

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

Condensed consolidated interim financial statements
for the quarter and nine months ended 30 September 2023 (Unaudited)

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Commercial registration number 1010164391

Directors*

H.E. Yaser Bin Othman Al-Rumayyan
H.E. Eng. Khalid bin Saleh Almodaifer
Mr. Richard O'Brien
Ms. Sofia Bianchi
Dr. Ganesh Kishore
Dr. Mohammed Bin Yahya Al-Qahtani
Mr. Robert Wilt
H.E. Ahmed Abdulaziz Alhakbani
Mr. Abdallah bin Saleh bin Juma'ah
Eng. Nabilah bint Mohammed AlTunisi
Dr. Manar Moneef Almoneef

Registered address

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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

Auditors

PricewaterhouseCoopers
Kingdom Tower - 21st Floor
King Fahad Road
Riyadh 11414
Kingdom of Saudi Arabia

*The shareholders in their General Assembly meeting held on 25 September 2023 elected the Board of Directors for the next term, which begins on 25 October 2023 for a period of 3 years and ends on 24 October 2026.

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 auditor in relation to the condensed consolidated interim financial statements of Saudi Arabian Mining Company (Ma'aden) (the "Company") and its subsidiaries (the "Group").

Management is responsible for the preparation and presentation of the condensed consolidated interim financial statements that present the condensed consolidated interim financial position of the Group as at 30 September 2023, its condensed consolidated interim financial performance for the quarter and nine months ended 30 September 2023, its condensed consolidated interim changes in equity and cash flows for the nine months then ended, in accordance with International Accounting Standard 34 – Interim Financial Reporting ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and should be read in conjunction with the Group's last annual consolidated financial statements for the year ended 31 December 2022.

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

- selecting suitable accounting policies and applying them consistently,
- making judgments and estimates that are reasonable and prudent,
- stating whether IAS 34 that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by SOCPA, have been followed, subject to any material departures disclosed and explained in the condensed consolidated interim financial statements, and
- preparing and presenting the condensed consolidated interim financial statements on a going concern basis, unless it is inappropriate to presume that the Group and the companies will continue their business for the foreseeable future.

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 applicable International Financial Reporting Standards ("IFRS") 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 condensed consolidated interim financial statements for the quarter and nine months ended 30 September 2023 set out on pages 5 to 37, were approved and authorized for issue by the Board of Directors on 30th October 2023 and signed on their behalf by:

Mr. Robert Wilt
Chief Executive Officer and
Authorized by the Board

Mr. Louis Irvine
Executive Vice-President, Finance and
Chief Financial Officer

15th Rabi Al-Akhar, 1445H
30th October 2023
Riyadh
Kingdom of Saudi Arabia



Report on review of Condensed Consolidated Interim Financial Statements

To the shareholders of Saudi Arabian Mining Company (Ma'aden):
(A Saudi Arabian Joint Stock Company)

Introduction

We have reviewed the accompanying condensed 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 of 30 September 2023 and the related condensed consolidated statements of profit or loss and comprehensive income for the three-month and nine-month periods then ended and the condensed consolidated interim statements of changes in equity and cash flows for the nine-month period ended 30 September 2023 and other explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 - "Interim Financial Reporting" ("IAS 34"), as endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these condensed consolidated interim 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", as endorsed in the Kingdom of Saudi Arabia. A review of interim financial information 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, as 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 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34, as endorsed in the Kingdom of Saudi Arabia.

PricewaterhouseCoopers

A blue ink signature of Bader I. Benmohareb, consisting of a stylized 'B' and 'I' followed by a horizontal line.

