SAUDI ARABIAN MINING COMPANY (MA'ADEN)
(A Saudi Arabian joint stock company)

Consolidated interim financial statements
for the quarter and nine months ended September 30, 2016 (Unaudited)

Contents	**Page**

Commercial registration number	1010164391	
Directors	H.E. Eng. Khalid Bin Abdulaziz Al-Faleh	- Chairman (Appointed April 28, 2016)
	H.E. Sulaiman Bin Abdulrahman Al-Gwaiz	
	Mr. Abdullah Bin Mohammed Al-Issa	- (Appointed April 28, 2016)
	Ms. Lubna Bint Suliman Al-Olayan	- (Appointed April 28, 2016)
	Engr. Abdullah Bin Ibrahim Al-Saadan	- (Appointed April 28, 2016)
	Dr. Ziad Bin Abdulrahman Al-Sudairy	
	Eng. Azzam Bin Yaser Shalabi	- (Appointed April 28, 2016)
	Dr. Jean-Lou Chameau	- (Appointed April 28, 2016)
	Engr. Khalid Saleh Al-Mudaifer	
	Engr. Abdallah Bin Saif Al-Saif	- Past chairman (Resigned April 28, 2016)
	H.E. Mohammed Bin Abdullah Al-Kharashi	- (Replaced April 28, 2016)
	Engr. Sultan Bin Jamal Shawli	- (Replaced April 28, 2016)
	Mr. Mansour Bin Saleh Al-Maiman	- (Replaced April 28, 2016)
	Engr. Khalid Bin Hamad Al-Senani	- (Replaced April 28, 2016)
	Engr. Abdulaziz Bin Abdallah Al-Sugair	- (Resigned April 28, 2016)
Registered address	Building number 395 Abi Bakr Asseddiq Road, South Exit 6, North Ring Road Riyadh 11537 Kingdom of Saudi Arabia	
Postal address	P.O. Box 68861 Riyadh 11537 Kingdom of Saudi Arabia	
Banker	The Saudi British Bank (SABB)	
Auditors	Ernst & Young Al Faisaliah Office Tower, 14th Floor King Fahad Road P.O. Box 2732 Riyadh 11461 Kingdom of Saudi Arabia	

MA'ADEN

The following statement, which should be read in conjunction with the independent auditor's responsibilities stated in the independent auditor's review report, set out on page 4, is made with a view to distinguish the responsibilities of management and those of the independent auditors in relation to the consolidated interim financial statements of Saudi Arabian Mining Company (Ma'aden) (the "Company") and its subsidiaries (the "Group")

Management is responsible for the preparation of the consolidated interim financial statements that present fairly the consolidated interim financial position of the Group as at September 30, 2016, the results of its operations, cash flows for the quarter and nine months and changes in equity for the period then ended, in accordance with the accounting standards issued by the Saudi Organization for Certified Public Accountants ("SOCPA").

In preparing the consolidated interim financial statements, the management is responsible for:

- selecting suitable accounting policies and applying them consistently;
- making judgments and estimates that are reasonable and prudent;
- stating whether SOCPA accounting standards have been followed, subject to any material departures disclosed and explained in the consolidated interim financial statements and
- preparing and presenting the consolidated interim financial statements on a going concern basis, unless it is inappropriate to presume that the Group will continue its business for the foreseeable future.

The management is also responsible for:

- designing, implementing and maintaining an effective system of internal controls throughout the Group;
- maintaining statutory accounting records in compliance with local legislation and accounting standards in the respective jurisdictions in which the Group operates;
- taking steps to safeguard the assets of the Group and
- detecting and preventing fraud and other irregularities.

The consolidated interim financial statements for the quarter and nine months ended September 30, 2016 set out on pages 5 to 74, were approved and authorized for issue by the Board of Directors on October 17, 2016 and signed on its behalf by:

Engr. Abdullah Bin Ibrahim Al-Saadan Authorized by the Board	Engr. Khalid Al-Mudaifer President and Chief Executive Officer	Mr. Darren C. Davis Chief Financial Officer

KAH

16 Muharram 1438H
October 17, 2016
Riyadh
Kingdom of Saudi Arabia

EY
Building a better working world

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Independent auditor's review report to the shareholders of
Saudi Arabian Mining Company (Ma'aden)
(A Saudi Arabian Joint Stock Company)

Scope of review

We have reviewed the accompanying consolidated interim statement of financial position of Saudi Arabian Mining Company "Ma'aden" (the "Company") and its subsidiaries (collectively referred to as the "Group") as at September 30, 2016 and the related consolidated interim statements of income and cash flows for the quarter and the nine-month period ended 30 September 2016, the changes in equity for the nine-month period then ended and the notes from 1 to 49 which form an integral part of the consolidated interim financial statements. These consolidated interim financial statements are the responsibility of the Group's management and have been prepared by them and submitted to us 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. 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 consolidated interim 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 consolidated interim financial statements for them to be in conformity with accounting standards generally accepted in the Kingdom of Saudi Arabia.

For Ernst & Young

Rashid S. AlRashoud
Certified Public Accountant
Registration No. 366

Riyadh: 16 Muharram 1438H
(17 October 2016)

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ترخيص مهني رقم ٤٥
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PROFESSIONAL LICENCE No. 45
ERNST & YOUNG

Consolidated interim statement of financial position as at September 30, 2016 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

	Notes	September 30, 2016	September 30, 2015	December 31, 2015
Assets				
Current assets				
Cash and cash equivalents	7	**3,691,150,109**	4,832,391,000	4,308,309,524
Short-term investments	8	**6,517,500,000**	2,270,282,674	899,052,989
Trade and other receivables	9	**1,164,071,981**	1,355,924,180	1,252,143,611
Inventories	10	**3,105,439,478**	2,901,956,789	2,941,847,487
Advances and prepayments	11	**206,456,134**	307,934,729	248,716,039
Due from joint venture partners	12	**-**	720,000,000	720,000,000
		14,684,617,702	12,388,489,372	10,370,069,650
Non-current assets				
Property, plant and equipment	13	**37,278,407,870**	37,074,244,442	36,682,188,547
Capital work-in-progress	14	**45,410,058,950**	36,829,645,701	40,402,433,837
Exploration and evaluation assets	15	**251,629,722**	195,471,389	233,233,575
Deferred stripping expense	16	**39,656,597**	33,563,242	44,172,991
Intangible assets	17	**373,796,947**	379,030,450	372,426,562
Investment in jointly controlled entities	18	**1,130,544,325**	1,240,963,619	1,201,454,824
Long-term investment	19	**50,000,000**	50,000,000	50,000,000
Advances and prepayments	11	**29,254,305**	21,048,368	21,645,868
		84,563,348,716	75,823,967,211	79,007,556,204
Total assets		**99,247,966,418**	88,212,456,583	89,377,625,854
Liabilities				
Current liabilities				
Projects and other payables	20	**1,357,729,213**	1,428,165,724	1,810,013,001
Accrued expenses	21	**3,169,003,784**	4,932,755,402	4,520,925,588
Zakat payable	22.2	**33,612,463**	28,998,544	50,962,237
Severance fees payable	23	**10,374,577**	11,209,322	16,096,147
Current portion of obligation under capital lease	25	**13,100,880**	11,824,173	12,131,184
Current portion of long-term borrowings	27.6	**2,329,456,759**	2,049,221,379	2,131,319,904
		6,913,277,676	8,462,174,544	8,541,448,061
Non-current liabilities				
Projects and other payables	20	**2,009,492,707**	968,033,877	1,334,387,629
Employees' benefits	24	**421,929,065**	345,690,403	353,304,330
Obligation under capital lease	25	**17,082,697**	30,183,577	27,033,193
Provision for mine closure and reclamation	26	**157,014,616**	129,455,387	158,111,874
Long-term borrowings	27.6	**53,484,163,334**	43,273,068,468	43,267,718,094
Due to a joint venture partner	28	**306,790,113**	297,879,613	300,703,363
		56,396,472,532	45,044,311,325	45,441,258,483
Total liabilities		**63,309,750,208**	53,506,485,869	53,982,706,544
Equity				
Share capital	29	**11,684,782,610**	11,684,782,610	11,684,782,610
Statutory reserve				
Share premium	30	**8,391,351,697**	8,391,351,697	8,391,351,697
Transfer of net income	31	**757,911,634**	697,394,239	757,911,634
Retained earnings		**6,849,331,380**	6,530,555,460	6,464,362,429
Equity attributable to shareholders' of the parent company		**27,683,377,321**	27,304,084,006	27,298,408,370
Non-controlling interest	32.6	**8,254,838,889**	7,401,886,708	8,096,510,940
Total equity		**35,938,216,210**	34,705,970,714	35,394,919,310
Total liabilities and equity		**99,247,966,418**	88,212,456,583	89,377,625,854
Commitments and contingent liabilities	44			

	Notes	Quarter ended September 30, 2016	Quarter ended September 30, 2015	Nine months ended September 30, 2016	Nine months ended September 30, 2015	Year ended December 31 2015
Sales	33	**2,316,147,377**	2,541,988,112	**7,135,388,935**	8,296,748,503	10,956,125,938
Cost of sales	34	**(1,806,465,450)**	(2,018,149,466)	**(5,586,709,980)**	(6,391,326,175)	(8,517,081,736)
Gross profit		**509,681,927**	523,838,646	**1,548,678,955**	1,905,422,328	2,439,044,202
Operating expenses						
Selling, marketing and logistic expenses	35	**(96,389,586)**	(118,159,832)	**(297,988,850)**	(353,648,028)	(531,872,951)
General and administrative expenses	36	**(80,813,076)**	(105,791,083)	**(232,745,703)**	(325,569,501)	(448,378,831)
Exploration and technical services expenses	37	**(12,275,000)**	(36,630,724)	**(34,471,108)**	(103,194,375)	(143,756,853)
Write-off of plant and equipment		**(13,621,585)**	(8,057,425)	**(14,651,589)**	(8,057,425)	(10,494,925)
Operating income		**306,582,680**	255,199,582	**968,821,705**	1,114,952,999	1,304,540,642
Other (expenses) / income						
Share in net loss of jointly controlled entities	18.1	**(31,105,487)**	(15,711,055)	**(70,910,499)**	(52,122,071)	(91,630,866)
Income from short-term investments	38	**41,996,846**	6,842,233	**112,983,098**	28,883,653	35,583,877
Finance charges	39	**(208,097,070)**	(111,264,447)	**(561,244,268)**	(340,102,071)	(450,452,843)
Other expenses, net	40	**(5,337,181)**	(3,291,098)	**379,453**	41,969,185	56,410,062
Income before zakat		**104,039,788**	131,775,215	**450,029,489**	793,581,695	854,450,872
Zakat expense	22.2	**(7,802,676)**	(9,741,512)	**(26,732,589)**	(24,410,604)	(46,374,297)
Net income for the quarter / period / year		**96,237,112**	122,033,703	**423,296,900**	769,171,091	808,076,575
Net income for the quarter / period / year attributable to:						
Shareholders' of the parent company	6.1,41	**83,595,531**	79,912,419	**384,968,951**	610,849,581	605,173,945
Non-controlling interest	32.6	**12,641,581**	42,121,284	**38,327,949**	158,321,510	202,902,630
		96,237,112	122,033,703	**423,296,900**	769,171,091	808,076,575
Earnings per ordinary share (Saudi Riyals)						
Operating income per share inclusive of non-controlling interest's share		**0.26**	0.22	**0.82**	0.95	1.12
Basic and diluted earnings per share from continuing operations attributable to shareholders' of the parent company	41	**0.07**	0.07	**0.33**	0.52	0.52

SAUDI ARABIAN MINING COMPANY (MA'ADEN)
(A Saudi Arabian joint stock company)
Consolidated interim statement of cash flows for the quarter and nine months ended September 30, 2016 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

	Notes	Quarter ended September 30, 2016	Quarter ended September 30, 2015	Nine months ended September 30, 2016	Nine months ended September 30, 2015	Year ended December 31, 2015
Operating activities						
Income before zakat		**104,039,788**	131,775,215	**450,029,489**	793,581,695	854,450,872
Adjustments for non-cash flow items:						
Allowance for doubtful debts	9,36	**-**	-	**312,475**	3,200,000	3,200,000
Increase in allowance for inventory obsolescence	10,34	**-**	-	**-**	-	625,666
Depreciation	13	**595,126,205**	571,843,972	**1,779,928,243**	1,650,704,647	2,209,631,051
Adjustment / written-off of property, plant and equipment	13	**19,592,523**	17,949,787	**30,625,650**	17,949,787	36,045,096
Impairment of exploration and evaluation assets	15	**-**	8,702,784	**-**	11,603,711	20,306,493
Deferred stripping expense	16	**2,116,626**	5,697,193	**4,516,394**	23,468,175	36,589,184
Amortization of intangible assets	17	**10,948,605**	17,000,339	**32,499,915**	50,721,975	74,118,583
Adjustment / written-off of intangible assets	17	**(3,676,945)**	-	**-**	-	-
Share in net loss of jointly controlled entities	18.1	**31,105,487**	15,711,055	**70,910,499**	52,122,071	91,630,866
Provision for severance fees	23	**3,813,132**	5,591,126	**10,381,980**	13,048,027	17,934,852
Provision for employees' termination benefits	24.1	**26,133,063**	31,211,964	**69,907,236**	66,399,384	79,567,555
Contribution for the employees' savings plan	24.2	**7,204,935**	7,741,267	**19,975,843**	18,372,095	23,582,534
Accretion of provision for mine closure and reclamation	26.2	**305,951**	288,632	**904,643**	1,101,979	1,394,847
Inventory loss	34	**-**	-	**9,968,515**	-	121,212,929
Income from short term investments	38	**(41,996,846)**	(6,842,233)	**(112,983,098)**	(28,883,653)	(35,583,877)
Finance charges	39	**207,791,119**	110,975,815	**560,339,625**	339,000,092	449,057,996
Changes in working capital:						
Trade and other receivables	9	**154,987,247**	(71,031,791)	**147,039,811**	(141,243,768)	(45,997,665)
Inventories	10	**(231,740,652)**	(139,252,786)	**(397,447,043)**	(461,084,186)	(622,813,479)
Advances and prepayments	11	**27,553,278**	18,916,002	**34,651,468**	(85,805,936)	(25,651,450)
Projects and other payables – Trade	20	**(3,450,456)**	(170,295,677)	**(164,943,828)**	(216,334,035)	49,311,794
Accrued expenses – Trade	21	**88,332,669**	62,664,512	**(157,519,399)**	(10,923,551)	(104,756,055)
Zakat paid	22.2	**-**	-	**(44,082,363)**	(54,147,978)	(54,147,978)
Severance fees paid	23	**-**	-	**(16,103,550)**	(31,476,875)	(31,476,875)
Employees' termination benefits paid	24.1	**(1,791,764)**	(4,853,369)	**(13,312,727)**	(19,897,823)	(29,513,887)
Employees' savings plan withdrawal	24.2	**(1,796,717)**	(2,730,325)	**(7,945,617)**	(9,558,682)	(10,707,301)
Provision for mine closure and reclamation utilized	26.1	**(350,900)**	(1,153,345)	**(2,001,901)**	(1,731,010)	(1,881,991)
Finance charges paid		**(242,112,123)**	(94,870,098)	**(717,799,496)**	(540,060,505)	(891,904,935)
Net cash generated from operating activities		**752,134,225**	515,040,039	**1,587,852,764**	1,440,125,636	2,214,224,825
Investing activities						
Income received from short-term investments		**31,520,415**	1,537,673	**53,702,442**	14,208,648	27,910,042
Decrease / (increase) in restricted cash	7	**(5,408,218)**	44,713,816	**532,525,976**	236,219,101	(53,776,258)
Short-term investments	8	**(1,523,750,000)**	223,632,711	**(5,618,447,011)**	(1,746,962,314)	(375,732,629)
Due from joint venture partners	12	**450,000,000**	-	**720,000,000**	-	-
Additions to property, plant and equipment	13	**16,263,876**	(14,152,936)	**(48,871,823)**	(272,528,144)	(293,475,275)
Additions to capital work-in-progress	14	**(1,396,775,029)**	(4,160,227,628)	**(6,634,114,697)**	(9,573,930,935)	(13,137,751,416)
Additions to exploration and evaluation assets	15	**(6,894,272)**	(15,809,911)	**(18,396,147)**	(31,568,788)	(80,181,699)
Additions to deferred stripping expense	16	**-**	(6,074,036)	**-**	(7,948,434)	(31,679,192)
Additions to intangible assets	17	**(1,285,986)**	(139,237)	**(1,715,494)**	(2,636,157)	(3,992,516)
Projects and other payables – Projects	20	**64,609,370**	241,450,857	**387,765,118**	176,902,056	659,457,256
Accrued expenses – Projects	21	**(695,446,901)**	1,689,284,220	**(1,576,622,612)**	2,300,931,184	2,066,960,240
Net cash utilized in investing activities		**(3,067,166,745)**	(1,995,784,471)	**(12,204,174,248)**	(8,907,313,783)	(11,222,261,447)

(All amounts in Saudi Riyals unless otherwise stated)

Continued

	Notes	Quarter ended September 30, 2016	Quarter ended September 30, 2015	Nine months ended September 30, 2016	Nine months ended September 30, 2015	Year ended December 31, 2015
Financing activities						
Obligation under capital lease	25	**(3,070,653)**	(2,771,414)	**(8,980,800)**	(8,105,603)	(10,948,976)
Proceeds from long-term borrowings received	27.6	**3,537,475,664**	1,938,140,301	**22,397,603,980**	5,577,030,437	6,491,339,790
Repayment of long-term borrowings	27.6	**(725,000,000)**	(820,000,000)	**(11,983,021,885)**	(5,166,660,377)	(6,004,221,579)
Due to a joint venture partner	28	**-**	(294,319,264)	**6,086,750**	(260,434,264)	(257,610,514)
Payments to increase share capital by non-controlling interest, net	32.6	**-**	-	**-**	-	50,043,112
Increase in share capital of non-controlling interest	32.6	**-**	-	**600,000,000**	750,000,000	1,350,000,000
Dividend paid to non-controlling interest	32.6	**(30,000,000)**	(30,000,000)	**(480,000,000)**	(330,000,000)	(330,000,000)
Net cash generated from financing activities		**2,779,405,011**	791,049,623	**10,531,688,045**	561,830,193	1,288,601,833
Net change in cash and cash equivalents		**464,372,491**	(689,694,809)	**(84,633,439)**	(6,905,357,954)	(7,719,434,789)
Unrestricted cash and cash equivalents at beginning of the quarter / period / year	7	**3,165,940,338**	5,218,717,912	**3,714,946,268**	11,434,381,057	11,434,381,057
Unrestricted cash and cash equivalents at end of the quarter / period / year	7	**3,630,312,829**	4,529,023,103	**3,630,312,829**	4,529,023,103	3,714,946,268
Non-cash flow transactions						
Transfer of capital spares to property, plant and equipment from inventories	13,10	**-**	-	**223,886,537**	-	-
Transfer to property, plant and equipment from capital work-in-progress	13,14	**51,903,808**	28,493,474	**2,179,402,671**	144,032,046	321,532,962
Provision for mine closure and reclamation capitalized as part of property, plant and equipment	13, 26.3	**-**	-	**-**	-	2,264,600
Depreciation capitalized as part of capital work-in-progress	14,13	**10,750,571**	18,038,699	**45,387,815**	47,692,794	63,439,623
Transfer to capital work-in-progress from exploration and evaluation assets	14,15	**-**	-	**-**	-	2,147,943
Amortization capitalized as part of capital-work-in-progress	14,17	**3,391,198**	1,425,512	**8,728,725**	4,213,673	5,729,831
Provision for mine closure and reclamation capitalized as part of capital-work-in-progress	14, 26.1	**-**	-	**-**	-	26,250,000
Borrowing cost capitalized as part of capital work-in-progress	14, 39.1	**213,804,823**	72,335,914	**539,680,078**	285,249,791	443,009,951
Transfer to intangible assets from property, plant and equipment	17,13	**-**	-	**-**	885,255	885,255
Transfer to intangible assets from capital work-in-progress	17,14	**10,852,001**	3,080,807	**40,883,531**	20,568,141	37,520,660
Transfer to mine closure provision from property, plant and equipment	26.1, 13	**-**	1,211,312	**-**	1,211,312	1,211,312
Transfer from payments to increase share capital to share capital pertaining to non-controlling interest	32.6	**-**	-	**12,560,821**	83,278,002	83,278,002

Consolidated interim statement of changes in equity for the nine months ended September 30, 2016 (Unaudited)

(All amounts in Saudi Riyals unless otherwise stated)

		Equity attributable to shareholders' of the parent company					Non-controlling interest				
			Statutory reserve								
	Notes	Share capital	Share premium	Transfer of net income	Retained earnings	Sub-total	Share capital	Payments to increase share capital*	Net income attributable to non-controlling interest	Sub-total	Total equity
January 1, 2015		11,684,782,610	8,391,351,697	697,394,239	5,919,705,879	26,693,234,425	6,102,482,067	156,088,568	564,994,563	6,823,565,198	33,516,799,623
Dividend paid to non-controlling interest during the period	32.6	-	-	-	-	-	-	-	(330,000,000)	(330,000,000)	(330,000,000)
Net income for the period		-	-	-	610,849,581	610,849,581	-	-	158,321,510	158,321,510	769,171,091
Increase in non-controlling interest / share capital contributed during the period	32.6	-	-	-	-	-	833,278,002	(83,278,002)	-	750,000,000	750,000,000
September 30, 2015		11,684,782,610	8,391,351,697	697,394,239	6,530,555,460	27,304,084,006	6,935,760,069	72,810,566	393,316,073	7,401,886,708	34,705,970,714
Net (loss) / income for the remainder of the year		-	-	-	(5,675,636)	(5,675,636)	-	-	44,581,120	44,581,120	38,905,484
Net income transferred to statutory reserve	31	-	-	60,517,395	(60,517,395)	-	-	-	-	-	-
Payments to increase share capital during the remainder of the year*	32.6	-	-	-	-	-	-	50,043,112	-	50,043,112	50,043,112
Increase in non-controlling interest / share capital contributed during the remainder of the year	32.6	-	-	-	-	-	600,000,000	-	-	600,000,000	600,000,000
December 31, 2015		11,684,782,610	8,391,351,697	757,911,634	6,464,362,429	27,298,408,370	7,535,760,069	122,853,678	437,897,193	8,096,510,940	35,394,919,310

(All amounts in Saudi Riyals unless otherwise stated)

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Continued

		Equity attributable to shareholders' of the parent company					Non-controlling interest				
			Statutory reserve								
	Notes	Share capital	Share premium	Transfer of net income	Retained earnings	Sub-total	Share capital	Payments to increase share capital*	Net income attributable to non-controlling interest	Sub-total	Total equity
December 31, 2015		11,684,782,610	8,391,351,697	757,911,634	6,464,362,429	27,298,408,370	7,535,760,069	122,853,678	437,897,193	8,096,510,940	35,394,919,310
Dividend paid to non-controlling interest during the period	32.6	-	-	-	-	-	-	-	(480,000,000)	(480,000,000)	(480,000,000)
Net income for the period		-	-	-	384,968,951	384,968,951	-	-	38,327,949	38,327,949	423,296,900
Increase in non-controlling interest / share capital contributed during the period	32.6	-	-	-	-	-	612,560,821	(12,560,821)	-	600,000,000	600,000,000
September 30, 2016		**11,684,782,610**	**8,391,351,697**	**757,911,634**	**6,849,331,380**	**27,683,377,321**	**8,148,320,890**	**110,292,857**	**(3,774,858)**	**8,254,838,889**	**35,938,216,210**

*These payments, to ultimately increase share capital of the applicable subsidiaries over a period of time, are treated as part of the total equity in these subsidiaries in accordance with the SOCPA opinion number 14/1 issued on March 14, 2012, although no shares have been issued yet and the Commercial Registration certificate has not yet been amended, but will be once these prepayments have been converted to share capital.

