)	(125.3)	(1.0)	-	(130.8)
Transfers	-	0.7	-	(0.7)	-
Effect of movement in exchange rates	(1.3)	(18.1)	(0.1)	(0.5)	(20.0)
<b>At 30 June 2021</b>	<b>183.6</b>	<b>2,765.9</b>	<b>6.4</b>	<b>77.8</b>	<b>3,033.7</b>
Cost	295.7	5,286.6	43.4	77.8	5,703.5
Accumulated depreciation	(112.1)	(2,520.7)	(37.0)	-	(2,669.8)
<b>At 30 June 2021</b>	<b>183.6</b>	<b>2,765.9</b>	<b>6.4</b>	<b>77.8</b>	<b>3,033.7</b>

As at 30 June 2021, the Group has land with a carrying amount of USD 22.2 million (2020: USD 22.2 million).

In April 2021, during regular maintenance, a ship loader in Ruwais collapsed. The preliminary inspection report showed that the main components of the loader were severely impacted which put the ship loader in a halt position. An expense within the cost of sales was recorded for the full net book value of the ship loader of USD 9.2 million. Management is currently investigating the recoverable amount of the asset including any potential insurance proceeds. The Company expects that the final exposure will be recorded in the third quarter, potentially resulting in a (partial) reversal of the recorded expense.

The additions of USD 12.5 million mainly relate to Sorfert for USD 2.8 million, Fertil for USD 3.9 million, EBIC for USD 3.1 million and EFC for USD 2.7 million. The effect of movement in exchange rates in 2020 mainly relates to Sorfert, which has a different functional currency (Algerian dinar) than the Group's presentation currency. The Algerian dinar was depreciated by 2.6% against the US dollar per June 2021 compared to 31 December 2020.

### 9. Goodwill

No impairment test was performed for goodwill in the period, as no impairment triggers were identified. The annual goodwill impairment test will be performed in the fourth quarter.

### 10. Cash and cash equivalents

\$ millions	30 June 2021	31 December 2020
Cash on hand	0.2	0.2
Bank balances	845.5	528.3
Restricted cash	6.5	6.4
<b>Total</b>	<b>852.2</b>	<b>534.9</b>

### 11. Income tax receivables

\$ millions	30 June 2021	31 December 2020
Income tax receivables - Current	16.6	-
<b>Total</b>	<b>16.6</b>	<b>-</b>

The amount of income tax receivable (USD 16.6 million) is related to the Sorfert reinvestment case and represents the payment of 30% of the initial amount claimed by the Algerian Tax Authorities (ATA) in December 2020 for DZD 7,296 million (USD 55.4 million). The payment was made as part of the appeals process started by Sorfert to contest the claim. This position was examined by various reputable tax advisors who concurred with the position of Sorfert.

## NOTES TO THE SEMI-ANNUAL CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE (CONTINUED)

### 12. Loans and borrowings

\$ millions	30 June 2021	31 December 2020
<b>At 1 January</b>	<b>670.5</b>	<b>882.2</b>
Proceeds from loans	-	339.5
Redemptions of loans	(80.4)	(504.0)
Amortization of transaction costs / (bond) premiums	1.0	5.0
Incurred transaction costs	-	(5.3)
Effect of movement in exchange rates	(9.7)	(46.9)
<b>At 30 June / 31 December</b>	<b>581.4</b>	<b>670.5</b>
Non-current	460.7	544.7
Current	120.7	125.8
<b>Total</b>	<b>581.4</b>	<b>670.5</b>

The effect of movement in exchange rate mainly relates to DZD denominated loans, which are different from the Group's presentation currency.

The carrying amount of loans and borrowings approximates its fair value.

#### Covenants

In the event the Group would not comply with the covenant requirements, the loans would become immediately due. As per 30 June 2021 all financial covenants were met.

The external borrowings include change in control clauses that enable the lenders to call the financing provided.

### 13. Trade and other payables

\$ millions	30 June 2021	31 December 2020
Trade payables	101.3	99.6
Trade payables due to related parties (Note 19)	18.5	18.8
Other payables to related parties* (Note 19)	139.9	12.2
Amounts payable under the securitization program	36.1	9.8
Dividends payable to non controlling interests**	191.9	12.3
Accrued expenses	138.7	160.1
Accrued interest	-	0.9
Employee benefits	13.4	12.4
Other payables***	31.6	13.3
Other tax payable	0.3	0.5
<b>Total</b>	<b>671.7</b>	<b>339.9</b>

\$ millions	30 June 2021	31 December 2020
Non-current	17.0	15.9
Current	654.7	324.0
<b>Total</b>	<b>671.7</b>	<b>339.9</b>

\* The other payables include mainly payable dividends of USD 130 million to ADNOC Fertilizers – Sole Proprietorship L.L.C. and OCI Fertilizers BV, paid in full on the 5th July 2021.