Bader I. Benmohareb
License Number 471

2 November 2023

SAUDI ARABIAN MINING COMPANY (MA'ADEN)
(A Saudi Arabian joint stock company)
Condensed consolidated interim statement of profit or loss
for the quarter and nine months ended 30 September 2023 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)



	Notes	Quarter ended		Nine months ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
Sales	6	6,225,998,107	10,014,421,018	21,237,361,058	30,804,658,022
Cost of sales		(5,297,012,757)	(6,440,593,422)	(17,106,890,665)	(17,188,772,880)
Gross profit		928,985,350	3,573,827,596	4,130,470,393	13,615,885,142
Operating expenses					
Selling, marketing and logistics expenses		(114,790,990)	(215,023,718)	(437,266,634)	(637,300,632)
General and administrative expenses		(477,375,373)	(371,634,651)	(1,335,843,539)	(1,086,418,819)
Exploration and technical services expenses		(125,236,622)	(33,422,184)	(321,411,881)	(122,267,016)
Expected credit loss allowance		412,181	-	(50,354,062)	-
Operating profit		211,994,546	2,953,747,043	1,985,594,277	11,769,898,675
Other income / (expenses)					
Income from time deposits		198,794,423	82,669,643	613,660,597	141,430,094
Finance cost		(615,254,837)	(376,860,221)	(1,773,669,012)	(969,351,234)
Other income / (expenses), net		42,900,567	167,096,494	60,932,979	118,773,532
Share in net profit of joint ventures that have been equity accounted		40,490,706	74,847,550	222,786,009	444,541,411
(Loss) / profit before zakat, income tax and severance fees		(121,074,595)	2,901,500,509	1,109,304,850	11,505,292,478
Income tax	16.1	(10,126,229)	(66,542,344)	776,901	(251,088,982)
Zakat expense	16.1	(117,155,160)	(94,321,107)	(302,361,107)	(396,414,097)
Severance fees	16.2	48,628,681	-	(219,174,939)	-
(Loss) / profit for the quarter / period		(199,727,303)	2,740,637,058	588,545,705	10,857,789,399
(Loss) / profit for the quarter / period is attributable to:					
Ordinary shareholders of the parent company		(83,435,885)	2,102,534,770	686,924,983	8,302,573,888
Non-controlling interest		(116,291,418)	638,102,288	(98,379,278)	2,555,215,511
		<u>(199,727,303)</u>	<u>2,740,637,058</u>	<u>588,545,705</u>	<u>10,857,789,399</u>
(Loss) / earnings per ordinary share (Saudi Riyals)					
Basic and diluted (loss) / earnings per share from continuing operations attributable to ordinary shareholders of the parent company	7	(0.02)	0.57	0.19	2.25

Mr. Robert Wilt
Chief Executive Officer and
Authorized by the Board

Mr. Louis Irvine
Executive Vice-President, Finance and
Chief Financial Officer

SAUDI ARABIAN MINING COMPANY (MA'ADEN)
(A Saudi Arabian joint stock company)
Condensed consolidated interim statement of comprehensive income
for the quarter and nine months ended 30 September 2023 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)



	Note	Quarter ended		Nine months ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
(Loss) / profit for the quarter / period		(199,727,303)	2,740,637,058	588,545,705	10,857,789,399
Other comprehensive (loss) / income					
<i>Items that may be reclassified to profit or loss in subsequent periods</i>					
(Loss) / gain on exchange differences on translation		(8,356,156)	(7,927,246)	25,390,196	(80,798,328)
Cash flow hedge – changes in fair value and transfer to profit or loss, net	18	(17,528,943)	71,685,199	(39,445,590)	297,596,597
<i>Items that will not be reclassified to profit or loss in subsequent periods</i>					
Share in other comprehensive income / (loss) of a joint venture that has been equity accounted		-	-	(509,672)	1,448,695
Change in fair value of investment classified as fair value through other comprehensive income	1(f)	(18,485,287)	-	(18,485,287)	-
Other comprehensive (loss) / income for the quarter / period		(44,370,386)	63,757,953	(33,050,353)	218,246,964
Total comprehensive (loss) / income for the quarter / period		(244,097,689)	2,804,395,011	555,495,352	11,076,036,363
Total comprehensive (loss) / income for the quarter / period is attributable to:					
Ordinary shareholders of the parent company		(123,093,150)	2,148,894,282	664,580,162	8,452,183,981
Non-controlling interest		(121,004,539)	655,500,729	(109,084,810)	2,623,852,382
		(244,097,689)	2,804,395,011	555,495,352	11,076,036,363