(All amounts in Saudi Riyals unless otherwise stated)

1. General information

Saudi Arabian Mining Company ("Ma'aden") (the "Company") was formed as a Saudi joint stock company pursuant to the Council of Ministers Resolution No. 179 dated 8 Zul Qaida 1417H (corresponding to March 17, 1997) and Royal Decree No. M/17 dated 14 Zul Qaida 1417H (corresponding to March 23, 1997), with Commercial Registration No. 1010164391 dated 10 Zul Qaida 1421H (corresponding to February 4, 2001). The Company has an authorized and issued share capital of Saudi Riyals ("SAR") 11,684,782,610 divided into 1,168,478,261 ordinary shares with a nominal value of SAR 10 each (Note 29).

The objectives of the Company and its subsidiaries (the "Group") are to be engaged in various projects related to all stages of the mining industry, including development, advancement and improvement of the mineral industry, mineral products and by-products. These activities exclude:

- petroleum and natural gas and materials derived there from;
- any and all hydrocarbon substances, products, by-products and derivatives and
- activities related to all stages of the oil industry and the industries associated therewith and supplementary thereto.

The Group's principal mining activities are at the Mahd Ad' Dahab, Bulghah, Al-Amar, Sukhaybarat, As Suq, Ad Duwayhi, Al-Jalamid, Az Zabirah, Al-Ghazallah and Al Baitha mines. Currently the Group mainly mines gold, phosphate rock, bauxite, low-grade bauxite, kaolin and magnesite.

On February 14, 2012 the Board of Directors approved a plan, developed by the Company in collaboration with its joint venture partner Alcoa Inc. (Note 28), to extend the product mix of their aluminium complex, currently under construction at Ras Al-Khair, to include:

- automotive heat treated and non-heat treated sheet,
- building and construction sheet and
- foil stock sheet

2. Group structure

The Company has the following subsidiaries and jointly controlled entities, all incorporated in the Kingdom of Saudi Arabia:

		Effective ownership		
Subsidiaries	**Type of company**	**Sep 30, 2016**	**Sep 30, 2015**	**Dec 31, 2015**
Ma'aden Gold and Base Metals Company ("MGBM")	Limited liability company	**100%**	100%	100%
Ma'aden Infrastructure Company ("MIC")	Limited liability company	**100%**	100%	100%
Industrial Minerals Company ("IMC")	Limited liability company	**100%**	100%	100%
Ma'aden Aluminium Company ("MAC")	Limited liability company	**74.9%**	74.9%	74.9%
Ma'aden Rolling Company ("MRC")	Limited liability company	**74.9%**	74.9%	74.9%
Ma'aden Bauxite and Alumina Company ("MBAC")	Limited liability company	**74.9%**	74.9%	74.9%
Ma'aden Phosphate Company ("MPC")	Limited liability company	**70%**	70%	70%
Ma'aden Wa'ad Al Shamal Phosphate Company ("MWASPC")	Limited liability company	**60%**	60%	60%
Jointly controlled entities				
Sahara and Ma'aden Petrochemical Company ("SAMAPCO")	Limited liability company	**50%**	50%	50%
Ma'aden Barrick Copper Company ("MBCC")	Limited liability company	**50%**	50%	50%

The financial year end of all the subsidiaries and jointly controlled entities coincide with that of the parent company.

2.1 MGBM

The company was incorporated on August 9, 1989 in the Kingdom of Saudi Arabia. The objectives of the company are:

- the exploration and mining of gold and associated minerals within their existing mining lease area by way of drilling, mining, concentrating, smelting and refining;
- extract, refine, export and sell such minerals in their original or refined form and
- construct, operate and maintain all mines, buildings, highways, pipelines, refineries, treatment plants, communication systems, power plants and other facilities necessary or suitable for the purposes of the lease.

2.2 MIC

The company was incorporated on August 18, 2008 in the Kingdom of Saudi Arabia. The objectives of the company are to:

- manage the infrastructure project to develop, construct and operate the infrastructure and
- provide services to Ras Al-Khair area and other mining and industrial locations in the Kingdom of Saudi Arabia.

2.3 IMC

The company was incorporated on March 31, 2009 in the Kingdom of Saudi Arabia. The objectives of the company are:

- the exploitation of industrial minerals within the existing mining lease areas by way of drilling, mining, concentrating, smelting and refining and
- extract, refine, export and sell such minerals in their original or refined form.

The company currently operates a kaolin and low grade bauxite mine in the central zone of Az Zabirah and a high grade magnesite mine at Al-Ghazallah and a processing plant at Al-Madinah Al-Munawarah which partially commenced operations during 2011 and the remaining project is still in development stage.

2.4 MAC

The company was incorporated on October 10, 2010 in the Kingdom of Saudi Arabia and is owned:

- 74.9% by Saudi Arabian Mining Company ("Ma'aden") and
- 25.1% by Alcoa Saudi Smelting Inversiones S.L. ("ASSI"), a foreign shareholder, a company wholly owned by Alcoa Incorporated ("Alcoa Inc."), which is accounted for as a non-controlling interest in these consolidated interim financial statements.

The objectives of the company are the production of primary aluminium products:

- ingots;
- T-shape ingots;
- slabs and
- billets.

2.5 MRC

The company was incorporated on October 10, 2010 in the Kingdom of Saudi Arabia and is owned:

- 74.9% by Saudi Arabian Mining Company ("Ma'aden") and
- 25.1% by Alcoa Saudi Rolling Inversiones S.L. ("ASRI"), a foreign shareholder, a company wholly owned by Alcoa Incorporated ("Alcoa Inc."), which is accounted for as a non-controlling interest in these consolidated interim financial statements.

The objectives of the company are the production of:

- can body sheets and
- can ends stock.

The company is currently in its commissioning phase.

2.6 MBAC

The company was incorporated on January 22, 2011 in the Kingdom of Saudi Arabia and is owned:

- 74.9% by Saudi Arabian Mining Company ("Ma'aden") and
- 25.1% by AWA Saudi Limited ("AWA"), a foreign shareholder, which is owned 60% by Alcoa Inc. and 40% by Alumina Limited, an unrelated third party, which is accounted for as a non-controlling interest in these consolidated interim financial statements.

The objectives of the company are to:

- produce and refine bauxite and
- produce alumina.

The company started commercial production on October 1, 2016.

2.7 MPC

The company was incorporated on January 1, 2008 in the Kingdom of Saudi Arabia and is owned:

- 70% by Saudi Arabian Mining Company ("Ma'aden") and
- 30% by Saudi Basic Industries Corporation ("SABIC") which is accounted for as a non-controlling interest in these consolidated interim financial statements.

The objectives of the company are to:

- exploit the Al-Jalamid phosphate deposits;
- utilize local natural gas and sulphur resources to manufacture Phosphate fertilizers at the processing facilities at Ras Al-Khair and
- produce ammonia as a raw material feed stock for the production of fertilizer with the excess ammonia exported and sold domestically.

2.8 MWSPC

The company was incorporated on January 27, 2014 in the Kingdom of Saudi Arabia and is owned:

- 60% by Saudi Arabian Mining Company ("Ma'aden");
- 25% by Mosaic Phosphate B.V., a foreign shareholder, a limited liability company registered in Netherlands wholly owned by The Mosaic Company ("Mosaic") which is accounted for as a non-controlling interest in these consolidated interim financial statements and
- 15% by Saudi Basic Industries Corporation ("SABIC") which is accounted for as a non-controlling interest in these consolidated interim financial statements.

The objectives of the Company are the production of:

- Di-ammonium and Mono-ammonium phosphate fertilizer,
- ammonia,
- purified phosphoric acid,
- phosphoric acid,
- sulphuric acid and
- sulphate of potash.

Trial production of ammonia plant has commenced during the third quarter of 2016.

2.9 SAMAPCO

The company was incorporated on August 14, 2011 in the Kingdom of Saudi Arabia and is owned:

- 50% by Saudi Arabian Mining Company ("Ma'aden") and
- 50% by Sahara Petrochemical Company.

SAMAPCO is a joint venture project and is accounted for as an investment in a jointly controlled entity under the equity method of accounting in these consolidated interim financial statements.

The objectives of the company are the production of:

- concentrated caustic soda;
- chlorine and
- ethylene dichloride.

The operations of the company includes the production and supply of:

- concentrated caustic soda ("CCS") feed stock to the alumina refinery at MBAC and to sell any excess production in the local wholesale and retail markets and
- ethylene dichloride ("EDC") in the international and local wholesale and retail markets.

SAMAPCO has started commercial production on July 1, 2014.

2.10 MBCC

The company was incorporated on November 2, 2014 in the Kingdom of Saudi Arabia and is owned:

- 50% by Saudi Arabian Mining Company ("Ma'aden") and
- 50% by Barrick Middle East PTY Limited ("Barrick").

MBCC is a joint venture project and is accounted for as an investment in a jointly controlled entity under the equity method of accounting in these consolidated interim financial statements.

The objectives of the company are the production of copper and associated minerals within their existing mining lease area by way of drilling, mining, concentrating, smelting and refining.

MBCC has started commercial production on July 1, 2016.

3. Basis of preparation

The accompanying consolidated interim financial statements have been prepared under the historic cost convention on the accrual basis of accounting and in compliance with the accounting standards promulgated by the Saudi Organization for Certified Public Accountants ("SOCPA") in the Kingdom of Saudi Arabia.

The consolidated interim financial statements have been prepared in accordance with SOCPA's Standard of Interim Financial Reporting, on the basis of integrated periods, which views each interim period as an integral part of the financial year. Accordingly, revenues, gains, expenses, and losses of the period are recognized during the relevant period.

The results of the operations for an interim period may not be indicative of the annual results of the operations.

These consolidated interim financial statements are presented in SAR which is both the functional and reporting currency of the Group.

The Group has carried out impairment assessments on its cash generating units "CGUs" i.e. MAC, MRC, MBAC, MGBM, Magnesia and SAMAPCO for the year ended December 31, 2015. The Group has used the undiscounted cash flow projections as per the accounting standards generally accepted in the Kingdom of Saudi Arabia that have shown no impairment and that the undiscounted recoverable amounts were higher than the carrying amounts of the net assets involved in the CGUs.

Effective from January 1, 2017, the Group is required to implement IFRS which require the Group to use the discounted cash flow projections. The use of the discounted cash flow projections is a more conservative approach to assess impairment on CGUs compared to the undiscounted cash flow projection.

4. Summary of significant accounting policies

The significant accounting policies applied in the preparation of these consolidated interim financial statements are set out below. These policies have been consistently applied to all quarters / periods / year presented.

4.1 Basis of consolidation

Subsidiaries

Subsidiaries are entities over which the Group has the power to govern the financial and operating policies to obtain an economic benefit, generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. Subsidiaries are consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

The acquisition method of accounting is used to account for the acquisition of subsidiaries. The cost of an acquisition is measured as the fair value of the assets acquired or liabilities incurred or assumed at the date of acquisition. Costs directly related to the acquisition, other than those associated with the issue of debt or equity securities that the company incurs in connection with an acquisition, are expensed as incurred and included in general and administrative expenses. The excess of the aggregate of the consideration transferred and the fair value of the minority interest over the fair value of the identifiable net assets acquired is recorded as goodwill. Goodwill arising from acquisition of subsidiaries is reported under "intangible assets" in the accompanying consolidated statement of financial position. Goodwill is tested annually for impairment and carried at cost, net of any accumulated amortization and impairment losses, if any.

Inter-company investments, transactions, balances and unrealized gains or losses on transactions between Group companies are eliminated. The accounting policies of all the subsidiaries are in consistency with those adopted by the Group.

Jointly controlled entities

A joint venture exists where the Group has a contractual arrangement with one or more parties to undertake activities typically, however not necessarily, through entities that are subject to joint control.

The Group recognises its interests in jointly controlled entities using the equity method of accounting. The Group's share of the results of joint ventures is based on the financial statements prepared up to a date not earlier than three months before the consolidated statement of financial position date, adjusted to conform with the accounting polices of the Group, if any. Intragroup gains on transactions are eliminated to the extent of the Group's interest in the investee. Intragroup losses are also eliminated unless the transaction provides evidence of impairment in the asset transferred.

4.2 Foreign currency translation

Foreign currency transactions are translated into SAR at the rates of exchange prevailing at the time of the transactions. Monetary assets and liabilities denominated in foreign currencies at the consolidated statement of financial position date are translated at the exchange rates prevailing at that date. Gains and losses from settlement and translation of foreign currency transactions are included in the consolidated statement of income.

4.3 Cash and cash equivalents

Cash and cash equivalents includes cash on hand, cash in banks and time deposits with an original maturity of three months or less at the date of acquisition, which are convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

Restricted cash and cash equivalents are excluded from cash and cash equivalents for the purpose of the consolidated statement of cash flows. Restricted cash and cash equivalents are related to the following:

- cash accumulated in the debt service reserve account for the next scheduled repayment of long-term borrowings, six months prior to the due date, as per the financing agreements and
- employees' savings plan obligation

4.4 Short-term investments

Short-term investments include placements with banks and other short-term highly liquid investments with original maturities of more than three months but not more than one year from the date of acquisition.

4.5 Trade receivables

Trade receivables are carried at the original sales invoice amount less an allowance for doubtful debts (if any). An allowance for doubtful debts is established when there is objective evidence that the Group will not be able to collect all the amounts due according to the original terms of the receivables. Such allowances are charged to the consolidated statement of income and reported under "General and administrative expenses". When a trade receivable is uncollectible, it is written-off against the allowance for doubtful debts. Any subsequent recoveries of amounts previously written-off are credited against "General and administrative expenses" in the consolidated statement of income.

4.6 Inventories

Finished goods

Finished goods are measured at the lower of unit cost of production or net realizable value. The unit cost of production is determined as the total cost of production divided by the saleable unit output.

Production costs include:

- labor costs, materials and contractor expenses which are directly attributable to the extraction and processing of ore;
- the depreciation of mining properties and leases of property, plant and equipment used in the extraction and processing of ore and the amortization of any deferred stripping assets;
- production overheads and
- the revenue generated from the sale of by-products is credited against production costs.

By-products are valued at net realizable value, with reference to the spot price of the commodities ruling at the reporting date.

Work-in-process

The cost of work-in-process is determined using unit cost of production for the period based on the percentage of completion at the applicable stage and includes:

- labor costs, materials and contractor expenses which are directly attributable to the extraction and processing of ore;
- the depreciation of mining properties and leases of property, plant and equipment used in the extraction and processing of ore and the amortization of any deferred stripping assets and
- production overheads;

Ore stockpiles

Ore stockpiles represent ore that has been extracted and is available for further processing. If there is significant uncertainty as to when the stockpiled ore will be processed, the cost is expensed as incurred. Where the future processing of this ore can be predicted with confidence because it exceeds the mine's cut-off grade and is economically viable, it is valued at the lower of unit cost of production or net realizable value. Recoverable quantities and grades of stockpiles and work-in-process are assessed primarily through surveys and assays.

Spare parts, consumables and raw materials

Spare parts, consumable and raw materials are valued at the weighted average cost basis less an allowance for obsolete and slow moving items.

Net realizable value is the estimated selling price in the ordinary course of business, less the costs of completion and selling expenses.

(All amounts in Saudi Riyals unless otherwise stated)

4.7 Financial assets and liabilities

Financial assets and liabilities carried on the consolidated statement of financial position principally include cash and cash equivalents, short-term investments, trade and other receivables, projects and other payables, accrued expenses and borrowings.

A financial asset and liability is offset and net amount reported in the consolidated financial statements, when the Group has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis, or to realize the asset and liability simultaneously.

4.8 Property, plant and equipment

Property, plant and equipment are carried at the historical cost less accumulated depreciation. Land is not depreciated. Depreciation is charged to the consolidated statement of income, using the straight line method or on a unit of production basis for certain mining assets and processing plants where applicable, to allocate the costs of the related assets less their residual values over the following estimated economic useful lives:

	Number of years
• Buildings	9 – 40
• Heavy equipment	5 – 40
• Mobile and workshop equipment	5 – 10
• Laboratory and safety equipment	5
• Civil works	4 – 50
• Fixed plant and heap leaching facilities	4 – 20
• Other equipment	4 – 20
• Office equipment	4 – 10
• Furniture and fittings	4 – 10
• Computer equipment	4 – 5
• Motor vehicles	4
• Mining assets	Units of production method / over the life of the mine

Maintenance and normal repairs which do not materially extend the estimated economic useful life of an asset or increase its production capacity are charged to the consolidated statement of income as and when incurred. Major renewals and improvements, if any, are capitalized and the assets so replaced are retired.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount and are included in the consolidated statement of income.

Borrowing costs related to qualifying assets are capitalized as part of the cost of the qualified assets until the commencement of commercial production.

4.9 Capital work-in-progress

Assets in the course of construction are capitalized in the capital work-in-progress account. On completion, the cost of the related asset is transferred to the appropriate category of property, plant and equipment. The cost of property, plant and equipment comprises its purchase price and any costs directly attributable to bringing it into working condition for its intended use. Costs associated with commissioning the plant are capitalized net of the proceeds from the sale of any production during the commissioning period. Capital work-in-progress is not depreciated.

4.10 Exploration and evaluation assets

Exploration expenditures are the costs incurred in the initial search for mineral deposits with economic potential or in the process of obtaining more information about existing mineral deposits. Exploration expenditures typically include costs associated with:

- acquisition of exploration rights to explore;
- topographical, geological, geochemical and geophysical studies;
- exploration drilling;
- trenching;
- sampling and
- activities in relation to evaluating the technical feasibility and commercial viability of extracting a mineral resource.

Evaluation expenditures are the costs incurred to establish the technical and commercial viability of developing mineral deposits identified through exploration activities or by acquisition. Evaluation expenditures include the cost of:

- establishing the volume and grade of deposits through drilling of core samples, trenching and sampling activities in an ore body that is classified as either a mineral resource or a proven and probable reserve;
- determining the optimal methods of extraction and metallurgical and treatment processes;
- studies related to surveying, transportation and infrastructure requirements in relation to both production and shipping;
- permitting activities and
- economic evaluations to determine whether development of the mineralized material is commercially justified, including scoping, prefeasibility and final feasibilities studies.

