

**Saudi Industrial Investment Group
and Its Subsidiary
(A Saudi Joint Stock Company)**

**INTERIM CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

**FOR THE THREE-MONTH PERIOD ENDED
31 MARCH 2015**

SAUDI INDUSTRIAL INVESTMENT GROUP AND ITS SUBSIDIARY
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
For the three months period ended 31 March 2015

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REVIEW REPORT

To the shareholders of Saudi Industrial Investment Group (A Saudi Joint Stock Company)

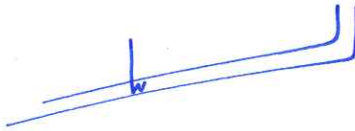
Scope of review

We have reviewed the accompanying interim consolidated balance sheet of Saudi Industrial Investment Group (the "Company") - a Saudi Joint Stock - Company and its subsidiary (the "Group") as at 31 March 2015, and the related interim consolidated statements of income, cash flows and changes in equity for the three month period then ended. These interim consolidated financial statements are the responsibility of the Group's management and have been prepared by them and submitted to us together with all the information and explanations which we required. We conducted our limited review in accordance with the Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants (SOCPA). A limited review consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Conclusion

Based on our limited review, we are not aware of any material modifications that should be made to the accompanying interim consolidated financial statements for them to be in conformity with accounting standards generally accepted in the Kingdom of Saudi Arabia.

For Ernst & Young



Fahad M. Al-Toaimi
Certified Public Accountant
Registration No. 354



Riyadh: 30 Jumada Al Thani 1436H
(19 April 2015)

Saudi Industrial Investment Group and Its Subsidiary
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED BALANCE SHEET (Unaudited)

As at 31 March 2015

(Amounts in SR '000)

	<i>Note</i>	2015	2014
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		2,379,554	1,501,227
Short time deposits		553,000	-
Accounts receivable		1,014,254	986,874
Cash margins, prepayments and other assets		99,327	106,114
Amounts due from related parties	4	122,587	262,746
Inventories	5	1,087,962	1,025,010
TOTAL CURRENT ASSETS		5,256,684	3,881,971
NON-CURRENT ASSETS			
Employee loans		61,579	43,838
Deferred charges		49,052	68,413
Subordinated loan to jointly controlled projects		571,875	288,750
Investments in jointly controlled projects	6	3,120,042	3,256,937
Property, plant and equipment		17,570,470	18,264,305
TOTAL NON-CURRENT ASSETS		21,373,018	21,922,243
TOTAL ASSETS		26,629,702	25,804,214
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Accounts payable		212,727	222,516
Accruals and other liabilities		384,105	364,307
Amounts due to related parties	4	106,111	122,927
Short term loan		-	600,000
Current portion of term loans	8	1,145,503	925,504
Zakat provision	7	287,795	200,111
TOTAL CURRENT LIABILITIES		2,136,241	2,435,365
NON-CURRENT LIABILITIES			
Non-current portion of term loans	8	10,822,328	11,967,831
Sukuk	9	1,070,000	-
Subordinated loan from non-controlling partner	10	1,131,797	1,131,797
Employees' terminal benefits		38,437	25,274
TOTAL NON-CURRENT LIABILITIES		13,062,562	13,124,902
TOTAL LIABILITIES		15,198,803	15,560,267
EQUITY			
SHAREHOLDERS' EQUITY			
Share capital	11	4,500,000	4,500,000
Statutory reserve		526,987	433,654
Retained earnings		1,912,198	1,658,980
TOTAL SHAREHOLDERS' EQUITY		6,939,185	6,592,634
Non-controlling interest		4,491,714	3,651,313
TOTAL EQUITY		11,430,899	10,243,947
TOTAL LIABILITIES AND EQUITY		26,629,702	25,804,214

The attached notes 1 to 17 form part of these interim consolidated financial statements.