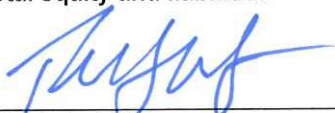
Mr. Robert Wilt
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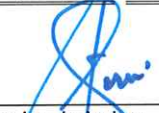
Mr. Louis Irvine
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Chief Financial Officer

SAUDI ARABIAN MINING COMPANY (MA'ADEN)
(A Saudi Arabian joint stock company)
Condensed consolidated interim statement of financial position
as at 30 September 2023 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)



	Notes	30 September 2023	31 December 2022
Assets			
Non-current assets			
Mine properties	8	12,100,389,468	11,641,414,963
Property, plant and equipment	9	58,342,578,750	60,782,265,017
Right-of-use assets	10	1,844,738,236	1,933,166,318
Capital work-in-progress	11	3,480,119,316	2,632,264,787
Intangible assets and goodwill	12	353,203,420	352,865,302
Investment in joint ventures		1,581,112,675	1,295,727,119
Investment at fair value through other comprehensive income	1(f)	458,281,079	-
Deferred tax assets		1,441,983,858	795,766,671
Investment in debt securities		36,266,000	36,266,000
Derivative financial instruments	18	-	98,983,269
Other non-current assets		878,592,688	883,416,630
Total non-current assets		80,517,265,490	80,452,136,076
Current assets			
Derivative financial instruments	18	127,393,740	34,053,290
Advances and prepayments		396,852,908	484,041,350
Inventories		7,438,927,248	6,874,231,243
Trade and other receivables		4,965,668,782	7,368,933,495
Time deposits		7,271,373,484	10,034,634,217
Cash and cash equivalents		7,657,093,468	6,338,244,185
Total current assets		27,857,309,630	31,134,137,780
Total assets		108,374,575,120	111,586,273,856
Equity and liabilities			
Equity			
Share capital	13	36,917,734,380	24,611,822,920
Statutory reserve		-	2,508,926,200
Other reserves	14	(109,185,445)	(120,164,957)
Retained earnings		8,949,520,646	18,068,605,453
Equity attributable to ordinary shareholders of the parent company		45,758,069,581	45,069,189,616
Non-controlling interest		10,185,259,081	10,970,665,499
Total equity		55,943,328,662	56,039,855,115
Non-current liabilities			
Deferred tax liabilities		1,569,714,538	1,106,378,472
Long-term borrowings	15	32,939,431,046	38,051,945,256
Provision for decommissioning, site rehabilitation and dismantling obligations		491,008,234	522,196,141
Non-current portion of lease liabilities		1,425,718,426	1,578,375,271
Employees' benefits		1,195,378,888	1,102,659,912
Trade, projects and other payables		446,215,671	222,191,275
Total non-current liabilities		38,067,466,803	42,583,746,327
Current liabilities			
Trade, projects and other payables		4,561,948,760	4,267,822,976
Accrued expenses		4,701,352,963	4,551,654,359
Zakat and income tax payable		411,432,785	716,892,771
Severance fees payable	16.2	81,652,350	21,886,722
Current portion of long-term borrowings	15	4,263,400,986	3,138,686,170
Current portion of lease liabilities		343,991,811	265,729,416
Total current liabilities		14,363,779,655	12,962,672,414
Total liabilities		52,431,246,458	55,546,418,741
Total equity and liabilities		108,374,575,120	111,586,273,856


Mr. Robert Wilt
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SAUDI ARABIAN MINING COMPANY (MA'ADEN)
(A Saudi Arabian joint stock company)
Condensed consolidated interim statement of changes in equity for the nine months ended 30 September 2023 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)