All exploration and evaluation costs are expensed until it is concluded that a future economic benefit is more likely to be realized than not, i.e. 'probable'. The information used to make that determination depends on the level of exploration as well as the degree of confidence in the ore body. Exploration and evaluation expenditures are capitalized if management determines that probable future economic benefits will be generated as a result of the expenditures.

Exploration and evaluation expenditure relating to extensions of mineral deposits which are already being mined or developed, including expenditure on the definition of mineralization of such mineral deposits, is capitalized as mine development cost following the completion of an economic evaluation equivalent to a feasibility study.

All exploration and evaluation costs incurred after it is concluded that economic benefit is more likely to be realized than not, i.e. 'probable' are capitalized as “Exploration and evaluation assets” only until the technical feasibility and commercial viability of extracting of mineral resource are demonstrable. Once the technical and commercial viability is demonstrable i.e. economic benefit will or will not be realized, the asset is tested for impairment and any impairment loss is recognized. Based on the final technical scope, receipt of mining license and commercial feasibility, if the economic benefit will be realized and management intends to develop and execute the mine, only then is the exploration and evaluation asset reclassified to “Capital work-in progress”.

Cash flows attributable to capitalized exploration and evaluation expenditures are classified as investing activities in the consolidated statement of cash flow. Once the commercial production stage is reached, the capitalized capital work-in-progress is reclassified to “Property, plant and equipment”.

For the purposes of exploration and evaluation assets only, one or more of the following facts and circumstances are considered for identifying that exploration and evaluation asset may be impaired. These include the following:

- the period for which the entity has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed.
- substantive expenditure on further exploration and evaluation of mineral resources in the specific area is neither budgeted nor planned.
- exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area.
- sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

Once it has been identified that exploration and evaluation asset may be impaired, the entity performs an impairment and the reversal of impairment on exploration and evaluation assets, as specified in note 4.13.

4.11 Stripping ratio and deferred stripping expense

The Group defers waste mining costs and has estimated the average of the waste-to-ore ratio for the quantities contained within the final pit design of the mine. This average is used to calculate the annual waste mining costs to be expensed as follows:

Average ratio of waste to ore mined x Quantity of ore mined x Average unit cost of total tonnes mined

In periods when the actual costs of waste are higher than the costs expensed according to this formula, the difference is deferred to be expensed in a future period when the actual costs are less than the amount to be expensed.

Stripping cost incurred during the development stage of an open pit mine in order to access the underlying ore deposit are capitalized prior to the commencement of commercial production. Such costs are then amortized over the remaining life of the component of the ore body (for which access has improved), using the unit of production method over proven and probable reserves.

Production stripping costs in an open pit mine is capitalized as deferred stripping expense to the extent that it is probable that the future economic benefits will flow to the company through improved access to the particular component of the ore body. The Deferred stripping expense asset is depreciated / amortized using the unit of production method, based on the proven and probable reserves contained in the component, which is expected to be shorter than the life-of-the mine. The depreciation / amortization of the deferred stripping expense is considered to be a period production cost and is recorded in inventory (and subsequently as a cost of sale when the inventory is sold).

4.12 Intangible assets

Intangible assets are measured at cost less accumulated amortization and accumulated impairment losses, where applicable. Intangible assets acquired as part of a business combination are capitalized where those assets are separable or arise from contractual or legal rights and their fair values can be measured reliably on initial recognition. Goodwill arising from a business combination and those intangible assets that are estimated to have indefinite lives are tested annually for impairment. Intangible assets are amortized over the shorter of their estimated economic / statutory useful lives using the straight-line method. Amortization methods, residual values and estimated economic useful lives are reviewed at least annually.

Pre-operating expenses and deferred charges deemed of having future economic benefits are capitalized as Intangible assets and are amortized when completed over seven years.

4.13 Asset impairment

The Group assesses its assets at each reporting date for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell or value-in-use based on the estimated future undiscounted cash flows.

Assets that suffered impairment are reviewed for possible reversal of the impairment at each reporting date. When it becomes evident that the circumstances which resulted in the impairment no longer exist, the impairment amount is reversed (with the exception of goodwill) and recorded as other income in the consolidated statement of income in the quarter / period / year in which such reversal is determined.

4.14 Projects, other payables and accrued expenses

Liabilities in respect of contract costs for capital projects, including trade payables, are recognized at amounts to be paid for goods and services received. The amount recognized is the present value of the future obligations; unless they are due in less than one year.

Liabilities in respect of other payables are recognized at amounts to be paid for goods and services received.

4.15 Zakat, income tax and withholding tax

The Company is subject to zakat in accordance with the regulations of the General Authority for Zakat and Tax (GAZT). A provision for zakat for the Company and zakat related to the Company's wholly owned subsidiaries is charged to the consolidated statement of income. Differences, if any, at the finalization of final assessments are accounted for when such amounts are determined.

Foreign shareholders in subsidiaries are subject to income tax which is included in non-controlling interest in the consolidated statement of income.

The Group withholds taxes on certain transactions with non-resident parties in the Kingdom of Saudi Arabia as required under Saudi Arabian Income Tax Law.

4.16 Severance fees

Effective from year 2005 onwards, as per Article No. 71 of the Saudi Mining Investment Code issued based on the Royal Decree No. 47/M dated 20 Sha'aban 1425H (corresponding to October 4, 2004), the Group is required to pay to the Government of Saudi Arabia severance fee representing 25% of the annual net income per mining license or the equivalent of the hypothetical income tax, whichever is the lower.

The Zakat due shall be deducted from gross severance fee and the net severance fee amount is shown as part of cost of sales in the consolidated statement of income (Note 34).

4.17 Provisions

Provisions are recognized when the Group has:

- a present legal or constructive obligation as a result of a past event;
- it is probable that an outflow of economic resources will be required to settle the obligation in the future and
- the amount can be reliably estimated.

4.18 Employees' termination benefits

Employee termination benefits are payable as a lump sum to all employees employed under the terms and conditions of Saudi Labor and Workman Law on termination of their employment contracts. The liability is calculated as the current value of the vested benefits to which the employee is entitled, should the employee leave at the consolidated statement of financial position date. Termination payments are based on employees' final salaries and allowances and their cumulative years of service, as defined by the conditions stated in the laws of the Kingdom of Saudi Arabia.

4.19 Employees' savings plan program

In accordance with Article 145 of the Labor Regulations, and in furtherance to Article 76 of the Company's Internal Work Regulation approved by resolution No. 424 dated 6th of Rabi II 1420H (corresponding to July 19, 1999) issued by His Highness the Minister of Labor and Social development, a Savings Plan Program was introduced to encourage the Saudi employees of the Group to save and invest their savings in areas more beneficial to them, to secure their future and as an incentive for them to continue working with the Group.

Participation in the Savings Plan Program is restricted to Saudi Nationals only and optional with employees required to contribute a monthly minimum installment of 1% to a maximum of 15% of their basic salary subject to a minimum of SAR 300 per month.

The Group will contribute an amount equaling 10% per year of the monthly savings of each member per annum for the first year and increase it by 10% per year the years thereafter until it reaches 100% in the 10th year, which will in turn be credited to the savings accounts of the member. The Group's portion is charged to the consolidated statement of income on a monthly basis. The Group's portion will only be paid upon termination or resignation of the employee.

4.20 Home owners plan

The interest cost associated with the funding of the acquisition or construction of the employees' house is borne by the Group in accordance with the approved Home owners plan, and expenses as part of finance cost.

4.21 Mine closure and reclamation

The mining, extraction and processing activities of the Group normally give rise to obligations for mine closure or reclamation. Mine closure and reclamation works can include facility decommissioning and dismantling; removal or treatment of waste materials; site and land rehabilitation. The extent of work required and the associated costs are dependent on the requirements of current laws and regulations.

The full estimated costs are capitalized as part of mining assets under property, plant and equipment and then depreciated as an expense over the expected life-of-mine on a straight-line basis.

Adjustments to the estimated amount and timing of future closure and reclamation cash flows are a normal occurrence in light of the significant judgments and estimates involved. Factors influencing those changes include:

- revisions to estimated ore reserves, mineral resources and lives of mines;
- developments in technology;
- regulatory requirements and environmental management strategies and
- changes in the estimated extent and costs of anticipated activities, including the effects of inflation and changes in economic sustainability.

The costs for reclamation of ongoing site damage arise from rectifying work and are reported through the consolidated statement of income, as part of Cost of sales. Mine closure and reclamation costs should be provided at the present value of the expenditures expected to settle the obligation, using estimate cash flows based on current prices, without any adjustment for inflation.

The appropriate discount rate to be used should be based on the company's weighted average cost of capital or if it's not available then the borrowing rate currently available to the entity for a long term loan for a similar period for which the provision is created. The provision for Mine closure and reclamation costs will accordingly increase over time, as the discount unwinds. The unwinding of the discount is recorded as a charge through financial charges within the consolidated statement of income.

Costs arising from unforeseen circumstances, such as the contamination caused by unplanned discharges, are recognized as an expense and liability when the event gives rise to an obligation which is probable and capable of reliable estimation. The timing of the actual closure and reclamation expenditure is dependent upon a number of factors such as:

- the life-of-mine;
- developments in technology;
- the operating license conditions;
- the environment in which the mine operates and
- changes in economic sustainability.

4.22 Leasing

Leases are classified as capital leases whenever the terms of the lease transfer substantially all of the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Assets held under capital leases are recognized as assets of the Group at the lower of the present value of the future minimum lease payments or the fair market value of the assets at the inception of the lease. Depreciation is provided over the estimated economic useful lives of the assets.

Finance costs, which represent the difference between the total lease commitments and the lower of the present value of the future minimum lease payments or the fair market value of the assets at the inception of the lease, are charged to the consolidated statement of income over the term of the relevant lease in order to produce a constant periodic rate of return on the remaining balance of the obligation for each accounting year.

Rentals payable under operating leases are charged to consolidated statement of income on a straight-line basis over the term of the operating lease.

4.23 Borrowings

Borrowings are initially recognized at the proceeds received, net of transaction costs incurred, if any. Subsequent to initial recognition long-term borrowings are measured at amortized cost using the effective interest rate method. Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of those assets. Other borrowing costs are charged to the consolidated statement of income.

Transaction costs incurred upfront which are amortized over the term of the loan, capitalized as part of the cost of the qualifying asset until the commencement of commercial production and then charged to the consolidated statement of income as an expense.

4.24 Revenue recognition

Revenue is recognized when all the following conditions are met:

- the significant risks and rewards of ownership of goods / services have been transferred to the buyer;
- neither continuing managerial involvement to the degree usually associated with ownership, nor effective control over the goods sold, has been retained;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the sale will flow to the Group and
- the costs incurred or to be incurred in respect of the sale can be measured reliably.

Revenues are shown net of all discounts and rebates and after eliminating sales within the Group.

Sales revenue is commonly subject to an adjustment based on an inspection of the product by the customer or post assay finalization. In such cases, sales revenue is initially recognized on a provisional basis using the Company's best estimate of the product at the current market price and adjusted subsequently within revenue at the quantity and market price when finalized.

Revenue from the sale of by-products is credited against production costs.

Investment income consists of earnings on bank deposits and is recognized on an accrual basis.

4.25 Selling, marketing and logistic expenses

Selling, marketing and logistic expenses comprise of all costs for selling and marketing the Group's products and include expenses for advertising, marketing fees and other sales related overheads. Basis of allocations between selling, marketing and logistic expenses and cost of sales, when required, are made on a consistent basis.

4.26 General and administrative expenses

General and administrative expenses include direct and indirect costs not specifically part of cost of sales as required under generally accepted accounting standards. Allocations between general and administrative expenses and cost of sales, when required, are made on a consistent basis.

5. Critical accounting estimates, assumptions and judgments

The preparation of consolidated interim financial statements in conformity with accounting standards generally accepted in the Kingdom of Saudi Arabia, requires the Group's management to make estimates and assumptions that affect amounts reported in the consolidated interim financial statements and accompanying notes.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Group makes estimates and assumptions concerning the future. The accounting estimates will, by definition, seldom equal the related actual results.

5.1 Critical judgements in applying accounting standards

The following critical judgements have the most significant effect on the amounts recognized in the consolidated interim financial statements:

- economic useful lives of property, plant and equipment;
- impairment and reversal of impairment of assets and
- zakat and income taxes

Economic useful lives of property, plant and equipment

The Group's mining assets, classified within property, plant and equipment, are amortized on a straight-line basis over the lesser of their economic useful lives or the life-of-mine. When determining the life-of-mine, assumptions that were valid at the time of estimation, may change when new information becomes available.

The factors that could affect the estimation of the life-of-mine include the following:

- changes in proven and probable ore reserves;
- the grade of ore reserves varying significantly from time to time;
- differences between actual commodity prices and commodity price assumptions used in the estimation and classification of ore reserves;
- unforeseen operational issues at mine sites and
- changes in capital, operating, mining, processing and reclamation costs, discount rates could possibly adversely affect the economic viability of ore reserves.

Any of these changes could affect prospective depreciation of mining assets and their carrying value. The economic useful lives of non-mining property, plant and equipment is reviewed by management periodically.

The review is based on the current condition of the assets and the estimated period during which they will continue to bring economic benefit to the Group.

Impairment and reversal of impairment of assets

The Group reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets are impaired or whether there is any indicator that an impairment loss recognized in previous years may no longer exist or may have decreased.

Zakat and income tax

During the period ended September 30, 2016 an amount of SAR 44,082,363 was paid to GAZT pertaining to the year ended December 31, 2015 (during the period ended September 30, 2015 an amount of SAR 54,147,978 was paid to GAZT pertaining to the year ended December 31, 2014).

No zakat assessments were finalized by the GAZT and where the final zakat outcome of these matters is different from the amounts that were initially paid, such differences will impact the zakat provisions in the quarter / period / year in which such determinations are made.

5.2 Key sources of estimation uncertainty

The following are the key sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of the assets and liabilities within the next financial year:

- ore reserve and mineral resource estimates;
- mine closure and environmental obligation;
- allowances and
- contingencies

Ore reserve and mineral resource estimates

There is a degree of uncertainty involved in the estimation and classification of ore reserves and mineral resources and corresponding grades being mined or dedicated to future production. Until ore reserves or mineral resources are actually mined and processed, the quantity of ore reserve and mineral resource grades must be considered as estimates only. What is more, the quantity of ore reserves and mineral resources may vary depending on, amongst other things, metal prices and currency exchange rates.

The ore reserve estimates of the Group have been determined based on management long-term commodity price, forecasts cut-off grades and costs that may prove to be inaccurate. Any material change in the quantity of reserves, grades or stripping ratio may affect the economic viability of the properties. In addition, there can be no assurance that gold recoveries or other metal recoveries in small scale laboratory tests will give the same result in larger scale tests under on-site conditions or during production.

Fluctuation in commodity prices, the results of drilling, metallurgical testing and production and the evaluation of mine plans subsequent to the date of any estimate may require estimates to be revised. The volume and grade of ore reserves mined and processed and recovery rates may not be the same as currently anticipated. Any material reductions in estimates of ore reserves and mineral resources, or of the Group's ability to extract these ore reserves, could have a material adverse effect of the Group's business, prospects, financial condition and operating results.

Mine closure and environmental obligations

The Group's mining and exploration activities are subject to various environmental laws and regulations. The Group estimates environmental obligations based on management's understanding of the current legal requirements in the various jurisdictions in which it operates, terms of the license agreements and engineering estimates. Provision is made, for decommissioning and land restoration costs as soon as the obligation arises. Actual costs incurred in future years could differ materially from the amounts provided. Additionally, future changes to environmental laws and regulations and life-of-mime estimates could affect the carrying amount of this provision.

Allowances

The Group also creates an allowance for obsolete and slow-moving spare parts. At September 30, 2016, the allowance for obsolete slow-moving items amounted to SAR 15,984,849 (September 30, 2015: SAR 15,359,183 and December 31, 2015: SAR 15,984,849) (Note 10). These estimates take into consideration fluctuations of price or cost directly relating to events occurring subsequent to the consolidated interim statement of financial position date to the extent that such events confirm conditions existing at the end of the year.

Contingencies

By their nature, contingencies will only be resolved when one or more future events occur or fail to occur. The assessment of such contingencies inherently involves the exercise of significant judgement and estimates of the outcome of future events.

6. Segmental information

6.1 Business segment

A business segment is a group of assets, operations or entities:

- engaged in revenue producing activities;
- results of its operations are continuously analyzed by management in order to make decisions related to resource allocation and performance assessment and
- financial information is separately available.

The Group's operations consist of the following business segments:

- **Phosphate Strategic Business Unit Segment**, consist of operations related to:
  - ***MPC*** – the mining and beneficiation of phosphate concentrated rock at Al-Jalamid. The utilization of natural gas and sulphur to produce phosphate fertilizers as well as ammonia products at Ras Al-Khair.
  - ***IMC*** – the mining of industrial minerals at a kaolin and low grade bauxite mine in the central zone of Az Zabirah and a high grade magnesite mine at Al-Ghazallah and a processing plant at Al-Madinah Al-Munawarah.
  - ***MWSPC*** – the development of a mine to exploit the Al-Khabra phosphate deposit. The project is in the development stage.
  - ***Phosphate and Industrial Minerals division under Corporate*** – related cost and exploration expenses in Ma'aden Corporate has been allocated to this segment.
  - ***MIC*** – is responsible for the development, construction and delivery of services to Ma'aden entities in the Ras Al-Khair area and other mining and industrial locations in the Kingdom of Saudi Arabia. Therefore, a 33% proportionate share of MIC's revenues, costs, assets and liabilities have been allocated to this segment.

- **Aluminium Strategic Business Unit Segment**, consists of the operations related to:
  - ***MAC*** – operates the smelter at Ras Al-Khair and it currently processes the alumina feedstock that it purchases from MBAC and Alcoa and produces aluminium products. MAC started commercial production on September 1, 2014.
  - ***MRC*** – in the process of constructing a rolling mill. The project is in the commissioning phase.
  - ***MBAC*** – the mining of bauxite at the Al-Baitha mine and the transportation thereof to its refinery at Ras Al-Khair. MBAC started commercial production on October 1, 2016.
  - ***SAMAPCO*** – a jointly controlled entity that produces concentrated caustic soda, chlorine and ethylene dichloride and supply all the required feedstock for use in the alumina refinery at MBAC, any excess production is sold in the international and domestic market. SAMAPCO started commercial production on July 1, 2014.

6.1 Business segment (continued)

- ***Automotive sheet*** project include automotive heat treated and non-treated sheet, building and construction sheet and foil stock sheet. The project is in the development stage (Note 1).
- ***Aluminium division under Corporate*** – related cost and external sales revenue have been allocated to this segment.
- ***MIC*** – is responsible for the development, construction and delivery of services to Ma'aden entities in the Ras Al-Khair area and other mining and industrial locations in the Kingdom of Saudi Arabia. Therefore, a 67% proportionate share of MIC's revenues, costs, assets and liabilities have been allocated to this segment.

- **Precious and Base Metals Strategic Business Unit Segment**, consists of operations related to:
  - ***MGBM*** – that operates five gold mines, i.e. Mahd Ad Dahab, Al-Amar, Bulghah, As Suq and Ad Duwayhi (which came into commercial production on April 1, 2016) and a processing plant at Sukhaybarat which are located in different geographical areas in the Kingdom of Saudi Arabia.
  - ***MBCC*** – a jointly controlled entity that produces copper and associated minerals located in the southeast of Al-Madinah Al-Munawarah. MBCC started commercial production on July 1, 2016.
  - ***Precious and base metals division under Corporate*** – related cost and exploration expenses in Ma'aden Corporate has been allocated to this segment.

- **Corporate**
  - Is responsible for effective management and governance including funding of subsidiaries and jointly controlled entities that carry out various projects related to all stages of the mining industry, including development, advancement and improvement of the mineral industry, mineral products and by products.