\*\*On 22 April 2021, Sorfert's Shareholders approved, the distribution of dividends to non controlling interests of USD 181.8 million (DZD 24.246 million), not paid during the period, the remaining amount is related to dividends to non-controlling interests of EBIC.

\*\*\* In June 2021, OCI SAE reached an agreement related to one of its indemnifications, as a result the historical provision of USD 23.6 million was reclassified to other payables as timing of payment is certain and due in July. The excess provision amounting to USD 1.1million was released to the profit or loss and other comprehensive income.

The carrying amount of 'Trade and other payables' approximates its fair value.

### 14. Development of cost of sales and selling, general and administrative expenses

#### Expenses by nature

\$ millions	Six month 30 June 2021	Six month 30 June 2020	Three month 30 June 2021	Three month 30 June 2020
Raw materials and consumables and finished goods	507.1	333.8	299.2	175.6
Raw materials and consumables and finished goods - related party (Note 19)	94.5	88.8	48.1	47.6
Maintenance and repair	13.7	7.5	9.3	4.6
Employee benefit expenses	95.7	89.9	48.6	44.3
Depreciation and amortization	136.3	133.7	72.5	66.9
Consultancy expenses	3.2	3.4	1.7	1.8
Other	12.5	11.0	7.2	5.8
<b>Total</b>	<b>863.0</b>	<b>668.1</b>	<b>486.6</b>	<b>346.6</b>
Cost of sales	818.0	626.8	463.8	326.1
Selling, general and administrative expenses	45.0	41.3	22.8	20.5
<b>Total</b>	<b>863.0</b>	<b>668.1</b>	<b>486.6</b>	<b>346.6</b>

## NOTES TO THE SEMI-ANNUAL CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE (CONTINUED)

### 15. Net finance cost

	Six month 30 June 2021	Six month 30 June 2020	Three month 30 June 2021	Three month 30 June 2020
<b>\$ millions</b>				
Interest income on loans and receivables	0.5	0.8	0.3	0.4
Interest income related parties (note 19)	-	0.5	-	-
Foreign exchange gain	7.0	20.2	2.1	(11.8)
<b>Finance income</b>	<b>7.5</b>	<b>21.5</b>	<b>2.4</b>	<b>(11.4)</b>
Interest expense and other financing costs on financial liabilities measured at amortized cost	(19.7)	(6.8)	(11.0)	(15.0)
Interest expense related parties (Note 19)	(1.7)	(1.9)	(0.8)	(1.0)
Foreign exchange loss	(2.5)	(6.8)	(1.5)	19.3
<b>Finance cost</b>	<b>(23.9)</b>	<b>(15.5)</b>	<b>(13.3)</b>	<b>3.3</b>
<b>Net finance cost/income recognized in profit or loss</b>	<b>(16.4)</b>	<b>6.0</b>	<b>(10.9)</b>	<b>(8.1)</b>

### 16. Segment reporting

30 June 2021 \$ millions	Production and marketing of own produced volumes	Third party trading	Other	Eliminations	Total
<b>Total external revenues</b>	<b>1,054.8</b>	<b>205.2</b>	<b>-</b>	<b>-</b>	<b>1,260.0</b>
Adjusted EBITDA**	531.8	7.2	(6.8)	-	532.2
Depreciation and amortization	(136.1)	-	(0.2)	-	(136.3)
Finance income	15.8	-	1.7	(10.0)	7.5
Finance expense	(19.9)	(0.9)	(13.1)	10.0	(23.9)
Income tax	(56.8)	(0.1)	(7.1)	-	(64.0)
<b>Profit /(loss) for the period</b>	<b>334.8</b>	<b>6.2</b>	<b>(24.4)</b>	<b>-</b>	<b>316.6</b>
Capital expenditures	12.5	-	-	-	12.5
<b>Total assets</b>	<b>4,727.0</b>	<b>38.6</b>	<b>230.9</b>	<b>-</b>	<b>4,996.5</b>