	Equity attributable to ordinary shareholders of the parent company						Non-controlling interest					Total equity
	Share capital (Note 13)	Share premium	Statutory reserve	Other reserves (Note 14)	Retained earnings	Sub-total	Share capital	Payments to increase share capital*	Other reserves (Note 14)	Profit attributable to non-controlling interest	Sub-total	
1 January 2022 – as previously reported	12,305,911,460	10,739,190,039	1,577,021,485	(110,830,112)	11,139,961,591	35,651,254,463	7,952,771,882	68,155,432	(13,388,368)	309,778,090	8,317,317,036	43,968,571,499
Reclassification of cash flow hedge reserve (Note 14)	-	-	-	(152,019,272)	152,019,272	-	-	-	(50,943,708)	50,943,708	-	-
1 January 2022 - as represented	12,305,911,460	10,739,190,039	1,577,021,485	(262,849,384)	11,291,980,863	35,651,254,463	7,952,771,882	68,155,432	(64,332,076)	360,721,798	8,317,317,036	43,968,571,499
Profit for the period	-	-	-	-	8,302,573,888	8,302,573,888	-	-	-	2,555,215,511	2,555,215,511	10,857,789,399
Other comprehensive income for the period	-	-	-	148,161,398	1,448,695	149,610,093	-	-	68,636,871	-	68,636,871	218,246,964
Total comprehensive income for the period	-	-	-	148,161,398	8,304,022,583	8,452,183,981	-	-	68,636,871	2,555,215,511	2,623,852,382	11,076,036,363
Revaluation loss on put option for non-controlling interest (Note 19)	-	-	-	(7,883,579)	-	(7,883,579)	-	-	-	-	-	(7,883,579)
Dividend attributable to non-controlling interest	-	-	-	-	-	-	-	-	-	(225,000,000)	(225,000,000)	(225,000,000)
Issuance of bonus shares	12,305,911,460	(10,739,190,039)	-	-	(1,566,721,421)	-	-	-	-	-	-	-
30 September 2022	24,611,822,920	-	1,577,021,485	(122,571,565)	18,029,282,025	44,095,554,865	7,952,771,882	68,155,432	4,304,795	2,690,937,309	10,716,169,418	54,811,724,283
1 January 2023	24,611,822,920	-	2,508,926,200	(120,164,957)	18,068,605,453	45,069,189,616	7,952,771,882	68,155,432	9,708,509	2,940,029,676	10,970,665,499	56,039,855,115
Profit / (loss) for the period	-	-	-	-	686,924,983	686,924,983	-	-	-	(98,379,278)	(98,379,278)	588,545,705
Other comprehensive income / (loss) for the period	-	-	-	(21,835,149)	(509,672)	(22,344,821)	-	-	(10,705,532)	-	(10,705,532)	(33,050,353)
Total comprehensive income / (loss) for the period	-	-	-	(21,835,149)	686,415,311	664,580,162	-	-	(10,705,532)	(98,379,278)	(109,084,810)	555,495,352
Transactions with non-controlling interest (Note 14, Note 19)	-	-	-	28,094,276	(8,514,858)	19,579,418	-	-	-	(19,579,418)	(19,579,418)	-
Revaluation loss on put option for non-controlling interest (Note 19)	-	-	-	(7,585,299)	-	(7,585,299)	-	-	-	-	-	(7,585,299)
Dividend attributable to non-controlling interest	-	-	-	-	-	-	-	-	-	(656,742,190)	(656,742,190)	(656,742,190)
Charge for the employees' share-based payment plan which will be equity-settled (Note 14.1)	-	-	-	12,305,684	-	12,305,684	-	-	-	-	-	12,305,684
Issuance of bonus shares (Note 13)	12,305,911,460	(2,508,926,200)	-	-	(9,796,985,260)	-	-	-	-	-	-	-
30 September 2023	36,917,734,380	-	-	(109,185,445)	8,949,520,646	45,758,069,581	7,952,771,882	68,155,432	(997,023)	2,165,328,790	10,185,259,081	55,943,328,662

* These payments, to ultimately increase share capital of the applicable subsidiaries over a period of time, are treated as part of the total equity of these subsidiaries. No shares have been issued as yet, and the Commercial Registration certificate has not yet been amended, but it will be once these payments have been converted to share capital.