Saudi Industrial Investment Group and Its Subsidiary
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF INCOME (Unaudited)

For the three month period ended 31 March 2015

(Amounts in SR '000)

	<i>Note</i>	2015	2014
Sales		1,770,753	1,709,954
Cost of sales		(1,331,188)	(1,253,797)
GROSS PROFIT		439,565	456,157
Share in income of jointly controlled projects, net	6	87,878	210,506
Selling and distribution expenses		(142,735)	(116,198)
General and administrative expenses		(66,347)	(60,890)
INCOME FROM MAIN OPERATIONS		318,361	489,575
Financial charges, net		(31,667)	(41,897)
Other income, net		2,965	1,886
INCOME BEFORE NON-CONTROLLING INTEREST AND ZAKAT		289,659	449,564
Non-controlling interest share in net income of a subsidiary		(125,418)	(156,997)
INCOME BEFORE ZAKAT		164,241	292,567
Zakat	7	(38,502)	(31,846)
NET INCOME FOR THE PERIOD		125,739	260,721
EARNINGS PER SHARE (SR)	12		
Attributable to the income from main operations		0.71	1.09
Attributable to the net income		0.28	0.58

The attached notes 1 to 17 form part of these interim consolidated financial statements.

Saudi Industrial Investment Group and Its Subsidiary
(A Saudi Joint Stock Company)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (Unaudited)

For the three months period ended 31 March 2015

(Amounts in SR '000)

	<u>2015</u>	<u>2014</u>
OPERATING ACTIVITIES		
Income before zakat	164,242	292,567
Adjustments for:		
Depreciation and amortization	203,645	206,994
Employees' terminal benefits, net	3,576	3,210
Share in income of jointly controlled projects, net	(87,878)	(210,506)
Non-controlling interest share in net income of a subsidiary	125,418	156,997
	<u>409,003</u>	<u>449,262</u>
Changes in operating assets and liabilities:		
Accounts receivable	(25,640)	(298,850)
Cash margins, prepayments and others assets	10,466	(6,417)
Inventories	155,177	(94,053)
Related parties, net	(26,279)	101,972
Accounts payable	(978)	(21,746)
Accruals and other liabilities	4,681	(16,809)
Zakat paid	(62)	(7,926)
Net cash from operating activities	<u>526,368</u>	<u>105,433</u>
INVESTING ACTIVITIES		
Addition of property, plant and equipment	(35,962)	(95,348)
Dividends received from a jointly controlled project	121,875	-
Short term deposits refunded	6,000	-
Net cash from (used in) investing activities	<u>91,913</u>	<u>(95,348)</u>
FINANCING ACTIVITY		
Subordinated loan to jointly controlled projects	(37,500)	(18,750)
Net cash used in financing activity	<u>(37,500)</u>	<u>(18,750)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>580,781</u>	<u>(8,665)</u>
Cash and cash equivalents at the beginning of the period	<u>1,798,773</u>	<u>1,509,892</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u><u>2,379,554</u></u>	<u><u>1,501,227</u></u>

The attached notes 1 to 17 form part of these interim consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Unaudited)

(Amounts in SR '000)

The attached notes 1 to 17 form part of these interim consolidated financial statements.

Saudi Industrial Investment Group and Its Subsidiary (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
31 March 2015

1. ORGANIZATION AND ACTIVITIES

Saudi Industrial Investment Group (the "Company") is a Saudi joint stock company registered in Riyadh, Kingdom of Saudi Arabia under Commercial Registration number 1010139946 dated 10 Sha'aban 1416H (corresponding to 1 January 1996). The Company was formed pursuant to the Ministry of Commerce and Industrial's resolution numbered 610 dated 10 Jumad Al-Ula 1416 H (corresponding to 5 October 1995).

The Company is engaged in enhancing the growth and development of the industrial base of the Kingdom, mainly the petrochemicals industry, opening more channels for the exportation of the products and more ways for private sector in the Kingdom to enter into other industries by using petrochemical products after obtaining the required licenses the relevant authorities.

2. BASIS OF CONSOLIDATION

These interim consolidated financial statements include the interim financial statements of the Company and its subsidiary (the "Group"), as adjusted by the elimination of significant inter-group balances and transactions.

A subsidiary is an entity in which the Company has a direct or indirect equity investment of more than 50% and/or over which it exercise effective management control.

The financial statements of the subsidiary are prepared using accounting policies which are consistent with those of the Company. The financial statements of the subsidiary company are consolidated from the date on which the Company is able to exercise effective management control over the subsidiary.

