



ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020

ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)



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INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
AND INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF ADVANCED PETROCHEMICAL COMPANY (A SAUDI JOINT STOCK COMPANY)

Introduction:

We have reviewed the accompanying interim condensed consolidated statement of financial position of Advanced Petrochemical Company ("the Company"), a Saudi Joint Stock Company, and its subsidiaries (collectively referred to as "the Group") as at 31 March 2020, and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review:

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" endorsed in the Kingdom of Saudi Arabia. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing that are endorsed in the Kingdom of Saudi Arabia and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects in accordance with IAS 34 endorsed in the Kingdom of Saudi Arabia.

For Ernst & Young

Marwan Al Afaliq
Certified Public Accountant
License No. 422

10 Ramadhan 1441H
3 May 2020

Alkhobar



ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)



INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020
(All amounts in Saudi Riyals thousands unless otherwise stated)

	<i>Notes</i>	For the three-month period ended 31 March	
		2020 <i>(Unaudited)</i>	2019 <i>(Unaudited)</i>
Sales		534,521	647,967
Cost of sales		<u>(380,151)</u>	<u>(454,060)</u>
GROSS PROFIT		154,370	193,907
Selling and distribution expenses		(5,950)	(6,473)
General and administration expenses		<u>(23,217)</u>	<u>(35,695)</u>
OPERATING PROFIT		125,203	151,739
Finance costs		(211)	(10,878)
Share in results of an associate		(18,187)	20,699
Other income, net		<u>628</u>	<u>6,746</u>
PROFIT BEFORE ZAKAT AND INCOME TAX		107,433	168,306
Zakat and income tax		<u>(3,102)</u>	<u>(6,430)</u>
PROFIT FOR THE PERIOD		<u>104,331</u>	<u>161,876</u>
Earnings per share			
- Basic and diluted	12	<u>0.482</u>	<u>0.748</u>


KHALIFA A. AL-MULHEM
Chairman of the Board


FAHAD S. AL-MATRAFI
President & CEO


PATRICK TOWNSEND
Chief Financial Officer

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The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.

ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)




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INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020

(All amounts in Saudi Riyals thousands unless otherwise stated)

	For the three-month period ended 31 March	
	2020 <i>(Unaudited)</i>	2019 <i>(Unaudited)</i>
PROFIT FOR THE PERIOD	104,331	161,876
OTHER COMPREHENSIVE INCOME		
<i>Other comprehensive (loss) to be reclassified to profit or loss in subsequent periods:</i>		
Exchange differences on translation of investment in an associate	<u>(31,776)</u>	<u>(9,742)</u>
<i>Net other comprehensive (loss) to be reclassified to profit or loss in subsequent periods</i>	<u>(31,776)</u>	<u>(9,742)</u>
<i>Other comprehensive (loss)/income not to be reclassified to profit or loss in subsequent periods:</i>		
Unrealized fair value (losses)/gains on equity investment at fair value through other comprehensive income	<u>(185,028)</u>	<u>116,844</u>
<i>Net other comprehensive (loss)/income not to be reclassified to profit or loss in subsequent periods</i>	<u>(185,028)</u>	<u>116,844</u>
Other comprehensive (loss)/income for the period	<u>(216,804)</u>	<u>107,102</u>
Total comprehensive (loss)/income for the period	<u>(112,473)</u>	<u>268,978</u>


KHALIFA A. AL-MULHEM
Chairman of the Board


FAHAD S. AL-MATRAFI
President & CEO


PATRICK TOWNSEND
Chief Financial Officer

The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.