(All amounts in Saudi Riyals unless otherwise stated)

6.1 Business segment (continued)

	Notes	Phosphate	Aluminium	Precious and base metals	Corporate	Total
September 30, 2016						
Sales	33	**3,257,215,776**	**3,114,018,205**	**764,154,954**	**-**	**7,135,388,935**
Gross profit		**652,687,501**	**692,483,703**	**203,507,751**	**-**	**1,548,678,955**
Income from short-term investments	38	**5,599,685**	**627**	**-**	**107,382,786**	**112,983,098**
Net income / (loss) attributable to shareholders' of the parent company		**184,141,185**	**225,344,163**	**78,689,613**	**(103,206,010)**	**384,968,951**
Property, plant and equipment	13	**15,415,185,412**	**19,391,563,039**	**2,313,134,159**	**158,525,260**	**37,278,407,870**
Capital work-in-progress	14	**24,527,498,915**	**20,560,189,481**	**288,265,892**	**34,104,662**	**45,410,058,950**
Exploration and evaluation assets	15	**36,204,779**	**-**	**215,424,943**	**-**	**251,629,722**
Deferred stripping expense	16	**7,928,393**	**-**	**31,728,204**	**-**	**39,656,597**
Intangible assets	17	**96,315,054**	**255,104,791**	**9,693,081**	**12,684,021**	**373,796,947**
Investment in jointly controlled entities	18	**-**	**312,756,630**	**817,787,695**	**-**	**1,130,544,325**
Total assets		**45,825,637,828**	**43,508,517,452**	**4,117,838,477**	**5,795,972,661**	**99,247,966,418**
Obligation under capital lease	25	**-**	**30,183,577**	**-**	**-**	**30,183,577**
Long-term borrowings	27.6	**27,873,022,500**	**25,498,762,229**	**691,835,364**	**1,750,000,000**	**55,813,620,093**
September 30, 2015						
Sales	33	3,982,962,680	3,777,237,255	536,548,568	-	8,296,748,503
Gross profit		1,238,626,525	468,326,261	198,469,542	-	1,905,422,328
Income from short-term investments	38	3,355,202	1,047,295	135,194	24,345,962	28,883,653
Net income / (loss) attributable to shareholders' of the parent company		646,775,710	120,456,648	38,952,437	(195,335,214)	610,849,581
Property, plant and equipment	13	16,284,089,092	20,253,311,499	364,188,592	172,655,259	37,074,244,442
Capital work-in-progress	14	15,299,105,523	19,396,603,993	2,102,090,707	31,845,478	36,829,645,701
Exploration and evaluation assets	15	-	-	179,396,094	16,075,295	195,471,389
Deferred stripping expense	16	5,474,871	-	28,088,371	-	33,563,242
Intangible assets	17	105,866,978	246,806,895	10,780,784	15,575,793	379,030,450
Investment in a jointly controlled entities	18	-	412,283,034	828,680,585	-	1,240,963,619
Total assets		38,834,178,905	43,321,031,794	3,979,637,973	2,077,607,911	88,212,456,583
Obligation under capital lease	25	-	42,007,750	-	-	42,007,750
Long-term borrowings	27.6	20,577,518,963	24,567,979,392	76,791,492	100,000,000	45,322,289,847

(All amounts in Saudi Riyals unless otherwise stated)

6.1 Business segment (continued)

December 31, 2015	Notes	Phosphate	Aluminium	Precious and base metals	Corporate	Total
Sales	33	5,488,120,120	4,762,790,070	705,215,748	-	10,956,125,938
Gross profit		1,573,632,405	633,938,596	231,473,201	-	2,439,044,202
Income from short-term investments	38	4,649,146	1,308,870	204,583	29,421,278	35,583,877
Net income / (loss) attributable to shareholders' of the parent company		778,571,323	95,350,777	29,693,379	(298,441,534)	605,173,945
Property, plant and equipment	13	16,018,926,848	20,096,644,324	394,163,343	172,454,032	36,682,188,547
Capital work-in-progress	14	18,158,641,217	19,985,250,415	2,221,964,021	36,578,184	40,402,433,837
Exploration and evaluation assets	15	30,299,653	-	202,933,922	-	233,233,575
Deferred stripping expense	16	11,321,503	-	32,851,488	-	44,172,991
Intangible assets	17	108,102,300	237,527,524	10,993,133	15,803,605	372,426,562
Investment in jointly controlled entities	18	-	372,774,239	828,680,585	-	1,201,454,824
Total assets		39,961,604,497	43,841,700,223	4,068,524,729	1,505,796,405	89,377,625,854
Obligation under capital lease	25	-	39,164,377	-	-	39,164,377
Long-term borrowings	27.6	20,096,862,780	25,066,983,321	235,191,897	-	45,399,037,998

6.2 Geographical segment

A geographical segment is a group of assets, operations or entities engaged in revenue producing activities within a particular economic environment that are subject to risks and returns different from those operating in other economic environments. The Group's operation is conducted only in the Kingdom of Saudi Arabia and therefore all the non-current assets of the Group is located within the Kingdom of Saudi Arabia. All the subsidiaries and jointly controlled entities included in the above consolidated numbers are incorporated in the Kingdom of Saudi Arabia.

(All amounts in Saudi Riyals unless otherwise stated)

7. Cash and cash equivalents

	September 30, 2016	September 30, 2015	December 31, 2015
Term deposits with original maturities equal to or less than three months at the date of acquisition			
- unrestricted	**3,117,369,731**	3,574,066,308	3,397,121,398
- restricted	**-**	258,622,663	544,554,663
Sub-total	**3,117,369,731**	3,832,688,971	3,941,676,061
Cash and bank balances			
- unrestricted	**512,943,098**	954,956,795	317,824,870
- restricted	**60,837,280**	44,745,234	48,808,593
Sub-total	**573,780,378**	999,702,029	366,633,463
Total	**3,691,150,109**	4,832,391,000	4,308,309,524

Restricted cash and cash equivalents are related to the following:

	September 30, 2016	September 30, 2015	December 31, 2015
Cash accumulated in the debt service reserve account for the next scheduled repayment of long-term borrowings, six months prior to the due date, as per the financing agreement (Note 27.7)	**-**	-	1,539
Employees' savings plan obligation (Note 4.19 and 24.2)	**60,837,280**	44,745,234	48,807,054
Sub-total	**60,837,280**	44,745,234	48,808,593
Balance portion accumulated for the scheduled repayment of long-term borrowings, six months prior to due date, invested and included in short-term deposits with original maturities equal to or less than three months at the date of acquisition (Note 27.7)	**-**	258,622,663	544,554,663
Total restricted cash	**60,837,280**	303,367,897	593,363,256
Total unrestricted cash	**3,630,312,829**	4,529,023,103	3,714,946,268

8. Short-term investments

	September 30, 2016	September 30, 2015	December 31, 2015
Term deposits with original maturities of more than three months and less than a year at the date of acquisition	**6,517,500,000**	2,270,282,674	899,052,989

Short-term investments yield financial income at prevailing market rates.

(All amounts in Saudi Riyals unless otherwise stated)

9. Trade and other receivables

	Notes	September 30, 2016	September 30, 2015	December 31, 2015
Trade receivables				
Other third party receivables		**757,197,412**	768,602,204	657,438,173
Due from Alcoa Inespal, S.A.	42.2	**83,578,714**	90,079,833	87,897,065
Due from SABIC	42.2	**211,812,172**	407,203,289	407,155,456
Sub-total		**1,052,588,298**	1,265,885,326	1,152,490,694
Due from Saudi Ports Authority		**7,030,700**	6,076,493	5,896,500
Allowance for doubtful debts*		**(3,512,475)**	(3,200,000)	(3,200,000)
Sub-total		**3,518,225**	2,876,493	2,696,500
Due from Saudi Mining Polytechnic ("SMP")	42.2	**3,124,409**	3,349,555	2,166,504
Insurance claims**		**705,558**	29,670,002	13,304,480
Withholding tax receivable		**2,136,541**	31,866,403	31,850,982
Investment income receivable		**68,216,807**	15,937,321	8,936,151
Other		**33,782,143**	6,339,080	40,698,300
Total		**1,164,071,981**	1,355,924,180	1,252,143,611

*Movement in the allowance for doubtful debts is as follows:

	September 30, 2016	September 30, 2015	December 31, 2015
January 1	**3,200,000**	-	-
Increase in allowance for doubtful debts (Note 36)	**312,475**	3,200,000	3,200,000
September 30 / December 31	**3,512,475**	3,200,000	3,200,000

**Insurance claim relates to:

	September 30, 2016	September 30, 2015	December 31, 2015
• one of the aluminium pot lines on which the production was halted in October 2013. The temporary shutdown was undertaken after a period of pot instability. The pot line has been restored during second quarter of 2014	-	18,616,546	9,892,253
• an ammonia reformer and conveyor belt claim	**705,558**	11,053,456	3,412,227
Total	**705,558**	29,670,002	13,304,480

(All amounts in Saudi Riyals unless otherwise stated)

10. Inventories

	September 30, 2016	September 30, 2015	December 31, 2015
Finished goods – ready for sale	**446,356,500**	330,511,479	243,049,951
Work-in-process	**461,945,956**	538,561,383	583,756,631
Stockpile of mined ore	**180,386,175**	175,794,960	173,176,988
By-products	**3,521,977**	8,978,029	710,227
Sub-total	**1,092,210,608**	1,053,845,851	1,000,693,797
Spare parts and consumables materials	**1,258,931,416**	1,137,583,425	1,312,816,035
Allowance for obsolete slow-moving spare parts and consumables materials*	**(15,984,849)**	(15,359,183)	(15,984,849)
	1,242,946,567	1,122,224,242	1,296,831,186
Raw materials	**770,282,303**	725,886,696	644,322,504
Sub-total	**2,013,228,870**	1,848,110,938	1,941,153,690
Total	**3,105,439,478**	2,901,956,789	2,941,847,487

The spare parts inventory primarily relates to plant and machinery.

*Movement in the allowance for obsolete slow-moving spare parts and consumables materials is as follows:

	September 30, 2016	September 30, 2015	December 31, 2015
January 1	**15,984,849**	15,359,183	15,359,183
Increase in allowance for obsolescence (Note 34)	**-**	-	625,666
September 30 / December 31	**15,984,849**	15,359,183	15,984,849

11. Advances and prepayments

	September 30, 2016	September 30, 2015	December 31, 2015
Current portion:			
Advances to contractors	**133,594,871**	180,945,778	172,113,193
Advances to employees	**28,208,560**	33,715,127	12,889,197
Prepaid rent	**17,591,292**	21,645,365	14,396,416
Prepaid insurance	**19,331,453**	49,234,916	44,442,651
Other prepayments	**7,729,958**	22,393,543	4,874,582
Sub-total	**206,456,134**	307,934,729	248,716,039
Non-current portion:			
Other prepayments	**29,254,305**	21,048,368	21,645,868
Total	**235,710,439**	328,983,097	270,361,907

(All amounts in Saudi Riyals unless otherwise stated)

12. Due from joint venture partners

	Notes	September 30, 2016	September 30, 2015	December 31, 2015
Due from Mosaic	42.2	-	450,000,000	450,000,000
Due from SABIC	42.2	-	270,000,000	270,000,000
Total		-	720,000,000	720,000,000

On August 5, 2013, the Company entered into an agreement with Mosaic and SABIC to jointly develop a fully integrated phosphate production facility known as the Umm Wu'al phosphate project (Note 2.8).

As per the agreement Mosaic and SABIC are liable to pay contractual dues to Ma'aden of SAR 1.44 billion in two installments and has been recorded as other income. This amount is in addition to the historical cost incurred by Ma'aden on the project. First installment, 50% of SAR 1.44 billion, was received by Ma'aden during the year ended December 31, 2013 while due from joint venture partners as at September 30, 2015 and December 31, 2015 represented the second installment of the remaining 50% of SAR 1.44 billion which was due on June 30, 2016 and was received during the period ended September 30, 2016.

(All amounts in Saudi Riyals unless otherwise stated)

13. Property, plant and equipment

	Notes	Land	Mining assets	Motor vehicles	Heavy equipment	Fixed plant and heap leaching	Buildings	Civil works	Other equipment	Office equipment	Furniture and fittings	Total
Cost												
January 1, 2015		61,550,000	95,893,977	55,324,982	352,095,424	27,763,019,931	8,134,795,688	4,298,867,411	1,966,175,977	73,257,433	90,316,835	42,891,297,658
Additions during the period		-	-	-	-	272,528,144	-	-	-	-	-	272,528,144
Transfer from capital work-in-progress	14	-	-	6,826,205	13,352,311	29,737,939	42,877,679	12,729,499	26,411,985	8,634,081	3,462,347	144,032,046
Transfer to intangible assets	17	-	-	-	-	(885,255)	-	-	-	-	-	(885,255)
Adjustment to provision for mine closure	26.1	-	(1,211,312)	-	-	-	-	-	-	-	-	(1,211,312)
Adjustments / write-offs		-	(397,660)	1,384,548	(4,452,156)	(72,374,888)	(9,623,086)	(33,194,752)	(3,213,498)	(407,897)	195,177	(122,084,212)
September 30, 2015		61,550,000	94,285,005	63,535,735	360,995,579	27,992,025,871	8,168,050,281	4,278,402,158	1,989,374,464	81,483,617	93,974,359	43,183,677,069
Additions during remainder of the year		-	-	-	-	20,947,131	-	-	-	-	-	20,947,131
Transfer from capital work-in-progress	14	-	-	1,171,101	18,331,650	86,868,838	10,288,857	942,901	57,581,817	1,684,692	631,060	177,500,916
Provision for mine closure capitalized	26.3	-	2,264,600	-	-	-	-	-	-	-	-	2,264,600
Adjustments / write-offs		-	-	(2,778,562)	(12,690,459)	(19,169,083)	1,345,754	23,578,985	(31,865,611)	(2,483,066)	(869,194)	(44,931,236)
December 31, 2015		61,550,000	96,549,605	61,928,274	366,636,770	28,080,672,757	8,179,684,892	4,302,924,044	2,015,090,670	80,685,243	93,736,225	43,339,458,480
Additions during the period		-	-	-	-	48,850,057	-	-	-	21,766	-	48,871,823
Transfer from capital work-in-progress	14	-	26,250,000	1,729,630	234,623,451	992,230,291	192,487,035	494,968,465	216,822,184	5,922,190	14,369,425	2,179,402,671
Transfer of capital spares from inventory		-	-	-	-	223,886,537	-	-	-	-	-	223,886,537
Adjustments / write-offs		-	-	(32,836)	(31,736,467)	(15,974,061)	-	(4,071,417)	5,063,731	(1,745,005)	(26,687)	(48,522,742)
September 30, 2016		**61,550,000**	**122,799,605**	**63,625,068**	**569,523,754**	**29,329,665,581**	**8,372,171,927**	**4,793,821,092**	**2,236,976,585**	**84,884,194**	**108,078,963**	**45,743,096,769**
Accumulated depreciation												
January 1, 2015		-	52,572,759	26,239,926	107,796,892	3,357,295,013	429,147,115	325,265,132	151,282,705	24,116,067	41,454,002	4,515,169,611
Charge for the period		-	4,449,779	8,840,586	21,697,260	1,117,379,173	239,641,848	96,702,610	183,587,267	14,107,507	11,991,411	1,698,397,441
Adjustments / write-offs		-	(397,660)	495,974	(6,251,078)	(70,733,716)	(17,799,755)	(23,020,858)	13,358,648	(57,235)	271,255	(104,134,425)
September 30, 2015		-	56,624,878	35,576,486	123,243,074	4,403,940,470	650,989,208	398,946,884	348,228,620	38,166,339	53,716,668	6,109,432,627
Charge for the remainder of the year		-	1,481,587	2,724,392	7,296,994	431,229,003	22,090,179	33,926,744	72,900,265	(1,053,969)	4,078,038	574,673,233
Adjustments / write-offs		-	-	(2,576,843)	(8,991,962)	70,277,773	(89,563,917)	22,410,927	(19,456,134)	2,320,236	(1,256,007)	(26,835,927)
December 31, 2015		-	58,106,465	35,724,035	121,548,106	4,905,447,246	583,515,470	455,284,555	401,672,751	39,432,606	56,538,699	6,657,269,933
Charge for the period		-	4,818,995	7,988,571	25,761,249	1,238,003,291	189,619,201	123,829,987	215,817,179	7,069,704	12,407,881	1,825,316,058
Adjustments / write-offs		-	-	(32,836)	(10,802,425)	-	-	(4,071,417)	(1,218,722)	(1,745,005)	(26,687)	(17,897,092)
September 30, 2016		**-**	**62,925,460**	**43,679,770**	**136,506,930**	**6,143,450,537**	**773,134,671**	**575,043,125**	**616,271,208**	**44,757,305**	**68,919,893**	**8,464,688,899**

(All amounts in Saudi Riyals unless otherwise stated)

13. Property, plant and equipment (continued)

	Land	Mining assets	Motor vehicles	Heavy equipment	Fixed plant and heap leaching	Buildings	Civil works	Other equipment	Office equipment	Furniture and fittings	Total
Net book value											
September 30, 2015	61,550,000	37,660,127	27,959,249	237,752,505	23,588,085,401	7,517,061,073	3,879,455,274	1,641,145,844	43,317,278	40,257,691	37,074,244,442
December 31, 2015	61,550,000	38,443,140	26,204,239	245,088,664	23,175,225,511	7,596,169,422	3,847,639,489	1,613,417,919	41,252,637	37,197,526	36,682,188,547
September 30, 2016	**61,550,000**	**59,874,145**	**19,945,298**	**433,016,824**	**23,186,215,044**	**7,599,037,256**	**4,218,777,967**	**1,620,705,377**	**40,126,889**	**39,159,070**	**37,278,407,870**

Property, plant and equipment of MAC, MRC, MBAC and MGBM with a net book value before consolidation elimination at September 30, 2016 of SAR 21,409,539,000 September 30, 2015: SAR 36,123,485,666 and December 31, 2015: SAR 35,706,647,560) are pledged as security to SIDF and other lenders (Note 27.9).

Property, plant and equipment of MBAC with a net book value at September 30, 2016 of SAR 44,567,375 (September 30, 2015: SAR 46,846,614 and December 31, 2015: SAR 44,947,425) was acquired under a capital lease and are pledged as security to the lessor (Note 25).

	Notes	Quarter ended September 30, 2016	September 30, 2015	Nine months ended September 30, 2016	September 30, 2015	Year ended December 31, 2015
Allocation of depreciation charge for the quarter / period / year to:						
Capital work-in-progress	14	**10,750,571**	18,038,699	**45,387,815**	47,692,794	63,439,623
Cost of sales	34	**587,099,547**	563,265,320	**1,754,862,922**	1,622,963,287	2,171,612,693
General and administrative expenses	36	**7,731,940**	7,957,160	**23,709,098**	25,049,661	34,748,428
Exploration and technical services expenses	37	**294,718**	621,492	**1,356,223**	2,691,699	3,269,930
Total		**605,876,776**	589,882,671	**1,825,316,058**	1,698,397,441	2,273,070,674

(All amounts in Saudi Riyals unless otherwise stated)

14. Capital work-in-progress

	Notes	Phosphate	Industrial minerals	Aluminium	Precious and base metals	Infra-structure	Corporate	Total
Cost								
January 1, 2015		6,977,902,237	89,027,132	17,086,825,945	1,711,662,424	45,875,923	1,171,865,034	27,083,158,695
Additions during the period		8,455,372,780	5,424,811	1,165,341,102	419,766,784	524,163	125,468,198	10,171,897,838
Transfer to property, plant and equipment	13	(18,058,967)	(4,772,045)	(83,233,502)	(29,338,501)	(6,056,024)	(2,573,007)	(144,032,046)
Transfer to intangible assets	17	(661,747)	-	(19,613,624)	-	(292,770)	-	(20,568,141)
Advances to contractors, net		(214,820,847)	-	(21,218,078)	-	(10,974,785)	(13,796,935)	(260,810,645)
September 30, 2015		15,199,733,456	89,679,898	18,128,101,843	2,102,090,707	29,076,507	1,280,963,290	36,829,645,701
Additions during the remainder of the year		2,980,067,999	10,764,171	691,157,933	147,418,219	5,430,488	16,615,935	3,851,454,745
Transfer to property, plant and equipment	13	(8,626,034)	(33,500)	(104,500,714)	(55,942,848)	(3,249,995)	(5,147,825)	(177,500,916)
Transfer from exploration and evaluation assets	15	-	-	-	2,147,943	-	-	2,147,943
Transfer to intangible assets	17	(13,768,058)	-	(3,184,461)	-	-	-	(16,952,519)
Provision for mine closure capitalized	26.1	-	-	-	26,250,000	-	-	26,250,000
Advances to contractors, net		(108,720,362)	-	-	-	(2,626,060)	(1,264,695)	(112,611,117)
December 31, 2015		18,048,687,001	100,410,569	18,711,574,601	2,221,964,021	28,630,940	1,291,166,705	40,402,433,837
Additions during the period		6,618,952,947	6,396,670	592,551,601	134,571,694	16,947,927	76,032,511	7,445,453,350
Transfer to property, plant and equipment	13	(42,637,782)	-	(49,117,429)	(2,068,269,823)	(19,377,637)	-	(2,179,402,671)
Transfer to intangible assets	17	-	-	(39,807,187)	-	(1,076,344)	-	(40,883,531)
Advances to contractors, net		(212,712,524)	-	(4,910,728)	-	81,217	-	(217,542,035)
September 30, 2016		**24,412,289,642**	**106,807,239**	**19,210,290,858**	**288,265,892**	**25,206,103**	**1,367,199,216**	**45,410,058,950**

(All amounts in Saudi Riyals unless otherwise stated)

14. Capital work-in-progress (continued)

	Notes	Phosphate	Industrial minerals	Aluminium	Precious and base metals	Infra-structure	Corporate	Total
Advances to contractors capitalized as part of additions to capital work-in-progress								
September 30, 2015		629,258,526	-	4,910,728	-	7,732,311	1,264,695	643,166,260
December 31, 2015		520,538,164	-	4,910,728	-	5,106,251	-	530,555,143
September 30, 2016		**307,825,640**	-	-	-	**5,187,468**	-	**313,013,108**
Depreciation capitalized as part of capital work-in-progress during the period / year								
September 30, 2015	13	-	-	45,544,499	-	2,148,295	-	47,692,794
December 31, 2015	13	-	-	60,981,176	-	2,458,447	-	63,439,623
September 30, 2016	13	-	-	**42,473,068**	-	**2,914,747**	-	**45,387,815**
Amortization capitalized as part of capital work-in-progress during the period / year								
September 30, 2015	17	-	-	4,213,673	-	-	-	4,213,673
December 31, 2015	17	-	-	5,729,831	-	-	-	5,729,831
September 30, 2016	17	-	-	**8,467,907**	-	**260,818**	-	**8,728,725**

(All amounts in Saudi Riyals unless otherwise stated)

14. Capital work-in-progress (continued)

	Notes	Phosphate	Industrial minerals	Aluminium	Precious and base metals	Infra-structure	Corporate	Total
Borrowing cost capitalized as part of capital work-in-progress during the period / year								
September 30, 2015	39.1	133,431,615	-	151,818,176	-	-	-	285,249,791
December 31, 2015	39.1	211,518,555	-	231,491,396	-	-	-	443,009,951
September 30, 2016	39.1	**273,848,000**	-	**265,832,078**	-	-	-	**539,680,078**

Capital work-in-progress includes borrowing cost relating to the qualifying assets of MAC, MRC, MBAC, MWASPC and MGBM.