Non-controlling interest in the net assets of the consolidated subsidiary is identified separately from the Company's shareholder equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling interest's share of changes in equity since the date of the combination.

The subsidiary company included in these interim consolidated financial statements is as the following:

	Shareholding %		Country of Incorporation
	2015	2014	
National Petrochemical Company ("Petrochem")*	50	50	Saudi Arabia

* The subsidiaries of Petrochem are as follows:

	Shareholding %		Country of Incorporation
	2015	2014	
Saudi Polymers Company ("SPCo") **	65	65	Saudi Arabia
Gulf Polymers Distribution Company FZCO ("GPDCo")	65	65	United Arab Emirates

** Saudi Polymers Company plant (the "Plant") has announced an unscheduled disruption of production during March 2014 for 10 days due to disruption of feedstock system.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying interim consolidated financial statements have been prepared in accordance with the Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants (SOCPA). The significant accounting policies adopted by the Group in preparing its interim consolidated financial statements, summarized below, are consistent with those used in the preparation of the last audited consolidated financial statements for the year ended 31 December 2014. The interim consolidated financial statements and the accompanying notes should be read in conjunction with the audited consolidated financial statements and the related notes for the year ended 31 December 2014.

The figures in these interim consolidated financial statements are rounded to nearest thousand.

Saudi Industrial Investment Group and Its Subsidiary
(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) - continued
31 March 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounting convention

The interim consolidated financial statements are prepared under the historical cost convention.

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the interim consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates and judgments are based on management's best knowledge of current events and actions, actual results ultimately may differ from those estimates.

Cash and cash equivalents

Cash and cash equivalents consists of bank balances, cash on hand and short term deposits with original maturities of three months or less from the date of deposit.

Accounts receivable

Accounts receivable are stated at the invoiced amount less an allowance for any uncollectible amounts. An estimate for doubtful debt is made when the collection of the receivable amount is considered doubtful. Bad debts are written off as incurred.

Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined as follows:

Raw materials, spares and catalysts	- purchase cost on a weighted average basis.
Work in progress and Finished goods	- cost of direct materials and labour plus attributable overheads based on a normal level of activity.

Deferred charges / amortization

Deferred charges comprise agency and upfront fees on term loans and are amortized over the period of the related loans. The amortization is capitalized in the cost of the plant under construction, until the project is ready for its intended use, and thereafter, is charged to the interim consolidated statement of income.

Borrowing costs

Borrowing costs that are directly attributable to the construction of an asset are capitalized up to the stage when substantially all the activities necessary to prepare the qualifying asset for its intended use are completed and, thereafter, such costs are charged to the interim consolidated statement of income.

Property, plant and equipment / Depreciation

Property, plant and equipment are stated at cost net of accumulated depreciation except for Platinum (precious metal) which is stated at cost. Expenditure for maintenance and repairs is expensed, while expenditure for improvement is capitalized. Depreciation of property, plant and equipment is provided over the estimated useful lives of the applicable assets using the straight-line method.

The estimated useful lives for the calculation of depreciation are as follows:

Plant and equipment	5- 25 years	Vehicles	4 years
Buildings	20 years	Leasehold improvements	5 years or the term of lease, which shorter
Office equipment and furniture	3.33-10 years		

Work in progress appears at cost until the asset is ready for its intended use, thereafter; it is capitalized on the related assets. Work in progress include the cost of contractors, materials, services, borrowing, salaries and other direct costs and overhead allocated on systematic basis.

Saudi Industrial Investment Group and Its Subsidiary (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) - continued
31 March 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investment in jointly controlled projects

A joint venture is a contractual arrangement whereby the Group and other parties undertake an economic activity that is subject to joint control, i.e the strategic financial and operating policies and decisions relating to the activities require the unanimous consent of the parties sharing control. Joint venture arrangements that involve the establishment of a separate entity in which each party has an interest are referred to as jointly controlled project. The Group share in the jointly controlled project is accounted under equity method whereby the group share in the jointly controlled project is carried in the interim consolidated balance sheet at cost as adjusted by post-incorporation changes in the Company's share in the net assets of the jointly controlled entity, less any impairment in the value of individual investment, if any.