Mr. Robert Wilt
Chief Executive Officer and
Authorized by the Board




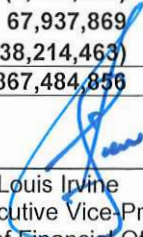
Mr. Louis Irvine
Executive Vice-President, Finance and
Chief Financial Officer

SAUDI ARABIAN MINING COMPANY (MA'ADEN)
(A Saudi Arabian joint stock company)
Condensed consolidated interim statement of cash flows
for the nine months ended 30 September 2023 (Unaudited)
(All amounts in Saudi Riyals unless otherwise stated)



	Notes	Nine months end	
		30 September 2023	30 September 2022
Operating activities			
Profit before zakat, income tax and severance fees		1,109,304,850	11,505,292,478
Adjustments for non-cash flow items:			
Adjustments for exchange differences on translation		27,066,982	(47,952,154)
Property, plant and equipment written-off	9	6,801,011	-
Income from time deposits		(613,660,597)	(141,430,094)
Finance cost		1,773,669,012	969,351,234
Adjustment to mine properties		-	3,787,369
Depreciation of mine properties	8	486,068,790	520,793,625
Adjustment to property, plant and equipment		-	(3,200,003)
(Gain) / loss on derecognition of property, plant and equipment		(4,348,309)	3,575,684
Depreciation of property, plant and equipment	9	3,024,159,681	2,743,483,320
Income earned from insurance claim		-	(194,481,832)
Amortisation of deferred income	1(g)	(10,599,836)	-
Adjustment to right-of-use assets and the lease liabilities		2,556,525	(17,982,932)
Depreciation of right-of-use assets	10	288,893,496	344,727,565
Amortisation of intangible assets	12	37,463,287	36,979,796
Share in net profit of joint ventures that have been equity accounted		(222,786,009)	(444,541,411)
Expected credit loss allowance		50,354,062	16,203,633
Adjustment to mine closure provision		(36,372)	(15,769,797)
Current service cost of employees' benefits		124,596,834	136,373,975
Contribution for the employees' savings plan		44,201,070	118,757,012
Charge for employees' share-based payment plan which will be equity-settled	14.1	12,305,684	-
Provision for severance fees	16.2	43,959,696	165,566,679
Changes in working capital:			
Advances and prepayments		3,989,177	(201,623,198)
Inventories		(560,874,870)	(525,595,973)
Trade and other receivables		2,392,013,648	(2,187,725,901)
Projects and other payables – Trade		244,420,964	894,924,158
Accrued expenses – Trade		187,913,067	(40,635,247)
Derivative interest received / (paid)	18	39,617,975	(91,184,732)
Employees' benefits paid		(62,150,407)	(33,469,519)
Employees' savings plan withdrawal		(38,588,040)	(88,956,726)
Zakat paid		(494,054,163)	(266,275,911)
Income tax paid		(144,963,378)	(140,161,781)
Severance fees paid	16.2	(315,332,152)	(171,692,348)
Finance cost paid		(1,648,633,320)	(799,677,621)
Net cash generated from operating activities		5,783,328,358	12,047,459,348
Investing activities			
Income received from time deposits		615,264,774	96,549,212
Additions to mine properties	8	(752,978,104)	(440,671,904)
Proceeds from derecognition of property, plant and equipment		4,348,309	13,414,546
Additions to property, plant and equipment	9	(117,580,689)	(74,366,790)
Additions to capital work-in-progress	11	(1,364,360,942)	(764,284,686)
Additions to intangible assets	12	-	(19,709,789)
Dividend received from a joint venture	17	273,750,000	373,125,000
Investment in joint ventures		(99,959,059)	928,557
Investment at fair value through other comprehensive income	1(f)	(476,766,366)	-
Decrease / (increase) in time deposits		2,761,656,556	(7,899,912,020)
Increase in restricted cash		(5,613,029)	(27,788,481)
Projects and other payables – Projects		67,937,869	(153,498,312)
Accrued expenses – Projects		(38,214,463)	(282,764,131)
Net cash generated from (utilized in) investing activities		867,484,856	(9,178,978,798)