The net book value of MAC, MRC, MBAC, MWASPC and MGBM before consolidation elimination at September 30, 2016 of SAR 42,097,261,784 (September 30, 2015: SAR 33,675,457,047 and December 31, 2015: SAR 37,197,115,376) are pledged as security to SIDF and other lenders (Note 27.9).

15. Exploration and evaluation assets

	Notes	Corporate	Precious and base metals	Total
January 1, 2015		21,254,693	154,251,619	175,506,312
Additions during the period		6,424,313	25,144,475	31,568,788
Impairment during the period	37	(11,603,711)	-	(11,603,711)
September 30, 2015		16,075,295	179,396,094	195,471,389
Additions during the remainder of the year		22,927,140	25,685,771	48,612,911
Transfer to capital work-in-progress	14	-	(2,147,943)	(2,147,943)
Impairment during the remainder of the year	37	(8,702,782)	-	(8,702,782)
December 31, 2015		30,299,653	202,933,922	233,233,575
Additions during the period		5,905,126	12,491,021	18,396,147
September 30, 2016		**36,204,779**	**215,424,943**	**251,629,722**

(All amounts in Saudi Riyals unless otherwise stated)

16. Deferred stripping expense

	Notes	Phosphate	Precious and base metals	Total
Cost				
January 1, 2015		75,666,881	25,763,766	101,430,647
Stripping cost incurred during the period		-	7,948,434	7,948,434
September 30, 2015		75,666,881	33,712,200	109,379,081
Stripping cost incurred during the remainder of the year		18,704,693	5,026,065	23,730,758
December 31, 2015		94,371,574	38,738,265	133,109,839
September 30, 2016		**94,371,574**	**38,738,265**	**133,109,839**
Accumulated amortization				
January 1, 2015		47,962,554	4,385,110	52,347,664
Expensed to cost of sales during the period	34	22,229,456	1,238,719	23,468,175
September 30, 2015		70,192,010	5,623,829	75,815,839
Expensed to cost of sales during the remainder of the year	34	12,858,061	262,948	13,121,009
December 31, 2015		83,050,071	5,886,777	88,936,848
Expensed to cost of sales during the period	34	3,393,110	1,123,284	4,516,394
September 30, 2016		**86,443,181**	**7,010,061**	**93,453,242**
Net book value				
September 30, 2015		5,474,871	28,088,371	33,563,242
December 31, 2015		11,321,503	32,851,488	44,172,991
September 30, 2016		**7,928,393**	**31,728,204**	**39,656,597**

(All amounts in Saudi Riyals unless otherwise stated)

17. Intangible assets

	Notes	Phosphate	Aluminium	Precious and base metals	Infra-structure	Corporate	Total
Cost							
January 1, 2015		50,689,149	114,536,319	22,538,663	297,876,390	17,648,402	503,288,923
Additions during the period		-	-	-	-	2,636,157	2,636,157
Transfer from property, plant and equipment	13	885,255	-	-	-	-	885,255
Transfer from capital work-in-progress	14	661,747	19,613,624	-	292,770	-	20,568,141
September 30, 2015		52,236,151	134,149,943	22,538,663	298,169,160	20,284,559	527,378,476
Additions during the remainder of the year		-	-	-	-	1,356,359	1,356,359
Transfer from capital work-in-progress	14	13,768,058	3,184,461	-	-	-	16,952,519
December 31, 2015		66,004,209	137,334,404	22,538,663	298,169,160	21,640,918	545,687,354
Additions during the period		-	-	1,285,986	-	429,508	1,715,494
Transfer from capital work-in-progress	14	-	39,807,187	-	1,076,344	-	40,883,531
September 30, 2016		**66,004,209**	**177,141,591**	**23,824,649**	**299,245,504**	**22,070,426**	**588,286,379**
Accumulated amortization							
January 1, 2015		15,535,672	12,230,133	8,167,624	55,868,944	1,610,005	93,412,378
Charge for the period		8,098,346	29,642,606	3,590,255	10,505,680	3,098,761	54,935,648
September 30, 2015		23,634,018	41,872,739	11,757,879	66,374,624	4,708,766	148,348,026
Charge for the remainder of the year		10,344,588	10,087,535	(212,349)	3,564,445	1,128,547	24,912,766
December 31, 2015		33,978,606	51,960,274	11,545,530	69,939,069	5,837,313	173,260,792
Charge for the period		8,512,940	15,681,309	2,586,038	10,899,261	3,549,092	41,228,640
September 30, 2016		**42,491,546**	**67,641,583**	**14,131,568**	**80,838,330**	**9,386,405**	**214,489,432**
Net book value							
September 30, 2015		28,602,133	92,277,204	10,780,784	231,794,536	15,575,793	379,030,450
December 31, 2015		32,025,603	85,374,130	10,993,133	228,230,091	15,803,605	372,426,562
September 30, 2016		**23,512,663**	**109,500,008**	**9,693,081**	**218,407,174**	**12,684,021**	**373,796,947**

(All amounts in Saudi Riyals unless otherwise stated)

17. Intangible assets (continued)

Intangible assets of MAC, MRC and MBAC with a net book value at September 30, 2016 of SAR 109,500,008 (September 30, 2015: 92,277,204 and December 31, 2015: SAR 85,374,130) are pledged as security to SIDF and other lenders (Note 27.9).

Intangible assets for infrastructure comprises the infrastructure and support services assets at Ras Al Khair that were transferred to Royal Commission of Jubail and Yanbu ("RCJY") as stated in the Implementation Agreement signed between Ma'aden and RCJY. The cost of the intangible assets comprises its purchase price and any costs directly attributable to bringing such assets to working condition for their intended use. Such intangible assets are carried at historical cost less accumulated amortization. Amortization is provided over the remaining period of LUSA (Land Usage and Service Agreement) term.

	Notes	Quarter ended September 30, 2016	Quarter ended September 30, 2015	Nine months ended September 30, 2016	Nine months ended September 30, 2015	Year ended December 31, 2015
Allocation of amortization charge for the quarter / period / year to:						
Capital work-in-progress	14	**3,391,198**	1,425,512	**8,728,725**	4,213,673	5,729,831
Cost of sales	34	**9,703,172**	8,616,943	**28,904,895**	25,783,706	40,771,932
Selling, marketing and logistic expenses	35	-	7,279,836	-	21,839,508	29,119,343
General and administrative expenses	36	**1,245,433**	1,103,560	**3,595,020**	3,098,761	4,227,308
Total		**14,339,803**	18,425,851	**41,228,640**	54,935,648	79,848,414

(All amounts in Saudi Riyals unless otherwise stated)

18. Investment in jointly controlled entities

	September 30, 2016	September 30, 2015	December 31, 2015
SAMAPCO (Note 18.1)	**312,756,630**	412,283,034	372,774,239
MBCC (Note 18.2)	**817,787,695**	828,680,585	828,680,585
Total	**1,130,544,325**	1,240,963,619	1,201,454,824

18.1. SAMAPCO

The investment of 50% in the issued and paid-up share capital is as follows:

	September 30, 2016	September 30, 2015	December 31, 2015
Shares at cost (Note 49)	**450,000,000**	450,000,000	450,000,000
Share of the accumulated loss	**(185,241,789)**	(85,715,385)	(125,224,180)
Carrying value of investment	**264,758,211**	364,284,615	324,775,820
Long-term loan (Note 42.2)	**47,998,419**	47,998,419	47,998,419
Total (Note 18)	**312,756,630**	412,283,034	372,774,239

Share of the accumulated loss in SAMAPCO

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
July 1 / January 1	**(165,029,192)**	(70,004,330)	**(125,224,180)**	(33,593,314)	(33,593,314)
Share in net loss for the quarter / period / year	**(20,212,597)**	(15,711,055)	**(60,017,609)**	(52,122,071)	(91,630,866)
September 30 / December 31	**(185,241,789)**	(85,715,385)	**(185,241,789)**	(85,715,385)	(125,224,180)

18.2. MBCC

The investment of 50% in the issued and paid-up share capital is as follows:

	September 30, 2016	September 30, 2015	December 31, 2015
Shares at cost (Note 49)	**202,482,646**	5,000,000	202,482,646
Payment to increase share capital	**-**	197,482,646	-
Sub-total	**202,482,646**	202,482,646	202,482,646
Share of the accumulated loss	**(10,892,890)**	-	-
Carrying value of investment	**191,589,756**	202,482,646	202,482,646
Long-term loan (Note 42.2)	**626,197,939**	626,197,939	626,197,939
Total (Note 18)	**817,787,695**	828,680,585	828,680,585

During the year ended December 31, 2014, the Company entered into a loan agreements with MBCC. The purpose of this loan facility is to provide funding to MBCC for business. The loan is non-interest bearing with no fixed repayment date.

Share of the accumulated loss in MBCC

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
July 1 / January 1	**-**	-	**-**	-	-
Share in net loss for the quarter / period / year	**(10,892,890)**	-	**(10,892,890)**	-	-
September 30 / December 31	**(10,892,890)**	-	**(10,892,890)**	-	-

(All amounts in Saudi Riyals unless otherwise stated)

19. Long-term investment

	September 30, 2016	September 30, 2015	December 31, 2015
Securities with original maturities of more than a year at the date of acquisition	**50,000,000**	50,000,000	50,000,000

20. Projects and other payables

	September 30, 2016	September 30, 2015	December 31, 2015
Current portion:			
Projects	**499,194,053**	664,548,336	780,749,784
Trade	**456,674,552**	528,266,684	649,763,200
Retentions	**120,807,913**	32,984,559	126,592,142
Advances from customers	**248,524,950**	172,135,318	232,969,329
Other	**32,527,745**	30,230,827	19,938,546
Sub-total	**1,357,729,213**	1,428,165,724	1,810,013,001
Non-current portion:			
Retentions and other payables	**1,877,053,915**	930,033,877	1,251,081,664
Non-refundable contributions*	**132,438,792**	38,000,000	83,305,965
Sub-total	**2,009,492,707**	968,033,877	1,334,387,629
Total	**3,367,221,920**	2,396,199,601	3,144,400,630

Project payables mainly represents the liability in respect of contracts cost arising from MRC, MBAC and MWSPC.

*Contributed by one of the MAC's and MWSPC's contractors to support the companies' objective to establish a social responsibility fund for the development of a community project.

21. Accrued expenses

	September 30, 2016	September 30, 2015	December 31, 2015
Projects	**1,888,006,699**	3,753,843,215	3,542,581,483
Trade	**606,807,897**	756,320,787	635,989,401
Employees	**208,116,914**	220,955,927	246,454,809
Accrued expenses – Alcoa Inc. (Note 42.2)	**52,943,084**	103,719,327	67,026,655
Accrued expenses – Mosaic (Note 42.2)	**17,019,203**	-	14,983,460
Finance charges	**396,109,987**	97,916,146	13,889,780
Total	**3,169,003,784**	4,932,755,402	4,520,925,588

Accrued expenses for projects mainly represents the contracts cost accruals in relation to MRC, MBAC and MWSPC.

Accrued expenses for Alcoa Inc. mainly represents the personnel and other cost accruals related to the Alcoa Inc. employees seconded to MAC, MRC and MBAC.

Accrued expenses for Mosaic mainly represents the personnel and other cost accruals related to the Mosaic employees seconded to MWSPC.

(All amounts in Saudi Riyals unless otherwise stated)

22. Zakat

22.1. Components of zakat base

The significant components of the zakat base of each company under the zakat and income tax regulation are as follows:

- shareholders' equity at the beginning of the quarter / period / year;
- provisions at the beginning of the quarter / period / year;
- long term borrowings;
- adjusted net income;
- spare parts and consumable materials:
- net book value of property, plant and equipment;
- net book value of capital work-in-progress;
- net book value of exploration and evaluation assets;
- net book value of intangible assets;
- carrying value of investment in a jointly controlled entity; and
- other items.

Zakat is calculated at 2.5% of the higher of the zakat base or adjusted net income.

22.2. Zakat payable

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
July 1 / January 1	**25,809,787**	19,257,032	**50,962,237**	58,735,918	58,735,918
Provision for zakat	**7,802,676**	9,741,512	**26,732,589**	24,410,604	46,374,297
Current quarter / period / year (Note 22.3)	**7,802,676**	9,741,512	**33,612,463**	28,998,544	50,962,237
Previous year over / (under) provision	**-**	-	**(6,879,874)**	(4,587,940)	(4,587,940)
Paid during the quarter / period / year to GAZT	**-**	-	**(44,082,363)**	(54,147,978)	(54,147,978)
September 30 / December 31	**33,612,463**	28,998,544	**33,612,463**	28,998,544	50,962,237

22.3. Provision for zakat consists of:

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Saudi Arabian Mining Company	**5,000,000**	-	**23,750,000**	-	19,789,600
Ma'aden Phosphate Company	**336,824**	5,529,590	**2,748,153**	18,589,667	23,097,236
Ma'aden Gold and Base Metals Company (Note 23.2)	**862,315**	3,328,454	**3,102,589**	4,299,380	1,076,248
Industrial Minerals Company	**703,237**	-	**1,513,934**	2,907,825	3,010,998
Ma'aden Infrastructure Company	**900,300**	883,468	**2,497,787**	3,201,672	3,988,155
Total (Note 22.2)	**7,802,676**	9,741,512	**33,612,463**	28,998,544	50,962,237

22.4. Status of final assessments

The Company and its subsidiaries received provisional zakat certificates from the years ended December 31, 2008 to December 31, 2015, however, no zakat assessments were finalized by the GAZT.

(All amounts in Saudi Riyals unless otherwise stated)

23. Severance fees payable

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
July 1 / January 1	**6,561,445**	5,618,196	**16,096,147**	29,638,170	29,638,170
Provision for severance fees (Note 34)	**3,813,132**	5,591,126	**10,381,980**	13,048,027	17,934,852
Current quarter / period / year (Note 23.1)	**3,813,132**	5,591,126	**10,374,577**	11,209,322	16,096,147
Previous year under provision	**-**	-	**7,403**	1,838,705	1,838,705
Paid during the quarter / period / year to the authorities	**-**	-	**(16,103,550)**	(31,476,875)	(31,476,875)
September 30 / December 31	**10,374,577**	11,209,322	**10,374,577**	11,209,322	16,096,147

In accordance with the Saudi Mining Code based on the Royal Decree No. 47/M dated 20 Sha'aban 1425H (corresponding to October 4, 2004), the Group is required to pay to the Government of Saudi Arabia severance fees, representing 25% of the annual net income per mining license, as defined, or the equivalent of a hypothetical income tax, based on the annual net income, whichever is lower. The zakat due shall be deducted from this amount. Therefore the net income for each mining license registered in the name of MGBM, MPC and MBAC is subject to severance fees.

Severance fees are paid by IMC, the registered holder of a small mining license, at a fixed tariff per tonnes sold of low grade bauxite, kaolin and magnesia.

Severance fees are shown as part of cost of sales in the consolidated interim statement of income.

23.1. Provision for severance fees consists of:

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Gold mines (Note 23.2)	**3,549,655**	5,140,921	**9,372,626**	9,908,581	14,323,021
Low grade bauxite	**160,085**	358,661	**729,407**	1,012,185	1,383,664
Kaolin	**72,522**	64,274	**185,124**	178,900	240,154
Magnesia	**30,870**	27,270	**87,420**	109,656	149,308
Total (Note 23)	**3,813,132**	5,591,126	**10,374,577**	11,209,322	16,096,147

(All amounts in Saudi Riyals unless otherwise stated)

23.2 The provision for severance fees payable by gold mines is calculated as follows:

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Net income from operating gold mines before severance fees and zakat for the quarter / period / year	**29,195,624**	24,800,082	**103,998,818**	69,774,462	72,914,394
25% of the quarter's / period's / year's net income as defined	**7,298,905**	6,200,020	**25,999,704**	17,443,615	18,228,599
Hypothetical income tax based on quarter's / period's / year's taxable net income	**4,411,970**	8,469,375	**12,475,215**	14,207,961	15,399,269
Provision based on the lower of the above two computations	**4,411,970**	8,469,375	**12,475,215**	14,207,961	15,399,269
Provision for zakat (Note 22.3)	**(862,315)**	(3,328,454)	**(3,102,589)**	(4,299,380)	(1,076,248)
Net severance fees provision for the quarter / period / year (Note 23.1)	**3,549,655**	5,140,921	**9,372,626**	9,908,581	14,323,021

24. Employees' benefits

	September 30, 2016	September 30, 2015	December 31, 2015
Employees' termination benefits (Note 24.1)	**361,091,785**	300,945,169	304,497,276
Employees' savings plan (Note 7 and 24.2)	**60,837,280**	44,745,234	48,807,054
Total	**421,929,065**	345,690,403	353,304,330

24.1 Employees' termination benefits

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
July 1 / January 1	**336,750,486**	274,586,574	**304,497,276**	254,443,608	254,443,608
Provision for the quarter / period / year	**26,133,063**	31,211,964	**69,907,236**	66,399,384	79,567,555
Paid during the quarter / period / year	**(1,791,764)**	(4,853,369)	**(13,312,727)**	(19,897,823)	(29,513,887)
September 30 / December 31	**361,091,785**	300,945,169	**361,091,785**	300,945,169	304,497,276

24.2 Employees' savings plan

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
July 1 / January 1	**55,429,062**	39,734,292	**48,807,054**	35,931,821	35,931,821
Contribution for the quarter / period / year	**7,204,935**	7,741,267	**19,975,843**	18,372,095	23,582,534
Withdrawals during the quarter / period / year	**(1,796,717)**	(2,730,325)	**(7,945,617)**	(9,558,682)	(10,707,301)
September 30 / December 31 (Note 4.19 and 7)	**60,837,280**	44,745,234	**60,837,280**	44,745,234	48,807,054

(All amounts in Saudi Riyals unless otherwise stated)

25. Obligation under capital lease

During 2013, MAC on behalf of MBAC entered in a capital lease agreement with a financial institution. The lease payments under such agreements are due in monthly installments. The amounts of future payments under the leases are as follows:

	September 30, 2016	September 30, 2015	December 31, 2015
Future minimum lease payments	**33,804,552**	49,406,652	45,506,127
Less: financial charges not yet due	**(3,620,975)**	(7,398,902)	(6,341,750)
Net present value of minimum lease payments	**30,183,577**	42,007,750	39,164,377
Less: Current portion shown under current liabilities	**(13,100,880)**	(11,824,173)	(12,131,184)
Long term portion of obligation under capital lease	**17,082,697**	30,183,577	27,033,193

Maturity profile

Minimum lease payment falling due during the period / year:			
2015	-	3,900,527	-
2016	**3,900,527**	15,602,100	15,602,100
2017	**15,602,100**	15,602,100	15,602,100
2018	**14,301,925**	14,301,925	14,301,927
Total	**33,804,552**	49,406,652	45,506,127

The present value of minimum lease payments has been discounted at an effective interest rate of approximately 0.858% per month. The leased assets as at September 30, 2016 of SAR 44,567,375 (September 30, 2015: SAR 46,846,614 and December 31, 2015: SAR 44,947,425) are pledged as security to the lessor (Note 13).