30 June 2020 \$ millions	Production and marketing of own produced volumes	Third party trading	Other	Eliminations	Total
<b>Total external revenues</b>	<b>661.3</b>	<b>76.2</b>	<b>-</b>	<b>-</b>	<b>737.5</b>
Adjusted EBITDA**	211.3	(0.2)	(5.6)	-	205.5
Share of profit from equity- accounted investees (net of tax)	-	-	0.5	-	0.5
Depreciation and amortization	(133.7)	-	-	-	(133.7)
Finance income	39.6	0.1	1.4	(19.6)	21.5
Finance expense	(8.6)	(0.5)	(26.0)	19.6	(15.5)
Income tax	(8.2)	(0.1)	(3.3)	-	(11.6)
<b>Profit /(loss) for the period</b>	<b>96.9</b>	<b>(0.6)</b>	<b>(34.1)</b>	<b>-</b>	<b>62.2</b>
Capital expenditures*	66.4	-	0.1	-	66.5
<b>Total assets*</b>	<b>4,697.4</b>	<b>15.0</b>	<b>84.9</b>	<b>-</b>	<b>4,797.3</b>

\* as at 31 December 2020

\*\* Fertiglobe uses Alternative Performance Measures ('APM') to provide a better understanding of the underlying developments of the performance of the business. The APMs are not defined in IFRS and should be used as supplementary information in conjunction with the most directly comparable IFRS measures. Adjusted EBITDA is defined as EBITDA (total net profit before interest, income tax expenses, depreciation and amortization, foreign exchange gains and losses and income from equity accounted investees), adjusted for additional items and costs that management considers not reflective of our core operations.

## NOTES TO THE SEMI-ANNUAL CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE (CONTINUED)

### 17. Reserves and retained earnings

\$ millions	Other reserves	Currency translation reserve	Total reserves	Retained earnings
<b>At 1 January 2020</b>	(705.5)	(494.9)	(1,200.4)	491.5
Profit for the period	-	-	-	74.3
Dividends to share holders	-	-	-	(129.7)
Currency translation differences	-	(29.0)	(29.0)	-
<b>At 31 December 2020</b>	(705.5)	(523.9)	(1,229.4)	436.1
Share capital reduction	2,000.0	-	2,000.0	-
Profit for the period	-	-	-	198.5
Dividends to shareholders	-	-	-	(185.0)
Currency translation differences	-	(9.4)	(9.4)	-
<b>At 30 June 2021</b>	<b>1,294.5</b>	<b>(533.3)</b>	761.2	449.6

#### Reduction of share capital

On 28 June 2021, the Company's Shareholders approved, through a special resolution, the reduction of the share capital by USD 2 billion from USD 3,328,211,028 to USD 1,328,211,028 by cancelling and extinguishing 2,000,000,000 ordinary shares in proportion to the number of shares held by each shareholder. Furthermore the Shareholders approved crediting the capital reduction to other distributable reserve as proposed on 28 June 2021 by the Company's Board of Directors.

The par value per share remained 1 USD per share subsequent to the capital reduction.

#### Dividends to shareholders

The Board of Directors approved on 31 March 2021 the declaration of interim dividends to shareholders of USD 55 million, which have been fully paid during the period, and on 28 June 2021 the declaration of USD 130 million, which have been paid in full subsequent to the reporting period. Both declarations have been approved by the Shareholders on 28 June 2021.

### 18. Earnings per share

\$ millions	Six month 30 June 2021	Six month 30 June 2020	Three month 30 June 2021	Three month 30 June 2020
<b>i. Basic</b>				
Net profit attributable to shareholders	198.5	23.0	113.3	8.8
Weighted average number of ordinary share (Basic)*	1,328.2	1,328.2	1,328.2	1,328.2
<b>Basic earnings per ordinary share in USD</b>	<b>0.149</b>	<b>0.017</b>	<b>0.085</b>	<b>0.007</b>
<b>ii. Diluted</b>				
Net profit attributable to shareholders	198.5	23.0	113.3	8.8
Weighted average number of ordinary shares (Basic)*	1,328.2	1,328.2	1,328.2	1,328.2
<b>Diluted earnings per ordinary share in USD</b>	<b>0.149</b>	<b>0.017</b>	<b>0.085</b>	<b>0.007</b>

Weighted average number of ordinary shares calculation:

\$ millions	30 June 2021	31 December 2020*
Issued ordinary shares at 1st January	3,328.2	3,328.2
Reduction of share capital (Note 17)	(2,000.0)	(2,000.0)
<b>Ordinary shares outstanding</b>	<b>1,328.2</b>	1,328.2

There are no potential dilutive shares.