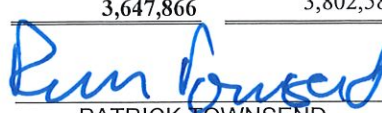
ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)



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INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

(All amounts in Saudi Riyals thousands unless otherwise stated)

	Notes	31 March 2020 (Unaudited)	31 December 2019 (Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment		1,760,309	1,778,970
Right-of-use assets		13,097	13,397
Investment in an associate	6	587,520	637,483
Investment in an unconsolidated subsidiary		376	376
Equity investment at fair value through other comprehensive income		397,420	582,448
Other non-current assets	7	255,430	259,953
TOTAL NON-CURRENT ASSETS		3,014,152	3,272,627
CURRENT ASSETS			
Inventories		128,001	131,989
Trade receivables		288,522	311,056
Prepayments and other current assets		52,752	39,017
Cash and cash equivalents		164,439	47,899
TOTAL CURRENT ASSETS		633,714	529,961
TOTAL ASSETS		3,647,866	3,802,588
EQUITY AND LIABILITIES			
EQUITY			
Share capital	1	2,164,734	2,164,734
Statutory reserve		636,943	636,943
Other components of equity	5	(133,079)	83,725
Retained earnings		287,845	464,929
TOTAL EQUITY		2,956,443	3,350,331
NON-CURRENT LIABILITIES			
Non-current portion of lease liability		11,432	12,338
Employees' defined benefit liabilities and other benefits		114,746	110,561
Deferred tax liabilities, net		1,016	1,016
TOTAL NON-CURRENT LIABILITIES		127,194	123,915
CURRENT LIABILITIES			
Current portion of lease liability		1,190	1,190
Trade payable		84,056	88,030
Accruals and other current liabilities		163,847	208,275
Zakat and income tax provision		28,535	25,433
Dividend payable		286,601	5,414
TOTAL CURRENT LIABILITIES		564,229	328,342
TOTAL LIABILITIES		691,423	452,257
TOTAL EQUITY AND LIABILITIES		3,647,866	3,802,588
			
KHALIFA A. AL-MULHEM Chairman of the Board	FAHAD S. AL-MATRAFI President & CEO	PATRICK TOWNSEND Chief Financial Officer	

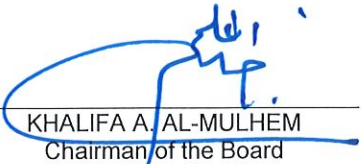
The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.



INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020

(All amounts in Saudi Riyals thousands unless otherwise stated)

	<u>Other components of equity</u>					
	<u>Share capital</u>	<u>Statutory reserve</u>	<u>Fair value reserve</u>	<u>Foreign currency translation reserve</u>	<u>Retained earnings</u>	<u>Total equity</u>
At 1 January 2019	1,967,940	561,012	138,286	18,753	538,331	3,224,322
Profit for the period	-	-	-	-	161,876	161,876
Other comprehensive income/(loss) for the period	-	-	116,844	(9,742)	-	107,102
Total comprehensive income/(loss) for the period	-	-	116,844	(9,742)	161,876	268,978
Dividends	-	-	-	-	(275,512)	(275,512)
At 31 March 2019 (<i>Unaudited</i>)	<u>1,967,940</u>	<u>561,012</u>	<u>255,130</u>	<u>9,011</u>	<u>424,695</u>	<u>3,217,788</u>
At 1 January 2020	2,164,734	636,943	83,150	575	464,929	3,350,331
Profit for the period	-	-	-	-	104,331	104,331
Other comprehensive loss for the period	-	-	(185,028)	(31,776)	-	(216,804)
Total comprehensive loss for the period	-	-	(185,028)	(31,776)	104,331	(112,473)
Dividends (note 9)	-	-	-	-	(281,415)	(281,415)
At 31 March 2020 (<i>Unaudited</i>)	<u>2,164,734</u>	<u>636,943</u>	<u>(101,878)</u>	<u>(31,201)</u>	<u>287,845</u>	<u>2,956,443</u>


KHALIFA A. AL-MULHEM
Chairman of the Board


FAHAD S. AL-MATRAFI
President & CEO


PATRICK TOWNSEND
Chief Financial Officer

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The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.




INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020

(All amounts in Saudi Riyals thousands unless otherwise stated)

	31 March 2020 <i>(Unaudited)</i>	31 March 2019 <i>(Unaudited)</i>
OPERATING ACTIVITIES		
Profit before zakat and income tax	107,433	168,306
Adjustment to reconcile profit before zakat and income tax to net cash flows:		
Depreciation	53,883	53,146
Depreciation of right-of-use assets	300	300
Finance costs	211	10,878
Share in results of an associate	18,187	(20,699)
Employees' defined benefits liabilities and other benefits	4,433	4,806
	<u>184,447</u>	<u>216,737</u>
Working capital adjustments:		
Trade receivables	22,534	(46,963)
Prepayments and other current assets	(13,735)	10,992
Inventories	3,988	5,524
Trade payable	(3,974)	(59,113)
Accruals and other current liabilities	(44,429)	(15,971)
Cash from operating activities	<u>148,831</u>	<u>111,206</u>
Employees' defined benefits liabilities and other benefits paid	(248)	(392)
Finance costs paid	(210)	(86)
Zakat and income tax paid	-	(1)
Net cash flows from operating activities	<u>148,373</u>	<u>110,727</u>
INVESTING ACTIVITIES		
Additions to short term investments	-	(40,000)
Additions to property, plant and equipment	(35,222)	(12,006)
Net movement in other non-current assets	4,523	2,599
Net cash flows used in investing activities	<u>(30,699)</u>	<u>(49,407)</u>
FINANCING ACTIVITIES		
Payment of lease liabilities	(906)	(650)
Dividends paid	(228)	(12)
Net cash flows used in financing activities	<u>(1,134)</u>	<u>(662)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	<u>116,540</u>	<u>60,658</u>
Cash and cash equivalents at the beginning of the period	<u>47,899</u>	<u>192,720</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>164,439</u>	<u>253,378</u>


KHALIFA A. AL-MULHEM
Chairman of the Board


FAHAD S. AL-MATRAFI
President & CEO


PATRICK TOWNSEND
Chief Financial Officer

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The attached notes 1 to 14 form an integral part of these interim condensed consolidated financial statements.

ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020

(All amounts in Saudi Riyals thousands unless otherwise stated)

1. CORPORATE INFORMATION

Advanced Petrochemical Company (the “Company”) is a Saudi joint stock company registered in Dammam, Kingdom of Saudi Arabia under commercial registration number 2050049604 dated 27 Sha’ban, 1426H (corresponding to October 1, 2005). The paid-up share capital of the Company is SR 2,164,734,000 divided into 216,473,400 shares of SR 10 each. In 2019, the Company’s extraordinary General Assembly meeting held on 18 Muharram, 1441H (corresponding to 17 September 2019), an increase in share capital by 10% was approved by the shareholders by way of issuance of bonus shares. The number of shares increased from One Hundred Ninety Six Million Seven Hundred Ninety Four Thousand (196,794,000) shares to Two Hundred Sixteen Million Four Hundred Seventy Three Thousand Four Hundred (216,473,400) shares. The earning per share (note 12) for the comparative period has been adjusted retrospectively to reflect the treatment of effect of issuance of bonus shares as required by the relevant accounting standard. Certain legal formalities relating to the above were completed in 2019.

The interim condensed consolidated financial statements as at 31 March 2020 include the financial statements of the Company and the following subsidiaries (collectively referred to as the “Group”):

	<u>Effective ownership</u>
Advanced Renewable Energy Company (“AREC”) - note (a)	100%
Advanced Global Investment Company (“AGIC”) - note (b)	100%

Notes:

- a- Advanced Renewable Energy Company (“AREC”), is a mixed limited liability company registered in Jubail, Kingdom of Saudi Arabia under commercial registration No. 2055015327 dated 27 Rabi’I 1433H (corresponding to 19 February 2012). 5% of this investment is held under a related party’s name, on behalf of the Company. The related party has assigned its share to the Company and accordingly, the Group included 100% financial statements of AREC in the interim condensed consolidated financial statements.
- b- Advanced Global Investment Company (“AGIC”) is a mixed limited liability company registered in Jubail, Kingdom of Saudi Arabia under commercial registration No. 2055017024 dated 12 Ramadan 1433H (corresponding to 1 August 2012). 5% of this investment is held under a related party’s name, on behalf of the Company. The related party has assigned its share to the Company and accordingly, the Group included 100% financial statements of AGIC in the interim condensed consolidated financial statements.