(All amounts in Saudi Riyals unless otherwise stated)

26. Provision for mine closure and reclamation

	Notes	September 30, 2016	September 30, 2015	December 31, 2015
Gold mines	26.1	**131,543,995**	107,446,877	133,545,896
Al-Baitha bauxite mine	26.2	**21,156,021**	19,958,510	20,251,378
Low grade bauxite, kaolin and magnesite mines	26.3	**4,314,600**	2,050,000	4,314,600
Total		**157,014,616**	129,455,387	158,111,874

The movement in the provision for mine closure and reclamation for each of the mines along with the year in which they commenced commercial production and expected date of closure is as follows:

26.1 Gold mines

	Notes	Al Hajar mine	Bulghah mine	Mahad mine	As Suq mine	Al Amar mine	Ad Duwayhi mine	Sukhaybarat mine	Total
January 1, 2015		1,881,991	24,948,007	26,131,612	16,977,850	15,828,856	-	24,620,883	110,389,199
Adjustment on provision during the remainder of the year	13	-	-	-	(1,211,312)	-	-	-	(1,211,312)
Utilization during the period		(1,731,010)	-	-	-	-	-	-	(1,731,010)
September 30, 2015	26	150,981	24,948,007	26,131,612	15,766,538	15,828,856	-	24,620,883	107,446,877
Provision charged to capital work-in-progress during the remainder of the year	14	-	-	-	-	-	26,250,000	-	26,250,000
Utilization during the remainder of the year		(150,981)	-	-	-	-	-	-	(150,981)
December 31, 2015	26	-	24,948,007	26,131,612	15,766,538	15,828,856	26,250,000	24,620,883	133,545,896
Utilization during the period		-	-	(2,001,901)	-	-	-	-	(2,001,901)
September 30, 2016	26	**-**	**24,948,007**	**24,129,711**	**15,766,538**	**15,828,856**	**26,250,000**	**24,620,883**	**131,543,995**
Commenced commercial production in		2001	2001	1988	2014	2008	2016	1991	
Expected closure date in		2016	2018	2019	2021	2026	2027	2039	

(All amounts in Saudi Riyals unless otherwise stated)

26. Provision for mine closure and reclamation (continued)

26.2 Al-Baitha bauxite mine

	Notes	Total
January 1, 2015		18,856,531
Accretion of provision during the period	39	1,101,979
September 30, 2015	26	19,958,510
Accretion of provision during the remainder of the year	39	292,868
December 31, 2015	26	20,251,378
Accretion of provision during the period	39	904,643
September 30, 2016	26	**21,156,021**
Commenced commercial production in		2014
Expected closure date in		2059

26.3 Low grade bauxite, kaolin and magnesia mines

	Notes	Az Zabirah mine	Al-Ghazallah mine	Total
January 1, 2015		1,600,000	450,000	2,050,000
September 30, 2015	26	1,600,000	450,000	2,050,000
Additions during the remainder of the year	13	2,264,600	-	2,264,600
December 31, 2015	26	3,864,600	450,000	4,314,600
September 30, 2016	26	**3,864,600**	**450,000**	**4,314,600**
Commenced commercial production in		2008	2011	
Expected closure date in		2026	2028	

The provision for mine closure and reclamation represents the full amount of the estimated future closure and reclamation costs for the various operational mining properties, based on information currently available including closure plans and applicable regulations. Future changes, if any, in regulations and cost assumptions may be significant and will be recognized when determined.

The provision for mine closure and reclamation relates to the Group's gold, bauxite, low grade bauxite, kaolin and magnesite mining activity. An updated estimation of the phosphate mine and plant closure and rehabilitation works including facility decommissioning and dismantling; removal or treatment of waste materials; site and land rehabilitation is in progress.

(All amounts in Saudi Riyals unless otherwise stated)

27. Long-term borrowings

27.1 Facilities approved

- MAC, MRC, MBAC and MWASPC entered into Common Terms Agreements ("CTA") with the Public Investment Fund, Saudi Industrial Development Fund and consortiums of local financial institutions;
- the Company (Ma'aden) entered into a Shariah compliant Syndicated Revolving Credit Facility Agreement;
- MGBM entered into two secured loan arrangements with Saudi Industrial Development Fund ("SIDF") and
- MIC and MPC entered into Murabaha Facility Agreement ("MFA") with Murabaha facility participants.

The Group facilities granted comprise of the following as at September 30, 2016:

	MAC agreement signed on Nov. 30, 2010	MRC agreement signed on Nov. 30, 2010	MBAC agreement signed on Nov. 27, 2011	Ma'aden agreement signed on Dec. 18, 2012	MWASPC agreement signed on Jun. 30, 2014	MGBM agreements signed on Mar. 24, 2015 and Apr. 26, 2015	MIC agreement signed on Dec. 30, 2015	MPC agreement signed on Feb. 26, 2016	Total
Public Investment Fund ("PIF")	4,875,000,000	3,078,750,000	3,750,000,000	-	7,500,000,000	-	-	-	19,203,750,000
Islamic and commercial banks									
Procurement*	5,047,500,000	1,041,000,000	2,690,712,844	-	4,257,610,466	-	-	-	13,036,823,310
Commercial*	900,000,000	-	258,750,000	-	5,439,889,534	-	-	-	6,598,639,534
Wakala	787,500,000	-	768,750,000	-	1,650,000,000	-	-	-	3,206,250,000
Sub-total	6,735,000,000	1,041,000,000	3,718,212,844	-	11,347,500,000	-	-	-	22,841,712,844
Saudi Industrial Development Fund ("SIDF")	600,000,000	600,000,000	900,000,000	-	-	1,379,000,000	-	-	3,479,000,000
Murabaha facility	-	-	-	-	-	-	1,000,000,000	11,493,750,000	12,493,750,000
Riyal Murabaha facility (a working capital facility)	375,000,000	375,000,000	-	-	-	-	-	-	750,000,000
Sub-total	**12,585,000,000**	**5,094,750,000**	**8,368,212,844**	**-**	**18,847,500,000**	**1,379,000,000**	**1,000,000,000**	**11,493,750,000**	**58,768,212,844**
Syndicated Revolving Credit Facility Agreement	-	-	-	9,000,000,000	-	-	-	-	9,000,000,000
Total facilities granted	**12,585,000,000**	**5,094,750,000**	**8,368,212,844**	**9,000,000,000**	**18,847,500,000**	**1,379,000,000**	**1,000,000,000**	**11,493,750,000**	**67,768,212,844**

27.1 Facilities approved (continued)

The CTAs impose the following conditions and financial covenants on each of the borrowing legal entities of the Group and if the conditions are met, the financial institutions will provide the long-term borrowing:

- the limitation on the creation of additional liens and/or financing obligations by MAC, MRC, MBAC and MWASPC, unless specifically allowed under the CTA;
- financial ratio maintenance;
- maximum capital expenditures allowed;
- restriction on dividend distribution to shareholders and
- restriction on the term of the short-term investment with maturities of not more than six (6) months from the date of acquisition, of any Saudi Arabian commercial bank or any other international commercial bank of recognized standing.

The MFAs imposed certain conditions and special covenants which include:

- safeguarding the entities' existence as a limited liability company validly existing under the laws of the Kingdom of Saudi Arabia;
- restriction to substantial change in the general nature of company's business, unless specifically allowed under the MFA;
- restriction to enter into a single transaction or a series of transactions and whether voluntary or involuntary to sell, lease, transfer or otherwise dispose of any asset, unless specifically allowed under the MFA;
- payment obligations under MFA at all times rank at least pari passu with the claims of all its other unsecured and unsubordinated creditors except those creditors whose claims are mandatorily preferred by laws of general application to companies;
- financial ratio maintenance and
- restriction on dividend distribution to shareholders.

MAC facility

On November 26, 2012, the contracts for US Dollar procurement and Saudi Riyal procurement were revised to increase the respective facility amounts. Accordingly, the CTA was also revised to reflect the new facility arrangement.

*Facility Agents:

- Standard Chartered Bank acts as inter-creditor agent and as commercial facility agent,
- Bank Al Jazira acts as US Dollar procurement facility agent, as Saudi Riyal procurement facility agent, as US Dollar Wakala facility agent and as Saudi Riyal Wakala facility agent,
- SABB Securities Limited acts as onshore security agent and
- Riyad Bank, London Branch acts as offshore security trustee and agent.

MRC facility

*Facility Agents:

- SABB Securities Limited acts as Onshore Security Agent and
- Riyad Bank, London Branch acts as Offshore Security Trustee and Agent.

MBAC facility

*Facility Agents:

- HSBC Saudi Arabia Limited acts as Inter-creditor Agent and as Commercial Facility Agent,
- National Commercial bank acts as Dollar Procurement Facility Agent and Riyal Procurement Facility Agent,
- Bank Al Jazira acts as Wakala Facility Agent,
- HSBC Saudi Arabia Limited acts as Onshore Security Agent and
- Riyad Bank, London Branch acts as Offshore Security Trustee and Agent.

(All amounts in Saudi Riyals unless otherwise stated)

27.1 Facilities approved (continued)

MWASPC facility

*Facility Agents:

- Islamic Development Bank and HSBC Saudi Arabia act as agents for procurement facility and
- Mizuho Corporate Bank Limited and Sumitomo Mitsui Banking Corporation act as agents for commercial facility.

Saudi Arabian Mining Company ("Ma'aden")

On December 18, 2012, the Company entered into a Shariah compliant Syndicated Revolving Credit Facility Agreement ("Murabaha Facility Agreement") and other agreements (together referred to as "financing agreements") totaling to SAR 9 billion. Final maturity for repayment of the loan is five years from the date of signing of the agreement. The facility is with a syndicate of local and international financial institutions, comprising of the following financial institutions:

- Al-Rajhi Bank
- Arab National Bank
- Bank Al-Bilad
- Bank AlJazira
- Banque Saudi Fransi
- J.P.Morgan Chase Bank, N.A., Riyadh Branch
- Riyad Bank
- Samba Financial Group
- The National Commercial Bank
- The Saudi British Bank
- The Saudi Investment Bank

The financial covenants and conditions include the following with respect to standalone parent company only:

- EBITDA to Interest ratio shall not be less than three times otherwise dividend block will be triggered; and the total net debt to tangible net worth (parent company only) shall be less than or equal to three times otherwise an event of default will be triggered which is subject to a cure period of six months, or nine months if the Company has acted expeditiously to cure such breach by initiating the process for a rights issue.

MGBM Facility

The company entered into two secured loan arrangements with Saudi Industrial Development Fund ("SIDF). The facilities granted to the Company comprise of the following:

Date approved	Purpose	Facility SAR
March 24, 2015	To provide funding for the production of a semi alloy of gold at As Suq mine	179,000,000
April 26, 2015	To provide funding for the capital expenditure of the new gold mine at Ad-Duwayhi	1,200,000,000
Total facilities granted		**1,379,000,000**

The financing arrangements impose certain conditions and special covenants which include:

- the limitation of the creation of additional liens and/or financing obligations by the Company, unless specifically allowed under the loan agreement,
- financial ratio maintenance,
- maximum capital expenditures allowed,
- restriction on dividend distribution to shareholders, and
- restriction on the term of the short-term investment with maturities of not more than six (6) months from the date of acquisition, of any Saudi Arabian commercial bank or any other international commercial bank of recognized standing.

(All amounts in Saudi Riyals unless otherwise stated)

27.1 Facilities approved (continued)

MIC facility

On December 30, 2015 the company entered into a Murabaha Facility Agreement ("MFA") with HSBC Saudi Arabia Limited, comprising of:

Murabaha facility	Facility granted
HSBC Saudi Arabia Limited – as agent for the Murabaha facility participants	1,000,000,000

The facility was drawn down on February 17, 2016.

MPC facility

On June 15, 2008 the company had entered into a CTA with a consortium of financial institutions, however, the facility had been repaid in full from a drawing on March 30, 2016 under a new MFA signed by the company on February 25, 2016 with a Murabaha facility participants comprising of:

Murabaha facility	Facility granted
Riyad Bank – as agent for the Murabaha facility participants	11,493,750,000

The details of the CTA signed on June 15, 2008 were as follows:

Public Investment Fund ("PIF")	4,000,001,250
Islamic and commercial banks	
Banque Saudi Fransi – as agent for the procurement facility participants	4,269,892,500
Mizuho Corporate Bank Limited – as agent for the commercial facility participants	1,491,562,500
Al-Rajhi Bank	2,343,750,000
The Export Import Bank of Korea	1,500,000,000
Korea Export Insurance corporation	750,000,000
Sub-total	10,355,205,000
Saudi Industrial Development Fund ("SIDF")	600,000,000
Total facilities granted	**14,955,206,250**

(All amounts in Saudi Riyals unless otherwise stated)

27.1 Facilities utilized under the different CTAs

MPC facility

This loan was repaid in full on February 25, 2016.

	September 30, 2016	September 30, 2015	December 31, 2015
Public Investment Fund	**2,668,800,835**	3,001,600,938	3,001,600,938
Less: Repaid during the period / year	**2,668,800,835**	166,400,051	332,800,103
Sub-total (Note 42.2)	-	2,835,200,887	2,668,800,835

The rate of commission on the principal amount of the loan drawdown and outstanding for each commission period was LIBOR plus 0.5% per annum.

Loan repayment started on June 30, 2012, on a six monthly basis, in equal principal repayments of SAR 166.4 million, with the final repayment of SAR 172.8 million on December 31, 2023 (Note 27.7).

Islamic and commercial banks

	September 30, 2016	September 30, 2015	December 31, 2015
Saudi Riyal procurement	**3,458,612,925**	3,693,457,013	3,693,457,013
Al-Rajhi Bank	**1,898,437,500**	2,027,343,750	2,027,343,750
The Export Import Bank of Korea	**1,096,500,000**	1,230,000,000	1,230,000,000
Other commercial banks	**904,415,625**	965,826,562	965,826,563
Korea Export Insurance Corporation	**548,250,000**	615,000,000	615,000,000
	7,906,216,050	8,531,627,325	8,531,627,326
Less: Repaid during the period / year	**7,906,216,050**	292,255,126	625,411,276
Sub-total	-	8,239,372,199	7,906,216,050

The rate of commission on the principal amount of the loan drawdown and outstanding for each commission period was LIBOR plus 0.5% to 1.15% per annum.

The repayment of this loan started on June 30, 2012, on a six monthly basis, starting at SAR 255.1 million and increasing over the term of the loan with the final repayment of SAR 1,285 million on December 31, 2023 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Saudi Industrial Development Fund	**370,000,000**	460,000,000	460,000,000
Less: Repaid during the period / year	**370,000,000**	90,000,000	90,000,000
Sub-total	-	370,000,000	370,000,000

The project follow-up cost paid during the drawdown amounted to SAR 6.3 million.

Repayment of this loan started on February 26, 2013, on a six monthly basis, starting at SAR 40 million and increasing over the term of the loan with the final repayment of SAR 50 million on June 19, 2019 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Total MPC borrowings (Note 27.6)	-	11,444,573,086	10,945,016,885

(All amounts in Saudi Riyals unless otherwise stated)

27.2 Facilities utilized under the different CTAs (continued)

MAC facility

	September 30, 2016	September 30, 2015	December 31, 2015
Public Investment Fund	**4,575,187,500**	4,775,062,500	4,775,062,500
Less: Repaid during the period / year	**99,937,500**	99,937,500	199,875,000
Sub-total (Note 42.2)	**4,475,250,000**	4,675,125,000	4,575,187,500

The rate of commission on the principal amount of the loan drawdown and outstanding for each commission period is LIBOR plus 1.5%.

The repayment of the loan started on December 31, 2014, on a six monthly basis, starting at SAR 99.9 million and increasing over the term of the loan with the final repayment of SAR 1,218 million on June 30, 2026 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Islamic and commercial banks			
Dollar procurement	**872,805,000**	891,870,000	910,935,000
Saudi Riyal procurement	**3,864,273,750**	4,117,500,000	4,033,091,250
Commercial	**844,650,000**	800,062,500	881,550,000
Wakala	**739,068,750**	787,500,000	771,356,250
	6,320,797,500	6,596,932,500	6,596,932,500
Less: Repaid during the period / year	**138,067,500**	138,067,500	276,135,000
Sub-total	**6,182,730,000**	6,458,865,000	6,320,797,500

The rate of commission on the principal amount (lease base amount in case of Wakala facilities) of the loan drawn for each commission period on all the US Dollar facilities is LIBOR plus a margin (mark-up in case of Wakala facilities) that varies over the term of the loan. The rate of commission on the principal amount (lease base amount in case of Wakala facilities) of the loan drawn for each commission period on all the Saudi Riyal facilities is Saudi Interbank Offered Rate ("SIBOR") plus a margin (mark-up in case of Wakala facilities) that varies over the term of the loan. The margin/mark-up on the principal amount of the loan drawn for each commission period is in the range of 1.65% to 2.75% per annum.

The repayment of the loans started from December 31, 2014, starting at SAR 138 million and increasing over the term of the loan with the final repayment of SAR 1,684 million on June 30, 2026 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Saudi Industrial Development Fund	**549,999,800**	570,000,000	570,000,000
Less: Repaid during the period / year	**100,000,000**	50,000,200	50,000,200
Sub-total	**449,999,800**	519,999,800	519,999,800

Repayment of the SIDF facility started from February 4, 2015. The repayments are starting at SAR 25 million and increasing over the term of the loan with the final repayment of SAR 62.5 million on June 7, 2020 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Riyal Murabaha facility	**375,000,000**	375,000,000	375,000,000

During the quarter ended March 31, 2016, the rate of profit on the purchase price i.e. principal amount of the loan drawn for each commission period is revised to SIBOR plus 1.25% from SIBOR plus 1.75% and the repayment of the Murabaha facility is due on March 31, 2018 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Total MAC borrowings (Note 27.6)	**11,482,979,800**	12,028,989,800	11,790,984,800

(All amounts in Saudi Riyals unless otherwise stated)

27.2 Facilities utilized under the different CTAs (continued)

MRC facility

	September 30, 2016	September 30, 2015	December 31, 2015
Public Investment Fund (Note 42.2)	**3,078,750,000**	3,078,750,000	3,078,750,000

The rate of commission on the principal amount of the loan drawn for each commission period is London Interbank Offered Rate ("LIBOR") plus 1.5%.

The repayment of the principal amount of loan will be in 20 installments on a six monthly basis starting from December 31, 2016. The repayments are starting at SAR 30.8 million and increasing over the term of the loan with the final repayment of SAR 153.9 million on June 30, 2026 (Note 27.7).

Islamic and commercial banks			
Riyal procurement	**1,041,000,000**	1,041,000,000	1,041,000,000

The rate of commission on the principal amount of the loan drawn for each commission period on all the Saudi Riyal facilities is Saudi Interbank Offered Rate ("SIBOR") plus a margin that varies over the term of the loan. The margin/mark-up on the principal amount of the loan drawn for each commission period is in the range of 1.65% to 2.45% per annum.

The repayment of the principal amounts of loans will start from December 31, 2016. The repayments are starting at SAR 10.4 million and increasing over the term of the loan with the final repayment of SAR 13.5 million on June 30, 2026 (Note 27.7).

Saudi Industrial Development Fund	**600,000,000**	570,000,000	570,000,000
Less: Repaid during the period / year	**50,000,000**	-	-
Sub-total	**550,000,000**	570,000,000	570,000,000

Repayment of the SIDF facility will start from January 25, 2016.

The repayments are starting at SAR 25 million and increasing over the term of the loan with the final repayment of SAR 62.5 million on July 19, 2021 (Note 27.7).

Riyal Murabaha facility	**375,000,000**	-	375,000,000

The rate of profit on the purchase price i.e. principal amount of the loan drawn for each commission period is Saudi Interbank Offered Rate ("SIBOR") plus 0.95%.

The repayment of Murabaha facility is due on August 31, 2017 (Note 27.7).

Total MRC borrowings (Note 27.6)	**5,044,750,000**	4,689,750,000	5,064,750,000

(All amounts in Saudi Riyals unless otherwise stated)

27.2 Facilities utilized under the different CTAs (continued)

MBAC facility

	September 30, 2016	September 30, 2015	December 31, 2015
Public Investment Fund (Note 42.2)	**3,750,000,000**	3,750,000,000	3,750,000,000
The rate of commission on the principal amount of the loan drawn for each commission period is London Interbank Offered Rate ("LIBOR") plus 1.5%.			
The repayment of the principal amount of PIF facility will be in 21 installments on a six monthly basis starting from June 30, 2017. The repayments are starting at SAR 75 million and increasing over the term of the loan with the final repayment of SAR 435 million on June 30, 2028 (Note 27.7).			
Islamic and commercial banks			
Dollar procurement	**799,500,000**	799,500,000	799,500,000
Riyal procurement	**1,891,212,844**	1,891,212,844	1,891,212,844
Commercial	**258,750,000**	258,750,000	258,750,000
Wakala	**768,750,000**	768,750,000	768,750,000
Sub-total	**3,718,212,844**	3,718,212,844	3,718,212,844
The rate of commission on the principal amount (lease base amount in case of wakala facilities) of the loan drawn for each commission period on the all the dollar facilities is LIBOR plus a margin (mark-up in case of wakala facilities) that varies over the term of the loan. The rate of commission on the principal amount (lease base amount in case of wakala facilities) of the loan drawn for each commission period on all the Saudi Riyal facilities is Saudi Interbank Offered Rate ("SIBOR") plus a margin (mark-up in case of wakala facilities) that varies over the term of the loan. The margin/mark-up on the principal amount of the loan drawn for each commission period is in the range of 1.45% to 2.4% per annum.			
The repayment of the principal amounts of Islamic and commercial total approved facilities will start from June 30, 2017. The repayments are starting at SAR 74 million and increasing over the term of the loan with the final repayment of SAR 431 million on June 30, 2027 (Note 27.7).			
Saudi Industrial Development Fund	**839,062,462**	381,026,748	743,035,677
SIDF has withheld loan processing and evaluation fee of SAR 75 million.			
Repayment of the SIDF facility will start from July 2017. The repayments are starting at SAR 40 million and increasing over the term of the loan with the final repayment of SAR 80 million in April 2021 (Note 27.7).			
Total MBAC borrowings (Note 27.6)	**8,307,275,306**	7,849,239,592	8,211,248,521

(All amounts in Saudi Riyals unless otherwise stated)

27.2 Facilities utilized under the different CTAs (continued)

MWSPC facility

	September 30, 2016	September 30, 2015	December 31, 2015
Public Investment Fund	**6,839,278,174**	3,954,229,920	3,954,229,920
Less: Transaction cost balance as of the period / year	**87,465,336**	72,396,208	71,307,385
Sub-total (Note 42.2)	**6,751,812,838**	3,881,833,712	3,882,922,535

The rate of commission on the principal amount of the loan drawdown and outstanding for each commission period, is LIBOR plus 1.5% per annum.