\*Given that the capital reduction, at the date of the transaction, adjusted the number of shares without a corresponding change in resources, such reduction in number of shares has been treated retrospectively, hence the weighted average number of share was adjusted effective from the beginning of 2020.

## NOTES TO THE SEMI-ANNUAL CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE (CONTINUED)

\*\* for the six month period ended 30 June 2020

\*\*\* as at 31 December 2020

### 19. Related party transactions

The following is a list of significant related party transactions and outstanding amounts as at 30 June 2021:

Related party \$ millions	Relation	Revenue transactions during the period	Receivables outstanding at 30 June 2021	Payables outstanding at 30 June 2021	Net recharges	Interest income	Interest expense
OCI Fertilizer BV	OCI Group	-	-	75.4	-	-	-
N-7 LLC	OCI Group	13.0	-	-	-	-	-
OCI Nitrogen	OCI Group	30.3	0.5	0.5	0.5	-	-
ADNOC	ADNOC	-	-	22.0	(75.2)	-	(1.7)
ADNOC Fertilizers	ADNOC	-	-	54.6	-	-	-
ADNOC refining	ADNOC	-	-	3.9	(18.9)	-	-
Other subsidiaries*		0.9	0.6	2.0	(0.9)	-	-
<b>Total</b>		<b>44.2</b>	<b>1.1</b>	<b>158.4</b>	<b>(94.5)</b>	<b>-</b>	<b>(1.7)</b>

\* the list of other ADNOC and OCI group subsidiaries is disclosed in 2020 financial statements

The following is a list of significant related party transactions and outstanding amounts as at 31 December 2020 for balance sheet positions and as at 30 June 2020 for profit or loss positions:

Related party \$ millions	Relation	Revenue transactions during the period**	Receivables outstanding at year end***	Payables outstanding at year end***	Net recharges**	Interest income**	Interest expense**
OCI Nitrogen	OCI Group	21.1	7.8	0.8	0.2	-	-
N-7 LLC	OCI Group	12.3	-	-	-	-	-
ADNOC	ADNOC	-	-	24.2	(69.5)	-	(1.9)
ADNOC refining	ADNOC	-	-	4.3	(17.2)	-	-
other subsidiaries*		1.2	1.2	1.7	(2.3)	0.5	-
<b>Total</b>		<b>34.6</b>	<b>9.0</b>	<b>31.0</b>	<b>(88.8)</b>	<b>0.5</b>	<b>(1.9)</b>

\* the list of other ADNOC and OCI group subsidiaries is disclosed in 2020 consolidated financial statements

The Group leases land, office space and employee accommodation from Abu Dhabi National Oil Company ('ADNOC'). The corresponding lease obligation amounts to USD 76.6 million as at 30 June 2021 (USD 79.6 million as at 31 December 2020).

### 20. Contingencies

There have been no significant changes in contingencies compared to the situation as described in the consolidated financial statements for the year ended 31 December 2020, excluding EBIC free zone status.

#### EBIC free zone status

On 20 April 2013, the Administrative Court ruled in favor of EBIC for the reinstatement of EBIC to its previous status as a free zone entity in Egypt. The General Authority for Investment and Free Zones ('GAFI') filed an appeal before the Administrative Court. In May 2021, the Administrative Court rendered its final ruling in favor of EBIC.

### 21. Subsequent events

The Group performed a review of events subsequent to the relating date through the date the consolidated financial statements were issued and determined that there were no events requiring recognition or disclosure in the semi-annual condensed consolidated interim financial statements except for the following:

#### Acquisition of additional 15% Stake in EBIC

In August 2021, Fertiglobe has agreed with a KBR-led consortium (NYSE: KBR), which includes Mitsubishi, JGC and Itochu, to buy their combined 15% stake in Egypt Basic Industries Corporation ('EBIC') in Egypt for a total consideration of \$43 million. This brings the Group stake in EBIC to 75%, further streamlining the Group's ownership structure.

#### Fertiglobe Holding Limited completed new refinancing

On 16 August 2021, Fertiglobe Holding Limited obtained a USD 1.2 billion unsecured financings as follows:

- USD 900 million bridge to bond facility loan for 18 months tenor, which is extendable for 6 months, then for an additional 6 months, with Interest rate of LIBOR +105 bps for the first 12 months increasing by 25 bps every 3 months thereafter. An accordion facility of USD 200 million was additionally built into the bridge to bond facility.
- USD 300 million revolver maturing in 2026 at an interest rate of LIBOR +175bps.