Impairment of non-current assets

The Group periodically reviews the carrying amounts of its long term assets to determine whether there is any indication that those assets have suffered an impairment loss. If such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash generating unit to which the asset belongs.

If the recoverable amount of an asset or cash generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash generating unit is reduced to its recoverable amount. Impairment is recognized in the interim consolidated statement of income.

Where an impairment subsequently reverses, the carrying amount of the asset or the cash generating unit is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment been recognized for the asset or cash generating unit in prior years. A reversal of impairment is recognized as income immediately in the interim consolidated statement of income.

Accounts payable and accruals

Liabilities are recognized for amounts to be paid in the future for goods or services received, whether billed or not by the supplier or service provider.

Provisions

Provisions are recognized when the Group has an obligation (legal or constructive) arising from a past event, and the costs to settle these obligation are both probable and may be measured reliably.

Zakat and income tax

Zakat is provided in accordance with the Regulations of the Department of Zakat and Income Tax (DZIT) in the Kingdom of Saudi Arabia and on accrual basis. The provision is charged to the interim consolidated statement of income on estimated basis during interim periods, and will be accurately calculated in the annual financial statements. Differences, if any, resulting from the final Zakat assessments are adjusted in the year of their finalization. Foreign partners in Petrochem's subsidiaries are subject to income tax which is included in non-controlling interest in the interim consolidated financial statements, if exist.

Zakat charge is computed on the basis of the zakat base for the company and the subsidiary separately.

Employees' terminal benefits

Provision is made for amounts payable under the Saudi Arabian labour law applicable to employees' accumulated periods of service at the interim consolidated balance sheet date.

Statutory reserve

In accordance with Saudi Arabian Regulations for Companies, the Company must transfer 10% of its net income in each year to the statutory reserve. The Company may resolve to discontinue such transfers when it builds up a reserve equal to one half of the capital. The reserve is not available for distribution.

Dividends

Final dividends are recorded as liabilities at the time of their approval by the Shareholders' General Assembly. Interim dividends are recorded as and when approved by the Board of Directors.

Saudi Industrial Investment Group and Its Subsidiary (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) - continued
31 March 2015

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition

Sales represent the invoiced value of goods supplied and is recognized when the significant risks and rewards of the ownership of the goods have passed to the buyer and the amount of revenue can be measured reliably normally on the delivery to the customer.

The Group's share in the results of jointly controlled projects is accounted under equity method.

Expenses

Selling expenses are those that specifically relate to delivery and marketing. All other expenses except cost of sales are allocated on a consistent basis to general and administrative expenses in accordance with allocation factors determined as appropriate by the management.

Operating leases

Operating leases payments are recognised as expense in the interim consolidated statement of income on a straight line basis over the lease term.

Foreign currencies

Transactions in foreign currencies are translated into Saudi Riyals at the rate prevailing at the date of those transactions. Monetary assets and liabilities denominated in foreign currencies at the interim consolidated balance sheet date are retranslated at the rate prevailing at that date. All differences are taken to the interim consolidated statement of income.

Assets and liabilities of the consolidated subsidiaries denominated in foreign currencies are translated into Saudi Riyals at exchange rates prevailing at the interim consolidated balance sheet date. Revenues and expenses of the consolidated subsidiaries denominated in foreign currencies are translated into Saudi Riyals at average exchange rates during the interim period. Component of equity, other than retained earnings, are translated at the rates prevailing at the date of their occurrence. Exchange differences arising from such translations, if material, are included in the cumulative translation adjustment account under equity in the interim consolidated balance sheet.

Fair value

The fair value of commission-bearing items are estimated based on discounted cash flows using commission rates for items with similar terms and risk characteristics.

Segment reporting

A segment is a distinguishable component of the Group that is engaged either in providing products or services (a business segment) or in providing products or services within a particular economic environment (a geographic segment), which is subject to risks and rewards that are different from those of other segments.

4. RELATED PARTIES TRANSACTIONS

The following are the details of major related parties transactions during the period:

Amounts in SR '000

<i>Related party</i>	<i>Nature of transactions</i>	<i>Amount of transactions</i>	
		<i>2015</i>	<i>2014</i>
Non-controlling partner in a subsidiary company	Marketing fees	(46,868)	(45,138)
Affiliate companies	Services provided	(83,130)	(72,663)
	Sales	67,474	102,184
	Purchases	(194,884)	(304,624)

Amounts due from / to related parties are shown in the consolidated interim balance sheet.