During 2014, AGIC made 100% investment in Advanced Global Holding Limited (“AGHL”), a limited liability company incorporated in Luxembourg. AGHL has not been consolidated in these interim condensed consolidated financial statements due to immaterial financial position.

The Group is licensed to engaged in production and selling Polypropylene, Polysilicon and Polysilicon downstream products which includes Photovoltaic cells and Photovoltaic, and establishing, operating and investing in industrial projects including petrochemical, chemical, basic and conversion industries and industries relating to renewable energy both within and outside the Kingdom of Saudi Arabia.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These interim condensed consolidated financial statements have been prepared using historical cost convention except for equity investments at fair value through other comprehensive income (“FVOCI”) which is measured at fair value. For employees’ defined benefit liabilities, actuarial present value calculation is used. These interim condensed consolidated financial statements are prepared in Saudi Riyals, which is both the functional and presentation currency of the Group. These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34, “Interim Financial Reporting” (“IAS 34”) as endorsed by Saudi Organization for Certified Public Accountant (“SOCPA”) in the Kingdom of Saudi Arabia. These interim condensed consolidated financial statements include all the disclosures required for interim condensed consolidated financial statements but do not include all of the disclosures required for the consolidated annual financial statements.



2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE (Continued)

These interim condensed consolidated financial statements of the Group were approved on 3 May 2020.

Basis of consolidation

These interim condensed consolidated financial statements comprise the financial statements of the Company and its subsidiaries as at 31 March 2020. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights results in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of comprehensive income from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the shareholders of the Group to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it derecognizes the related assets (including goodwill), liabilities, non-controlling interest and other components of equity, while any resultant gain or loss is recognized in profit or loss. Any investment retained is recognized at fair value.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Group's interim condensed financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. The outbreak of novel coronavirus ("COVID-19") since early 2020, its spread across mainland China and then globally caused disruptions to businesses and economic activity globally including the Kingdom of Saudi Arabia and the declaration of this pandemic by the World Health Organization necessitated the Group's management to revisit its significant judgments in applying the Group's accounting policies and the methods of computation and the key sources of estimation applied to the annual financial statements for the year ended 31 December 2019. Whilst it is challenging now, to predict the full extent and duration of its business and economic impact, the Group's management carried out an impact assessment on the overall Group's operations and business aspects including factors like supply chain, travel restrictions, oil prices, product demand, etc. and concluded that, as of the issuance date of these interim condensed financial statements, no significant changes are required to the judgments and key estimates. However, the view of the current uncertainty, any future change in the assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amounts of the assets or liabilities affected in the future periods. As the situation is rapidly evolving with future uncertainties, management will continue to assess the impact based on prospective developments.



4. NEW AND AMENDED STANDARDS AND INTERPRETATIONS

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2019, except for the adoption of new standards effective as of 1 January 2020. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments and interpretations apply for the first time in 2020, but do not have an impact on the interim condensed consolidated financial statements of the Group.

5. OTHER COMPONENTS OF EQUITY

	31 March 2020	31 December 2019
	<i>(Unaudited)</i>	<i>(Audited)</i>
Fair value reserve	(101,878)	83,150
Foreign currency translation reserve	(31,201)	575
	<u>(133,079)</u>	<u>83,725</u>

6. INVESTMENT IN AN ASSOCIATE

	31 March 2020	31 December 2019
	<i>(Unaudited)</i>	<i>(Audited)</i>
At the beginning of the period/year	637,483	579,074
Share in results of an associate	(18,187)	76,587
Exchange differences on translation of investment in an associate	(31,776)	(18,178)
At the end of the period/year	<u>587,520</u>	<u>637,483</u>

The Group has an investment in SK Advanced Co. Limited, classified as investment in an associate in these interim condensed consolidated financial statements. It was incorporated in accordance with the Commercial Act of the Republic of Korea and its shareholders are SK Gas Co. Limited 45%, AGIC 30% and 25% by Petrochemical Industries Company K.S.C. It operates a PDH Plant with nameplate capacity of 600,000 MT per annum.