The repayment of the principal amount of loan will be in 24 installments on a six monthly basis starting from June 30, 2019. The repayments are starting at SAR 112.5 million and increasing over the term of the loan with the final repayment of SAR 606 million on December 31, 2030 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Islamic and commercial banks			
Dollar procurement facility	**301,957,377**	174,565,346	174,565,346
Saudi Riyal procurement facility	**2,620,254,419**	1,502,683,523	1,502,683,523
Wakala	**1,488,141,198**	853,430,583	853,430,583
Commercial facility	**5,065,445,969**	2,834,376,330	2,847,314,693
Sub-total	**9,475,798,963**	5,365,055,782	5,377,994,145
Less: Transaction cost balance as of the period / year	**66,623,965**	113,943,617	109,070,785
Sub-total	**9,409,174,998**	5,251,112,165	5,268,923,360

The rate of commission on the principal amount of the loan drawdown and outstanding for each commission period is LIBOR plus 1.25% to 2.10% per annum.

The repayment of the principal amounts of loans will start from June 30, 2019. The repayments are starting at SAR 171 million and increasing over the term of the loan with the final repayment of SAR 809 million on December 31, 2030 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Total MWSPC borrowings (Note 27.6)	**16,160,987,836**	9,132,945,877	9,151,845,895

27.3 Facilities utilized under the Syndicated Revolving Credit Facility

Ma'aden

	September 30, 2016	September 30, 2015	December 31, 2015
Syndicated Revolving Credit Facility (Note 27.6)	**1,750,000,000**	100,000,000	-

The rate of commission on the principal amount of the borrowing drawdown is SIBOR plus 0.85% per annum.

(All amounts in Saudi Riyals unless otherwise stated)

27.4 MGBM facility

	September 30, 2016	September 30, 2015	December 31, 2015
As Suq Mine			
Saudi Industrial Development Fund	**179,000,000**	-	-
Less: Transaction cost balance as of the period / year	**9,936,949**	-	-
Sub-total	**169,063,051**	-	-
Less: Repaid during the period / year	**8,000,000**	-	-
Sub-total	**161,063,051**	76,791,492	131,191,897

The repayment of this loan started on July 20, 2016, on a six monthly basis, starting at SAR 8 million and increasing over the term of the loan with the final repayment of SAR 18 million on November 9, 2022 (Note 27.7).

The transaction cost paid upfront at the time of the first drawdown amounted to SAR 13.4 million. This amount will be amortized over the term of the loan.

	September 30, 2016	September 30, 2015	December 31, 2015
Ad-Duwayhi Mine			
Saudi Industrial Development Fund	**600,000,000**	-	-
Less: Transaction cost balance as of the period / year	**69,227,687**	-	-
Sub-total	**530,772,313**	-	104,000,000

The repayment of this loan will start on July 9, 2017, on a six monthly basis, starting at SAR 60 million and increasing over the term of the loan with the final repayment of SAR 100 million on October 30, 2022 (Note 27.7).

The transaction cost paid upfront at the time of the first drawdown amounted to SAR 80 million. This amount will be amortized over the term of the loan.

	September 30, 2016	September 30, 2015	December 31, 2015
Total MGBM borrowings (Note 27.6)	**691,835,364**	76,791,492	235,191,897

27.5 Facilities utilized under the different MFAs

MIC facility

	September 30, 2016	September 30, 2015	December 31, 2015
HSBC Saudi Arabia Limited – as agent for the Murabaha facility participants	**1,000,000,000**	-	-
Less: Transaction cost balance as of the period / year	**9,317,727**	-	-
Sub-total	**990,682,273**	-	-

The rate of commission on the principal amount of the loan drawdown and outstanding for each commission period, is in the range of SIBOR plus 1 % per annum.

The repayment of the principal amount of the loan will commence on December 30, 2016, in equal principal repayments of SAR 39 million, on a semi-annual over a 10 year period with the final principal repayment of SAR 298 million on December 30, 2025 (Note 27.7).

	September 30, 2016	September 30, 2015	December 31, 2015
Total MIC borrowings (Note 27.6)	**990,682,273**	-	-

(All amounts in Saudi Riyals unless otherwise stated)

27.5 Facilities utilized under the different MFAs (continued)

MPC facility

	September 30, 2016	September 30, 2015	December 31, 2015
Riyad Bank – as agent for the Murabaha facility participants	**11,493,750,000**	-	-
Less: Transaction cost balance as of the period / year	**108,640,486**	-	-
Sub-total	**11,385,109,514**	-	-
The rate of commission on the principal amount of the loan drawdown and outstanding for each commission period, is in the range of LIBOR plus 1% per annum for SAR Murabaha facility and LIBOR plus 1.1% per annum for US Dollar Murabaha facility.			
The repayment of this loan will start from February 25, 2017, starting at SAR 575 million and increasing over the term of the loan with the final repayment of SAR 3,448 million on February 25, 2023.			
Total MPC borrowings (Note 27.6)	**11,385,109,514**	-	-

27.6 Total borrowings

	September 30, 2016	September 30, 2015	December 31, 2015
Facilities utilized under:			
CTAs (Note 27.2):			
MPC	-	11,444,573,086	10,945,016,885
MAC	**11,482,979,800**	12,028,989,800	11,790,984,800
MRC	**5,044,750,000**	4,689,750,000	5,064,750,000
MBAC	**8,307,275,306**	7,849,239,592	8,211,248,521
MWASPC	**16,160,987,836**	9,132,945,877	9,151,845,895
Syndicated Revolving Credit Facility (Note 27.3): Ma'aden	**1,750,000,000**	100,000,000	-
MGBM facilities (Note 27.4)	**691,835,364**	76,791,492	235,191,897
MFAs (Note 27.5):			
MIC	**990,682,273**	-	-
MPC	**11,385,109,514**	-	-
Sub-total	**55,813,620,093**	45,322,289,847	45,399,037,998
Less: Current portion of borrowings shown under current liabilities			
MPC	**574,687,500**	1,048,211,379	1,089,112,404
MAC	**576,010,000**	951,010,000	951,010,000
MRC	**532,395,000**	50,000,000	91,197,500
MBAC	**189,364,259**	-	-
MGBM	**418,000,000**	-	-
MIC	**39,000,000**	-	-
Sub-total	**2,329,456,759**	2,049,221,379	2,131,319,904
Long-term portion of borrowings	**53,484,163,334**	43,273,068,468	43,267,718,094

27.7 Maturity profile of long-term borrowings

	September 30, 2016	September 30, 2015	December 31, 2015
2015	-	1,549,221,379	-
2016	**325,884,773**	2,139,319,904	2,131,319,904
2017	**3,936,821,014**	2,780,198,993	2,562,245,922
2018	**2,785,859,642**	2,750,503,196	2,810,503,199
2019	**3,573,084,504**	3,233,085,730	3,347,766,713
2020	**3,799,153,891**	3,472,529,976	3,473,132,097
2021	**4,308,541,379**	3,944,668,161	3,740,939,634
2022 through 2030	**37,084,274,890**	25,452,762,508	27,333,130,529
Total	**55,813,620,093**	45,322,289,847	45,399,037,998

As of December 31, 2015, current portion of MPC's long-term borrowings of SAR 1,089,112,404 is included in the maturity profile due in the next 12 months. Out of this amount, SAR 544,556,202 was restricted in the debt service reserve account for the next schedule repayment, six months prior to the due date, as per the facility agreement (Note 7).

27.8 Facilities' currency denomination

Essentially all of the Group's facilities have been contracted in United States Dollar (US$) and Saudi Riyals (SAR) and the drawdown balances in US$ are shown below:

	September 30, 2016 (US$)	September 30, 2015 (US$)	December 31, 2015 (US$)
Public Investment Fund	**4,820,418,935**	4,858,909,226	4,788,176,231
Islamic and commercial banks			
Procurement	**2,477,974,655**	3,178,193,222	3,122,118,824
Al-Rajhi Bank	-	525,000,000	506,250,000
The Export Import Bank of Korea	-	310,400,000	292,400,000
Korea Export Insurance Corporation	-	155,200,000	146,200,000
Commercial	**1,632,598,254**	1,296,161,110	1,286,141,272
US Dollar procurement	**520,798,879**	495,970,455	490,955,406
Wakala	**790,057,458**	628,025,135	623,974,433
Sub-total	**5,421,429,246**	6,588,949,922	6,468,039,935
Saudi Industrial Development Fund	**674,906,034**	511,418,144	650,193,966
Murabaha facility	**3,300,211,143**	-	-
Riyal Murabaha facility (a working capital facility)	**200,000,000**	100,000,000	200,000,000
Syndicated Revolving Credit Facility	**466,666,667**	26,666,667	-
Total	**14,883,632,025**	12,085,943,959	12,106,410,132

27.9 Security

The following assets were pledged as security for these long-term borrowings in accordance with the applicable CTAs:

	September 30, 2016	September 30, 2015	December 31, 2015
Property, plant and equipment (Note 13)	**21,409,539,000**	36,123,485,666	35,706,647,560
Capital work-in-progress (Note 14)	**42,097,261,784**	33,675,457,047	37,197,115,376
Intangible assets (Note 17)	**109,500,008**	92,277,204	85,374,130
Total	**63,616,300,792**	69,891,219,917	72,989,137,066

(All amounts in Saudi Riyals unless otherwise stated)

28. Due to a joint venture partner

	Notes	September 30, 2016	September 30, 2015	December 31, 2015
Due to Alcoa Inc.	42.2	**306,790,113**	297,879,613	300,703,363

Due to Alcoa Inc. represents their share of 25.1% in the joint venture project cost to extend the product mix of the aluminium complex, currently under construction at Ras Al-Khair, to include:

- automotive heat treated and non-heat treated sheet,
- building and construction sheet and
- foil stock sheet (Note 1).

29. Share capital

		September 30, 2016	September 30, 2015	December 31, 2015
Authorized, issued and fully paid				
1,168,478,261	Ordinary shares with a nominal value of SAR 10 per share (Note 1 and 41)	**11,684,782,610**	11,684,782,610	11,684,782,610

30. Share premium

		September 30, 2016	September 30, 2015	December 31, 2015
525,000,000	Ordinary shares with a nominal value of SAR 10 per share, issued at a premium of SAR 10 per share	**5,250,000,000**	5,250,000,000	5,250,000,000
243,478,261	Ordinary shares with a nominal value of SAR 10 per share, issued at a premium of SAR 13 per share, net after transaction cost	**3,141,351,697**	3,141,351,697	3,141,351,697
768,478,261	**Total**	**8,391,351,697**	8,391,351,697	8,391,351,697

31. Transfer of net income

	September 30, 2016	September 30, 2015	December 31, 2015
January 1	**757,911,634**	697,394,239	697,394,239
Transfer of 10% of net income for the year	-	-	60,517,395
September 30 / December 31	**757,911,634**	697,394,239	757,911,634

In accordance with the Company's Articles of Association, the Company is required to establish a statutory reserve by apportioning 10% of its annual net income to the statutory reserve, until the statutory reserve equals or exceeds 50% of the Company's paid up share capital. Such transfer is to be made on an annual basis and the statutory reserve is not available for dividend distribution.

(All amounts in Saudi Riyals unless otherwise stated)

32. Non-controlling interest

	Share capital	Payments to increase share capital	Net income / (loss) attributable to non-controlling interest	Total
32.1 Ma'aden Aluminium Company				
January 1, 2015	1,650,011,250	-	10,070,524	1,660,081,774
Share of net loss for the period	-	-	(55,615,570)	(55,615,570)
September 30, 2015	1,650,011,250	-	(45,545,046)	1,604,466,204
Share of net income for the remainder of the year	-	-	2,973,875	2,973,875
December 31, 2015	1,650,011,250	-	(42,571,171)	1,607,440,079
Share of net income for the period	-	-	15,122,085	15,122,085
September 30, 2016	**1,650,011,250**	**-**	**(27,449,086)**	**1,622,562,164**
32.2 Ma'aden Rolling Company				
January 1, 2015	614,701,095	20,893,195	(6,410,553)	629,183,737
Share of net loss for the period	-	-	(6,884,264)	(6,884,264)
September 30, 2015	614,701,095	20,893,195	(13,294,817)	622,299,473
Share of net loss for the remainder of the year	-	-	(2,937,139)	(2,937,139)
Payments to increase share capital during the remainder of the year	-	28,363,458	-	28,363,458
December 31, 2015	614,701,095	49,256,653	(16,231,956)	647,725,792
Share of net loss for the period	-	-	(3,631,452)	(3,631,452)
Increase in non-controlling interest during the period	7,119,228	(7,119,228)	-	-
September 30, 2016	**621,820,323**	**42,137,425**	**(19,863,408)**	**644,094,340**
32.3 Ma'aden Bauxite and Alumina Company				
January 1, 2015	1,123,224,972	135,195,373	(7,442,472)	1,250,977,873
Share of net loss for the period	-	-	(2,070,357)	(2,070,357)
Increase in non-controlling interest during the period	83,278,002	(83,278,002)	-	-
September 30, 2015	1,206,502,974	51,917,371	(9,512,829)	1,248,907,516
Share of net loss for the remainder of the year	-	-	(497,943)	(497,943)
Payments to increase share capital during the remainder of the year	-	21,679,654	-	21,679,654
December 31, 2015	1,206,502,974	73,597,025	(10,010,772)	1,270,089,227
Share of net loss for the period	-	-	(1,454,200)	(1,454,200)
Increase in non-controlling interest during the period	5,441,593	(5,441,593)	-	-
September 30, 2016	**1,211,944,567**	**68,155,432**	**(11,464,972)**	**1,268,635,027**

(All amounts in Saudi Riyals unless otherwise stated)

32. Non-controlling interest (continued)

	Share capital	Payments to increase share capital	Net income / (loss) attributable to non-controlling interest	Total
32.4 Ma'aden Phosphate Company				
January 1, 2015	1,862,544,000	-	570,013,226	2,432,557,226
Dividend paid during the period (Note 42.1)	-	-	(330,000,000)	(330,000,000)
Share of net income for the period	-	-	224,671,223	224,671,223
September 30, 2015	1,862,544,000	-	464,684,449	2,327,228,449
Share of net income for the remainder of the year	-		45,643,803	45,643,803
December 31, 2015	1,862,544,000	-	510,328,252	2,372,872,252
Dividend paid during the period (Note 42.1)	-	-	(480,000,000)	(480,000,000)
Share of net income for the period	-	-	30,892,213	30,892,213
September 30, 2016	**1,862,544,000**	**-**	**61,220,465**	**1,923,764,465**
32.5 Ma'aden Wa'ad Al Shamal Phosphate Company				
January 1, 2015	852,000,750	-	(1,236,162)	850,764,588
Share of net loss for the period	-	-	(1,779,522)	(1,779,522)
Issuance of non-controlling interest during the period	750,000,000	-	-	750,000,000
September 30, 2015	1,602,000,750	-	(3,015,684)	1,598,985,066
Share of net loss for the remainder of the year	-	-	(601,476)	(601,476)
Issuance of non-controlling interest during the remainder of the year	600,000,000	-	-	600,000,000
December 31, 2015	2,202,000,750	-	(3,617,160)	2,198,383,590
Share of net loss for the period	-	-	(2,600,697)	(2,600,697)
Payments to increase share capital during the period	600,000,000	-	-	600,000,000
September 30, 2016	**2,802,000,750**	**-**	**(6,217,857)**	**2,795,782,893**

(All amounts in Saudi Riyals unless otherwise stated)

32. Non-controlling interest (continued)

	Share capital	Payments to increase share capital	Net income / (loss) attributable to non-controlling interest	Total
32.6 Summary total				
January 1, 2015	6,102,482,067	156,088,568	564,994,563	6,823,565,198
Dividend paid during the period (Note 42.1)	-	-	(330,000,000)	(330,000,000)
Share of net income for the period	-	-	158,321,510	158,321,510
Increase in non-controlling interest during the period	833,278,002	(83,278,002)	-	750,000,000
September 30, 2015	6,935,760,069	72,810,566	393,316,073	7,401,886,708
Share of net income for the remainder of the year	-	-	44,581,120	44,581,120
Payments to increase share capital during the remainder of the year (Note 42.1)	-	50,043,112	-	50,043,112
Increase in non-controlling interest during the remainder of the year	600,000,000	-	-	600,000,000
December 31, 2015	7,535,760,069	122,853,678	437,897,193	8,096,510,940
Dividend paid during the period (Note 42.1)	-	-	(480,000,000)	(480,000,000)
Share of net income for the period	-	-	38,327,949	38,327,949
Increase in non-controlling interest during the period	612,560,821	(12,560,821)	-	600,000,000
September 30, 2016	**8,148,320,890**	**110,292,857**	**(3,774,858)**	**8,254,838,889**

(All amounts in Saudi Riyals unless otherwise stated)

33. Sales

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Phosphate segment					
Phosphate fertilizer	**845,830,208**	1,087,340,410	**2,462,728,778**	3,333,258,615	4,542,770,526
Ammonia	**177,895,065**	205,857,414	**682,490,617**	514,636,944	761,572,269
Low grade bauxite	**13,282,752**	25,143,487	**53,712,802**	70,942,314	96,837,110
Caustic calcined magnesia	**9,808,633**	9,207,763	**28,021,336**	35,696,065	48,532,148
Kaolin	**12,005,229**	10,312,428	**30,258,910**	28,413,742	38,388,067
Sub-total	**1,058,821,887**	1,337,861,502	**3,257,212,443**	3,982,947,680	5,488,100,120
Aluminium segment					
Primary aluminium	**973,344,750**	1,026,881,922	**3,114,011,538**	3,777,207,255	4,762,750,070
Precious and base metals segment					
Gold	**283,980,740**	177,229,688	**764,154,954**	536,548,568	705,215,748
Infrastructure					
Infrastructure revenue	**-**	15,000	**10,000**	45,000	60,000
Total	**2,316,147,377**	2,541,988,112	**7,135,388,935**	8,296,748,503	10,956,125,938
Gold sales analysis					
Quantity of gold ounces (Oz) sold	**57,023**	42,860	**160,400**	122,863	164,938
Average realized price per ounce (Oz) in:					
US$	**1,328**	1,103	**1,270**	1,165	1,140
Saudi Riyals (equivalent)	**4,980**	4,135	**4,764**	4,367	4,276

(All amounts in Saudi Riyals unless otherwise stated)

34. Cost of sales

	Quarter ended September 30, 2016	Quarter ended September 30, 2015	Nine months ended September 30, 2016	Nine months ended September 30, 2015	Year ended December 31, 2015
Salaries and staff related benefits	**165,712,954**	192,794,705	**512,556,061**	578,379,565	766,935,805
Contracted services	**145,608,499**	100,174,061	**339,640,679**	296,029,952	407,524,000
Repairs and maintenance	**13,651,895**	13,526,521	**45,785,235**	41,269,970	61,641,329
Consumables	**38,224,914**	28,508,161	**103,801,041**	77,163,889	104,894,447
Overheads	53,034,387	45,722,040	**230,146,209**	273,347,998	358,339,102
Raw material and utilities consumed	**905,652,980**	1,140,362,199	**2,664,555,553**	3,573,877,119	4,507,871,792
Inventory loss	-	-	**9,968,515**	-	121,212,929
Increase in allowance for inventory obsolescence (Note 10)	-	-	-	-	625,666
Deferred stripping expense (Note 16)	**2,116,626**	5,697,193	**4,516,394**	23,468,175	36,589,184
Severance fees (Note 23)	**3,813,132**	5,591,126	**10,381,980**	13,048,027	17,934,852
Sale of by-products (Note 34.1)	**(12,601,390)**	(5,688,469)	**(26,892,693)**	(10,040,188)	(8,058,724)
Total cash operating costs	**1,315,213,997**	1,526,687,537	**3,894,458,974**	4,866,544,507	6,375,510,382
Depreciation (Note 13)	**587,099,547**	563,265,320	**1,754,862,922**	1,622,963,287	2,171,612,693
Amortization (Note 17)	**9,703,172**	8,616,943	**28,904,895**	25,783,706	40,771,932
Total operating costs	**1,912,016,716**	2,098,569,800	**5,678,226,791**	6,515,291,500	8,587,895,007
(Increase) / decrease in inventory (Note 10)	**(105,551,266)**	(80,420,334)	**(91,516,811)**	(123,965,325)	(70,813,271)
Total	**1,806,465,450**	2,018,149,466	**5,586,709,980**	6,391,326,175	8,517,081,736