**Saudi Industrial Investment Group and Its Subsidiary
(A Saudi Joint Stock Company)**

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) - continued
31 March 2015

5. INVENTORIES

Amounts in SR '000	2015	2014
Finished goods	575,388	627,932
Spare parts	323,437	159,899
Raw material	133,721	197,241
Catalyst	55,416	39,938
	<u>1,087,962</u>	<u>1,025,010</u>

6. INVESTMENTS IN JOINTLY CONTROLLED PROJECTS

These comprises the Company's investments in the following companies which are incorporated as limited liability companies and operating in the Kingdom of Saudi Arabia:

Joint venture	Shareholding %
Saudi Chevron Philips Company ("SCP")	50
Jubail Chevron Philips Company ("JCP")	50
Petrochemical Conversion Company ("PCC") (*)	50

The following summarize the investments movement during the period ended at 31 March:

Amounts in SR '000	2015	2014
At the beginning of the period	3,154,039	3,233,931
Share of income	87,878	210,506
Dividends	(121,875)	(187,500)
At the end of the period	<u>3,120,042</u>	<u>3,256,937</u>

(*) The Group has announced during 2014, the commencing of the operation in some of the PCC's plants.

7. ZAKAT

Zakat is provided and charged to the interim consolidated statement of income on an estimate basis. Differences resulting from the final zakat calculation are adjusted at year end.

The company has filed zakat returns with the Department of Zakat and Income Tax ("DZIT") for all prior years up to 2013. The DZIT has raised the zakat assessments up to 2006 and the Company has agreed on DZIT's assessments up to 2001. The Company has filed an appeal against the assessments for the years 2002 and 2003 before Higher Appeal Committee against certain items disallowed by DZIT which resulted in a difference of SR 24.4 million. The Higher Appeal Committee issued its ruling, reducing claim amount to SR 12.4 million and the company has filed an appeal against the ruling before the Board of Grievances. Also the company appealed before The Preliminary Appeal Committee against zakat assessments for the years 2004 to 2006 against disallowance of certain items which resulted in a difference of SR 17.5 million. The Committee issued its ruling, reducing the claim to SR 16.8 M. The Company has paid the amount of SR 5.7 million and appealed before the Higher Appeal Committee against the amount of SR 11.1 million. As per the management's assessment, the Company has made adequate provision against items under appeals.

Saudi Industrial Investment Group and Its Subsidiary (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) - continued
31 March 2015

7. ZAKAT (continued)

As for Petrochem, zakat returns have been filed with the Department of Zakat and Income Tax (DZIT) for all prior years up to 2013, and zakat was settled accordingly.

Petrochem and its zakat consultant have filed an appeal against the zakat claim for the year 2010 which resulted in a difference of SR 74.42 million. The Committee has issued its ruling, reducing the claim by the amount of SR 74.10 million. The Company and DZIT appealed against the ruling before The Higher Appeal Committee. The management believes that the ultimate outcome of this appeal will be in the favor of Petrochem.

Petrochem and its zakat consultant have filed an appeal against the zakat claim raised by DZIT for the year 2012, which resulted in a differences of SR 35 million. The management believes that provisions made are adequate to cover any differences that may arise from this claim.

8. TERM LOANS

The balance of term loan represents the utilized amounts from term loan facilities obtained by SPCo ("the Borrower") from a syndicate local and foreign commercial banks, Public Investment Fund ("PIF") and Saudi Industrial Development Fund ("SIDF"), to finance its project.

The loans are secured by various guarantees including pledges over the machinery and equipment and bank accounts of the project. These loans carry commission at normal commercial rates with identical risks. The Borrower is required to comply with covenants stipulated for in all the loan facility agreements

9. SUKUK

On 25 Shaban 1435H, (corresponding to 23 June 2014), Petrochem issued Sukuk amounting to SR 1.2 billion at a par value of SR 1,000,000 each with no discount or premium. The Sukuk issuance bears a variable rate of return at (SIBOR) plus %1.7 margin, payable semi-annually. The Sukuk is due at maturity at par value on its expiry date of 20 Shawal 1440 H (corresponding 23 June 2019).