7. OTHER NON-CURRENT ASSETS

	31 March 2020	31 December 2019
	<i>(Unaudited)</i>	<i>(Audited)</i>
Employees' home ownership program (note a)	249,929	254,452
Others	5,501	5,501
	<u>255,430</u>	<u>259,953</u>

- a) It represents balances related to employees' Home Ownership Program (HOP). The Group started building residential houses for its employees in 2013. In May 2016, completed housing units were distributed to direct hire Saudi employees under a long term repayment agreement in Phase-I. Further, in July 2019, additional completed housing units were distributed in Phase-2. The employees pay 17% of their monthly basic salary in addition to their housing allowance which is being applied as loan repayment/installment until the total HOP loan is fully repaid. As at reporting date, SR 249.93 million represents non-current portion and SR 17.48 million represents current portion.



8. RELATED PARTY TRANSACTION AND BALANCES

Related parties represent major shareholders, associated company, key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by such parties.

During the period, no significant transactions with the related parties resulting in the balances other than those disclosed in note 1 to the interim condensed consolidated financial statements.

Key management personnel compensation

	For the three-month period ended 31 March 2020 (Unaudited)	For the three-month period ended 31 March 2019 (Unaudited)
Short-term employee benefits	6,653	7,205
End of service termination benefits	398	1,291
	7,051	8,496

The amounts disclosed in the table are the amounts recognized as an expense during the reporting period related to key management personnel.

9. DIVIDENDS

On 31 March 2020, the Board of Directors resolved to distribute interim cash dividend for the first quarter of 2020 of SR 0.65 per share (totaling SR 141 million).

On 8 December 2019, the Board of Directors proposed to distribute final cash dividend of SR 0.65 per share (totaling SR 141 million) for the fourth quarter of 2019. This has been approved by the General Assembly in their meeting held on 31 March 2020.

10. COMMITMENTS AND CONTINGENCIES

At 31 March 2020, Capital commitments contracted but not yet incurred amounted to SR 222.5 million in respect of the new PDH and PP project (2019: SR 20.4 million).

The Group has signed a five years agreement for the purchase of 80,000 MT per annum of propylene (an intermediate product) which have been used in the production of polypropylene since 1 October 2014. In 2017, this agreement is extended up to 31 July 2023 with increase in the quantity to 100,000 MT per annum.

Contingencies

The Group's banker has given payment guarantees on behalf of the Group in favor of Saudi Aramco for the propane and sales gas supply agreements and others amounting to SR 301.95 million (2019: SR 301.95 million).

11. SEGMENT INFORMATION

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

The Group's management is of the view that all activities and operations of the Group comprise of a single operating segment for the purpose of decision making with respect to performance appraisal and resources allocation.

Substantial portion of the Group's sales are made to the marketers and Group's operations are related to one operating segment. Accordingly, segmental analysis by geographical and operating segment has not been presented.

Operating assets of the Group are located in the K.S.A. The sales are geographically distributed between domestic sales in the Kingdom representing less than 5% of the total sales and overseas sales represent more than 95% of the total sales.

ADVANCED PETROCHEMICAL COMPANY AND ITS SUBSIDIARIES
(A SAUDI JOINT STOCK COMPANY)



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2020
(All amounts in Saudi Riyals thousands unless otherwise stated)

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12. EARNINGS PER SHARE

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders of the Group by the weighted average number of ordinary shares during the period.

The earnings per share for the comparative period has been adjusted retrospectively as explained in Note 1.

The following reflects the income and share data used in the basic and diluted earnings per share computations:

	For the three-month period ended 31 March 2020 <i>(Unaudited)</i>	For the three-month period ended 31 March 2019 <i>(Unaudited)</i>
Net profit attributable to equity holders of the Group	104,331	161,876
Weighted average number of ordinary shares ('000)	216,473	216,473
Earnings Per Share (SR)	0.482	0.748

There has been no item of dilution affecting the weighted average number of ordinary shares.

13. SUBSEQUENT EVENT

In the opinion of management, there have been no significant subsequent events since the period ended 31 March 2020 that would have a material impact on the financial position of the Group as reflected in these interim condensed consolidated financial statements.

14. COMPARATIVE AMOUNTS

Certain of the prior year/period figures have been reclassified to conform to the presentation in the current period.