

Notes to the consolidated financial statements continued

All amounts in millions of Saudi Riyals unless otherwise stated

20. Borrowings

		2024			2023		
	Note	Non-current	Current	Total	Non-current	Current	Total
Conventional:							
Debentures	a	99,815	6,468	106,283	81,092	9,683	90,775
Bank borrowings	b	24,741	1,821	26,562	22,853	3,630	26,483
Short-term borrowings	c	–	21,242	21,242	–	18,378	18,378
Revolving credit facilities	d	–	703	703	–	1,237	1,237
Export credit agencies	e	–	880	880	941	656	1,597
Public Investment Fund	f	–	416	416	455	365	820
Other financing arrangements	g	35,527	455	35,982	36,070	200	36,270
		160,083	31,985	192,068	141,411	34,149	175,560
Non-conventional:							
Sukuk	h	29,991	11,398	41,389	18,689	15,000	33,689
Murabaha	i	12,593	1,843	14,436	13,830	2,089	15,919
Saudi Industrial Development Fund	j	3,800	319	4,119	3,057	281	3,338
Ijarah/Procurement	k	3,140	400	3,540	3,499	13	3,512
Wakala	l	1,227	28	1,255	771	27	798
		50,751	13,988	64,739	39,846	17,410	57,256
Borrowings – other than leases		210,834	45,973	256,807	181,257	51,559	232,816
Lease liabilities		50,899	11,584	62,483	45,224	12,107	57,331
Total borrowings		261,733	57,557	319,290	226,481	63,666	290,147

The carrying amounts of borrowings above are net of unamortized transaction costs of ₪ 1,255 (2023: ₪ 1,274).

The finance costs recognized in the consolidated statement of income are as follows:

	2024	2023
Finance costs:		
Conventional borrowings	3,956	2,781
Non-conventional borrowings	2,942	2,665
Lease liabilities	2,964	2,229
Unwinding of discount	678	511
	10,540	8,186

In addition, finance costs amounting to ₪ 8,692 were capitalized in property, plant and equipment during the year ended December 31, 2024 (2023: ₪ 8,204) (Note 5).

Borrowings – other than leases

Saudi Aramco has entered into financing arrangements with various lenders. These arrangements limit the creation of additional liens and/or financing obligations and some of these arrangements are secured predominantly over certain property, plant and equipment of Saudi Aramco aggregating to ₪ 108,561 (2023: ₪ 94,091). Additionally, certain financing arrangements require compliance by Saudi Aramco with covenants to maintain certain financial and other conditions. Saudi Aramco has complied with these covenants throughout the reporting period. The fair value of borrowings excluding lease liabilities at December 31, 2024, was approximately ₪ 235,552 (2023: ₪ 219,253). This was mainly determined using inputs that are categorized in level 1 or level 2 of the fair value hierarchy, except for the fair value of other financing arrangements that was primarily determined using level 3 inputs.

All contracts and agreements referencing Synthetic USD LIBOR, recognized at December 31, 2023, were renegotiated with counterparties and transitioned to alternative benchmark rates in 2024.