The Sukuk balance in this interim consolidated financial statements amounting to SR 1,070 million represents the value of Sukuk issued after eliminating the value of the Group Investments in these Sukuk.

10. SUBORDINATED LOAN FROM THE NON-CONTROLLING PARTNER

This item represents Arabian Chevron Philips Petrochemical Company Limited (the "non-controlling partner") share in the subordinated loan, which is a commission free loan granted to SPCo. The repayment of the loan is subject to terms set out in the SIDF loan agreement.

11. SHARE CAPITAL

Share capital is divided into 450 million shares (2014: 450 million shares). Each share is SR 10.

12. EARNINGS PER SHARE

Earnings per share are calculated by dividing income from main operations and net income for the period by the number of outstanding shares.

13. INTERIM RESULTS

The interim results of operations for the interim periods may not be an accurate indication of the annual results of operations.

14. CONTINGENT LIABILITIES

During the normal course of business, the Group's bankers have issued, on its behalf, bank guarantees amounted to SR 2,6 billion as of 31 March 2015 and 2014, which included SR 860 million from SPCo to the benefit of Saudi Aramco Company for the feedstock cost.

Saudi Industrial Investment Group and Its Subsidiary (A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) - continued
31 March 2015

15. SEGMENTAL INFORMATION

These are attributable to the business segment approved by management to be used as a basis for the financial reporting and are in consistent with the internal reporting process.

The Group operations consists from the following business segments:

- Saudi Chevron Philips Company ("SCP")
Engaged in producing and selling of aromatics, solvents and cyclohexane.
- Jubail Chevron Philips Company ("JCP")
Engaged in manufacturing and selling styrene, mogas blend stock, aromatic benzene, fuel oil, ethyl benzene, ethylene, propylene, liquefied petroleum gas and aromax feed.
- Petrochem
Engaged in the development, establishment, operation, management and maintenance of petrochemical, gas, petroleum and other industrial plants, wholesale and retail trading in petrochemical materials and products.
- Petrochemical Conversion Company ("PCC")
Engaged in nylon 6.6 production, nylon compounds, and other by-products.
- Head office
Represents Head Office operation.

For the period ended at 31 March 2015

Amounts in SR '000	SCP	JCP	Petrochem	PCC	Head office	Elimination and reconciliation of financial statements consolidation	Total
Sales	-	-	1,770,753	-	-	-	1,770,753
Gross profit	-	-	439,565	-	-	-	439,565
Net income (loss)	57,594	50,395	101,838	(20,111)	(13,058)	(50,919)	125,739
Total assets	974,001	1,259,769	22,191,294	886,272	7,068,411	(5,750,045)	26,629,702
Total liabilities	-	-	15,201,030	-	123,422	(131,454)	15,192,998

For the period ended at 31 March 2014

Amounts in SR '000	SCP	JCP	Petrochem	PCC	Head office	Elimination and reconciliation of financial statements consolidation	Total
Sales	-	-	1,709,954	-	-	-	1,709,954
Gross profit	-	-	456,157	-	-	-	456,157
Net income (loss)	167,646	45,194	141,019	(2,334)	(20,298)	(70,506)	260,721
Total assets	1,135,404	1,189,394	21,238,786	932,139	6,726,321	(5,417,830)	25,804,214
Total liabilities	-	-	15,456,559	-	133,685	(29,977)	15,560,267

Operating assets of the Group are located in the Kingdom of Saudi Arabia. The Group sales are geographically distributed between domestic sales in the Kingdom by 10%, (2014: 4%) overseas sales to Asia by 62% (2014: 67%) and to European countries and Africa by 28% (2014: 29%).

Saudi Industrial Investment Group and Its Subsidiary
(A Saudi Joint Stock Company)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) - continued
31 March 2015

16. CAPITAL COMMITMENTS

The balance of unused capital expenditure approved by the board of directors in connection with the construction of the additional units and facilities for Saudi Polymers Company's Plant is SR 67.7 million (2014: SR 47 million).

17. COMPARATIVE FIGURES

Certain of the prior period amounts have been reclassified to conform with the presentation in the current period.