34.1 Sale of by-products comprise of the following commodities:

	Quarter ended September 30, 2016	Quarter ended September 30, 2015	Nine months ended September 30, 2016	Nine months ended September 30, 2015	Year ended December 31, 2015
Copper	**5,092,199**	1,929,138	**11,916,242**	3,258,636	4,066,547
Zinc	**6,103,362**	3,038,440	**11,461,944**	5,435,463	2,931,306
Silver	**1,405,829**	720,891	**3,514,507**	1,346,089	1,060,871
Total (Note 34)	**12,601,390**	5,688,469	**26,892,693**	10,040,188	8,058,724

(All amounts in Saudi Riyals unless otherwise stated)

35. Selling, marketing and logistic expenses

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Salaries and staff related benefits	**10,929,061**	8,601,933	**31,075,380**	24,920,310	33,908,210
Contracted services	**271,202**	5,655,835	**835,746**	14,672,470	20,076,668
Freight and overheads	**25,976,791**	30,100,215	**79,219,537**	103,536,732	156,026,900
Consumables	**10,422**	26,998	**43,293**	76,339	122,947
Deductibles	**36,271,742**	29,823,891	**113,316,870**	79,345,489	128,752,748
Marketing fees	**16,988,301**	29,891,585	**54,191,575**	89,596,293	125,843,044
Other selling expenses	**5,942,067**	6,779,539	**19,306,449**	19,660,887	38,023,091
Amortization (Note 17)	**-**	7,279,836	**-**	21,839,508	29,119,343
Total	**96,389,586**	118,159,832	**297,988,850**	353,648,028	531,872,951

36. General and administrative expenses

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Salaries and staff related benefits	**60,664,707**	77,561,216	**160,842,830**	240,358,562	306,316,781
Contracted services	**2,150,868**	9,053,989	**18,938,425**	24,947,339	52,519,186
Overheads and other	**8,648,275**	9,707,737	**24,192,239**	26,790,285	43,374,730
Consumables	**239,763**	378,051	**923,358**	1,693,681	3,284,681
Repair parts	**132,090**	29,370	**232,258**	431,212	707,717
Allowance for doubtful debts (Note 9)	**-**	-	**312,475**	3,200,000	3,200,000
Depreciation (Note 13)	**7,731,940**	7,957,160	**23,709,098**	25,049,661	34,748,428
Amortization (Note 17)	**1,245,433**	1,103,560	**3,595,020**	3,098,761	4,227,308
Total	**80,813,076**	105,791,083	**232,745,703**	325,569,501	448,378,831

37. Exploration and technical services expenses

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Salaries and staff related benefits	**7,951,091**	11,998,911	**22,476,939**	42,176,700	59,273,382
Contracted services	**1,664,673**	13,882,463	**3,638,796**	40,756,944	52,003,363
Overheads and other	**1,904,147**	1,155,056	**5,979,462**	4,101,231	6,164,744
Consumables	**90,326**	72,749	**532,005**	1,096,505	1,548,428
Repair parts	**370,045**	197,269	**487,683**	767,585	1,190,513
Depreciation (Note 13)	**294,718**	621,492	**1,356,223**	2,691,699	3,269,930
Impairment of exploration and evaluation asset (Note 15)	**-**	8,702,784	**-**	11,603,711	20,306,493
Total	**12,275,000**	36,630,724	**34,471,108**	103,194,375	143,756,853

(All amounts in Saudi Riyals unless otherwise stated)

38. Income from short-term investments

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Income received and accrued on short-term investments	**41,996,846**	6,842,233	**112,983,098**	28,883,653	35,583,877

39. Finance charges

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Public Investment Fund	**27,427,042**	30,111,849	**90,295,299**	87,643,572	117,755,419
Saudi Riyal procurement	**38,313,670**	37,622,963	**119,577,653**	113,741,262	152,174,784
Al-Rajhi Bank	-	6,821,043	**8,226,879**	19,825,264	26,552,371
The Export Import Bank of Korea	-	2,955,986	**2,194,015**	8,258,290	11,479,391
Korea Export Insurance Corporation	-	1,559,635	**5,728,642**	4,312,157	5,567,746
Commercial	**6,224,724**	8,937,491	**22,784,577**	26,451,720	34,243,013
US Dollar procurement	**6,432,215**	5,689,853	**19,155,258**	16,715,693	22,436,639
Wakala	**7,618,857**	5,586,119	**20,960,804**	16,983,802	22,555,454
Saudi Industrial Development Fund	**14,924,092**	143,750	**18,479,458**	4,810,417	6,266,101
Riyal Murabaha Facility	**87,641,032**	2,468,594	**185,499,817**	7,539,219	10,119,728
Revolving Credit Facility	**14,305,209**	7,663,531	**52,520,417**	28,473,895	34,247,548
Others	**4,904,278**	1,415,001	**14,916,806**	4,244,801	5,659,802
Sub-total (Note 39.1)	**207,791,119**	110,975,815	**560,339,625**	339,000,092	449,057,996
Accretion of provision for mine closure and reclamation (Note 26.2)	**305,951**	288,632	**904,643**	1,101,979	1,394,847
Total	**208,097,070**	111,264,447	**561,244,268**	340,102,071	450,452,843

39.1 Summary of borrowing cost

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Expensed during the quarter / period / year (Note 39)	**207,791,119**	110,975,815	**560,339,625**	339,000,092	449,057,996
Capitalized as part of qualifying assets in capital work-in-progress during the quarter / period / year (Note 14)	**213,804,823**	72,335,914	**539,680,078**	285,249,791	443,009,951
Total	**421,595,942**	183,311,729	**1,100,019,703**	624,249,883	892,067,947

(All amounts in Saudi Riyals unless otherwise stated)

40. Other expenses, net

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Other income / (expenses), net	**(5,337,181)**	(3,291,098)	**379,453**	41,969,185	56,410,062

41. Earnings per ordinary share

	Quarter ended		Nine months ended		Year ended
	September 30, 2016	September 30, 2015	September 30, 2016	September 30, 2015	December 31, 2015
Net income attributable to the shareholders of the parent company for the quarter / period / year	**83,595,531**	79,912,419	**384,968,951**	610,849,581	605,173,945
Weighted average number of ordinary shares in issue during the quarter / period / year (Note 29)	**1,168,478,261**	1,168,478,261	**1,168,478,261**	1,168,478,261	1,168,478,261
Basic and diluted earnings per ordinary share from continuing operations	**0.07**	0.07	**0.33**	0.52	0.52

Basic earnings per ordinary share is calculated by dividing the net income attributable to the shareholders of the parent company by the weighted average number of ordinary shares in issue during the quarter / period / year.

42. Related party transactions and balances

42.1 Related party transactions

Transactions with related parties carried out during the period / year under review, in the normal course of business, is summarized below:

	September 30, 2016	September 30, 2015	December 31, 2015
Sales through SABIC during the period / year	**1,421,076,274**	2,219,824,579	3,107,384,719
Sales to Alcoa Inespal, S.A. during the period / year	**769,533,729**	874,157,411	1,110,685,573
Cost of seconded employees, technology fee and other cost paid to Alcoa Inc. during the period / year	**163,417,689**	296,662,403	530,834,985
Raw material feedstock purchased from Alcoa Australia	**87,905,913**	597,946,117	668,007,797
Dividend paid to SABIC during the period / year (Note 32.4 and 32.6)	**480,000,000**	330,000,000	330,000,000
Payments to increase share capital received from Alcoa Inc. (Note 32.6)	-	-	50,043,112

(All amounts in Saudi Riyals unless otherwise stated)

42 Related party transactions and balances (continued)

42.2 Related party balances

Amount due from / (to) related parties arising from transaction with related parties are as follows

	Notes	September 30, 2016	September 30, 2015	December 31, 2015
Receivables from related parties				
Due from Alcoa Inespal, S.A.	9	**83,578,714**	90,079,833	87,897,065
Due from SABIC	9	**211,812,172**	407,203,289	407,155,456
Due from Saudi Mining Polytechnic	9	**3,124,409**	3,349,555	2,166,504
Sub-total		**298,515,295**	500,632,677	497,219,025
Due from joint venture partners				
Due from Mosaic	12	-	450,000,000	450,000,000
Due from SABIC	12	-	270,000,000	270,000,000
Sub-total		-	720,000,000	720,000,000
Total		**298,515,295**	1,220,632,677	1,217,219,025
Long-term loan due from a related party				
Due from SAMAPCO	18.1	**47,998,419**	47,998,419	47,998,419
Due from MBCC	18.2	**626,197,939**	626,197,939	626,197,939
Total		**674,196,358**	674,196,358	674,196,358
Payable to related party				
Accrued expenses – Alcoa Inc.	21	**52,943,084**	103,719,327	67,026,655
Payments to increase share capital received from Alcoa Inc.	32.6	**110,292,857**	72,810,566	122,853,678
Long-term borrowings from PIF, a 50% shareholder in Ma'aden				
Due to PIF for the financing of the :				
MPC facility	27.2	-	2,835,200,887	2,668,800,835
MAC facility	27.2	**4,475,250,000**	4,675,125,000	4,575,187,500
MRC facility	27.2	**3,078,750,000**	3,078,750,000	3,078,750,000
MBAC facility	27.2	**3,750,000,000**	3,750,000,000	3,750,000,000
MWASPC facility	27.2	**6,751,812,838**	3,881,833,712	3,882,922,535
Total		**18,055,812,838**	18,220,909,599	17,955,660,870
Due to joint venture partners:				
Due to Alcoa Inc.	28	**306,790,113**	297,879,613	300,703,363
Due to Mosaic	21	**17,019,203**	-	14,983,460
Total		**323,809,316**	297,879,613	315,686,823

(All amounts in Saudi Riyals unless otherwise stated)

43. Operating leases

	Quarter ended September 30, 2016	Quarter ended September 30, 2015	Nine months ended September 30, 2016	Nine months ended September 30, 2015	Year ended December 31, 2015
Payments under operating leases recognized as an expense during the quarter / period / year	**1,963,889**	2,111,550	**5,875,568**	6,317,880	8,081,750

Future minimum operating lease commitments due under these operating leases are as follows:

	September 30, 2016	September 30, 2015	December 31, 2015
2015	**-**	3,241,356	-
2016	**1,801,589**	7,206,356	7,206,356
2017	**3,718,856**	3,718,856	3,718,856
2018	**3,718,856**	3,718,856	3,718,856
2019	**3,718,856**	3,718,856	3,718,856
2020	**3,608,856**	3,608,856	3,608,856
2021	**3,608,856**	3,608,856	3,608,856
2022 through 2041	**39,620,650**	41,364,350	38,002,999
Total	**59,796,519**	70,186,342	63,583,635

Operating lease payments represent mainly rentals payable by the Group for mining lease areas. Leases are negotiated for an average term of 15 to 30 years.

44. Commitments and contingent liabilities

44.1 Commitments

	September 30, 2016	September 30, 2015	December 31, 2015
Capital expenditures:			
Contracted for	**4,157,090,535**	12,476,547,533	9,798,486,724
Guarantees:			
Guarantees in favor of Saudi Aramco, for future diesel and gas feedstock supplies	**302,492,405**	276,293,968	302,492,405
Guarantees in favor of Ministry of Energy, Industry and Mineral Resources for future purified phosphoric acid project, fuel and feed stocks supplies	**262,500,000**	-	262,500,000
Guarantees in favor of SIDF and other financial institutions for financing facilities available to:**			
MGBM	**1,379,000,000**	-	1,379,000,000
MAC	**449,400,000**	449,400,000	449,400,000
MRC	**449,400,000**	449,400,000	449,400,000
MBAC	**674,100,000**	674,100,000	674,100,000
MPC	**420,000,000**	420,000,000	420,000,000
SAMAPCO	**450,000,000**	450,000,000	450,000,000
MBCC	**375,000,000**	375,000,000	375,000,000
Sub-total	**4,196,900,000**	2,817,900,000	4,196,900,000
Guarantee in favor of Saudi Ports Authority	**18,512,402**	16,071,229	18,162,608
Others	**39,617,412**	157,080	41,106,162
Total	**4,820,022,219**	3,110,422,277	4,821,161,175

44.1 Commitments (continued)

*Ma'aden has received a back-to-back letter of credit, for the development of the aluminium project, from Alcoa Inc. for their proportionate share of 25.1% in aluminium companies, of the total amount of letter of credits submitted by Ma'aden to the Government.

**Ma'aden guarantees to SIDF and other financial institutions for granting financing facilities as follows:

- MAC, MRC and MBAC to the extent of its shareholding of 74.9% (Note 27.1 and 27.2)
- MGBM to the extent of its shareholding of 100% (Note 27.4) and
- SAMAPCO and MBCC to the extent of its shareholding of 50%

44.2 Contingent liabilities

The Group has contingent liabilities from time to time with respect to certain disputed matters, including claims by and against contractors and lawsuits and arbitrations involving a variety of issues. These contingent liabilities arise out of the ordinary course of business. It is not anticipated that any material liabilities will be incurred as a result of these contingent liabilities. There are no material environmental obligations or decommissioning liabilities.

45. Financial risk management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value risk, commission rate risk and commodity price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial performance.

45.1 Currency risk

Is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Group transactions are principally in Saudi Riyals and US Dollars. Management monitors the fluctuations in currency exchange rates and believes that the currency risk is not significant.

45.2 Fair value risk

Is the amount for which an asset could be exchanged, or a liability settled between knowledgeable willing parties in an arm's length transaction. As the Group's financial instruments are compiled under the historical cost convention, differences can arise between the book values and fair value estimates. Management believes that the fair values of the Group's financial assets and liabilities are not materially different from their carrying values.

45.3 Commission rate risk

Is the exposure to various risks associated with the effect of fluctuations in the prevailing commission rates on the Group's financial position and cash flows. The Group's commission rate risks arise mainly from its short-term investments and long term-borrowings, which are at floating rate of commission and are subject to re-pricing on a regular basis. The Group monitors the fluctuations in commission rate.

Based on the Groups net debt outstanding as at September 30, 2016, the effect on its annual net earnings of a 1% movement in the US Dollar LIBOR and SAR SIBOR commission rate would be SAR 457 million (September 30, 2015: SAR 385 million and December 31, 2015: SAR 408 million). These effects will not remain consistent throughout 2016 due to drawdown and repayment of long-term borrowing facilities.

45.4 Commodity price risk

Most of the commodities sold by the Group are priced in an active market in which prices respond to daily changes in quantities. The Group's normal policy is to sell its products at prevailing market prices. The Group does not generally believe commodity price hedging would provide long-term benefit to the shareholders.

45.5 Credit risk

Is the risk that one party will fail to discharge an obligation and cause the other party to incur a financial loss. The Group is exposed to credit risk from its operating activities (pertaining to trade receivables mainly). However, the cash collection is made at time of sales delivery and from its financing activities, including deposits with banks and financial institutions. Credit limits are established for all customers based on internal rating criteria. Outstanding trade receivables are regularly monitored and any credit concerns highlighted to senior management. Cash and short-term investments are substantially placed with commercial banks with sound credit ratings.

The Group currently has three major customers which account for sales of approximately SAR 2,495 million, representing 35% of the Group's sales for the period ended September 30, 2016 (September 30, 2015: SAR 2,823 million representing 34% of the Group's sales and December 31, 2015: SAR 4,544 million representing 41% of Group's sales from three major customers). Trade receivables are carried net of allowance for doubtful debts, if needed.

45.6 Liquidity risk

Is the risk that the Group will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from an inability to sell a financial asset quickly at an amount close to its fair value. Liquidity risk is managed by monitoring on a regular basis that sufficient funds are available to meet any future commitments.

46. Events after the reporting date

On October 1, 2016, the Company announced the commencement of commercial production at bauxite mine and alumina refinery of its subsidiary MBAC. The alumina refinery has a designed production capacity of 1.8 million tonnes of alumina per year. At full production the alumina refinery will fully meet the Ma'aden smelter requirement of 1.4 million tonnes of alumina per year with surplus production to be sold into regional and international markets. The financial impact of this event will be reflected from the fourth quarter of 2016 onwards.

No other events have arisen subsequent to September 30, 2016 and before the date of signing of the external auditor's review report, that could have a significant effect on the consolidated interim financial statements as at September 30, 2016.

47. Comparative figures

Certain comparative figures of the previous quarter / period / year have been reclassified, wherever necessary, to conform with the current quarter's / period's presentation. Such reclassifications did not affect either the net worth or the net income of the Group for the previous quarter / period / year.

48. Contingent assets held and liabilities incurred under fiduciary administration

On January 6, 2013 MIC, a wholly owned subsidiary of Ma'aden, received an amount of USD 140 million (in a fiduciary capacity) from the Ministry of Finance of the Kingdom of Saudi Arabia, in accordance with the Council of Ministers' Resolution No 87, dated 28 Rabi ul Awal 1433H (corresponding to February 20, 2012), for the purpose of establishing an industrial city in the Northern Borders Province, by the name of "Waad Al-Shamal City for Mining Industries". The aggregate amount represents part payment of the following two amounts approved by the Council of Ministers:

- USD 500 million for the design and construction of the basic infrastructure and required utilities of the industrial city, and
- USD 200 million for the design and construction of the housing and required social facilities for the proposed industrial city.

An additional amount of USD 250 million has been received during the year ended December 31, 2014 and these amounts have been deposited in a separate bank account and does not form part of MIC's available cash resources and has been accounted for in its own standalone accounting records and has not been integrated with MIC's accounting records. Therefore the total amount received from the USD 700 million approved by the Council of Ministers, equals USD 390 million, with the remaining balance still to be received of USD 310 million. The amounts can only be utilized for the designated purpose in accordance with the Council of Ministers Resolution and replenished based on the presentation of supporting documents for the expenditures incurred, in accordance with the applicable Governments Regulations. Total net assets of the project as of September 30, 2016 amounted to SAR 1,462,500,000 (September 30, 2015: SAR 1,462,500,000 and December 31, 2015: SAR 1,462,500,000).

(All amounts in Saudi Riyals unless otherwise stated)

49. Detailed information about the subsidiaries and jointly controlled entities

		Issued and paid-up share capital			Effective group interest %			Cost of investment by parent company		
Subsidiaries	**Nature of business**	**Sep 30, 2016**	**Sep 30, 2015**	**Dec 31, 2015**	**Sep 30, 2016**	**Sep 30, 2015**	**Dec 31, 2015**	**Sep 30, 2016**	**Sep 30, 2015**	**Dec 31, 2015**
Ma'aden Gold and Base Metals Company ("MGBM")	Gold mining	**867,000,000**	867,000,000	867,000,000	**100**	100	100	**867,000,000**	867,000,000	867,000,000
Ma'aden Infrastructure Company ("MIC")	Manage and develop infrastructure projects	**500,000**	500,000	500,000	**100**	100	100	**500,000**	500,000	500,000
Industrial Minerals Company ("IMC")	Kaolin, low grade bauxite and magnesite mining	**344,855,200**	344,855,200	344,855,200	**100**	100	100	**344,855,200**	344,855,200	344,855,200
Ma'aden Aluminium Company ("MAC")	Aluminium ingots, T-shape ingots, slabs and billets	**6,573,750,000**	6,573,750,000	6,573,750,000	**74.9**	74.9	74.9	**4,923,738,750**	4,923,738,750	4,923,738,750
Ma'aden Rolling Company ("MRC")	Aluminium sheets for can body and lids	**2,477,371,807**	2,449,008,348	2,449,008,348	**74.9**	74.9	74.9	**1,855,551,483**	1,834,307,253	1,834,307,253
Ma'aden Bauxite and Alumina Company ("MBAC")	Bauxite mining and refining	**4,828,464,412**	4,806,784,758	4,806,784,758	**74.9**	74.9	74.9	**3,616,519,845**	3,600,281,784	3,600,281,784
Ma'aden Phosphate Company ("MPC")	Phosphate mining and fertilizer producer	**6,208,480,000**	6,208,480,000	6,208,480,000	**70**	70	70	**4,345,936,000**	4,345,936,000	4,345,936,000
Ma'aden Wa'ad Al Shamal Phosphate Company ("MWSPC")	Phosphate mining and fertilizer producer	**5,505,001,875**	4,005,001,875	5,505,001,875	**60**	60	60	**3,303,001,125**	2,403,001,125	3,303,001,125
								19,257,102,403	18,319,620,112	19,219,620,112
Jointly controlled entities										
Sahara and Ma'aden Petrochemical Company ("SAMAPCO")	Production of concentrated caustic soda and ethylene dichloride	**900,000,000**	900,000,000	900,000,000	**50**	50	50	**450,000,000**	450,000,000	450,000,000
Ma'aden Barrick Copper Company ("MBCC")	Production of copper and associated minerals	**404,965,291**	10,000,000	404,965,291	**50**	50	50	**202,482,646**	5,000,000	202,482,646
Total								**652,482,646**	455,000,000	652,482,646

All the subsidiaries and jointly controlled entities listed above are incorporated in the Kingdom of Saudi Arabia.