Mr. Robert Wilt
Chief Executive Officer and
Authorized by the Board


Mr. Louis Irvine
Executive Vice-President, Finance and
Chief Financial Officer

Continued

	Notes	Nine months end	
		30 September 2023	30 September 2022
Financing activities			
Transaction cost paid		-	(55,656,000)
Proceeds from long-term borrowings received		675,000,000	853,234,068
Repayment of long-term borrowings		(5,050,324,105)	(4,530,956,830)
Lease liabilities		(277,416,389)	(314,245,736)
Dividend paid to non-controlling interest	17	(656,742,190)	(225,000,000)
Transaction with non-controlling interest	19	(28,094,276)	-
Net cash utilized in financing activities		(5,337,576,960)	(4,272,624,498)
Net change in cash and cash equivalents			
Unrestricted cash and cash equivalents at the beginning of the period		1,313,236,254	(1,404,143,948)
		6,129,074,231	7,957,963,418
Unrestricted cash and cash equivalents at the end of the period		7,442,310,485	6,553,819,470
Restricted cash and cash equivalents at the end of the period		214,782,983	205,656,345
Cash and cash equivalents at the end of the period		7,657,093,468	6,759,475,815
Non-cash flow transactions			
Transfer to mine properties from capital work-in-progress	8, 11	34,346,070	-
Adjustment to provision for decommissioning, site rehabilitation and dismantling obligation	8	51,391,194	251,167,464
Transfer to property, plant and equipment from capital work-in-progress	9, 11	479,341,074	4,350,536,047
Addition to right-of-use assets and the corresponding lease liabilities	10	204,740,478	834,629,460
Borrowing cost capitalized as part of capital work-in-progress	11	34,982,136	103,491,187
Borrowing cost capitalized as part of mine under construction	11	199,733,060	46,314,000
Amortization of transaction cost capitalized as part of mine under construction	11	9,377,255	10,627,601
Transfer to intangible assets from capital work-in-progress	12, 11	37,801,405	85,569,770
Investment in joint venture (in-kind) adjusted against deferred income	1(g)	247,500,000	-
Deferred income adjusted against investment in joint venture	1(g)	10,599,840	-
Revaluation loss on put option for non-controlling interest	19	7,585,299	7,883,579



Mr. Robert Wilt
Chief Executive Officer and
Authorized by the Board



Mr. Louis Irvine
Executive Vice-President, Finance and
Chief Financial Officer

1 General information and significant changes

Saudi Arabian Mining Company ("Ma'aden") (the "Company") was formed as a Saudi Arabian joint stock company, following the Council of Ministers Resolution No. 179 dated 8 Dhu Al. Qa'dah 1417H (corresponding to 17 March 1997) and incorporated in the Kingdom of Saudi Arabia pursuant to the Royal Decree No. M/17 dated 14 Zul Qaida 1417H (corresponding to 23 March 1997) with Commercial Registration No. 1010164391, dated 10 Zul Qaida 1421H (corresponding to 4 February 2001). The Company has an authorized and issued share capital of Saudi Riyals ("SAR") 36,917,734,380 divided into 3,691,773,438 with a nominal value of SAR 10 per share (Note 13).

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 Mansourah-Massarrah, Mahd Ad-Dahab, Bulghah, Al-Amar, Sukhaybarat, As Suq, Ad Duwayhi, Al-Jalamid, Al-Khabra, Az Zabirah, Al-Ghazallah and Al-Ba'itha mines. Currently, the Group mainly mines gold, phosphate rock, bauxite, low-grade bauxite, kaolin and magnesite.

Ma'aden's management believes that the conflict in Ukraine by itself, has had limited direct material effect on Ma'aden's reported results for the quarter and nine months ended 30 September 2023. Ma'aden's management continues to monitor the situation closely.

The financial position and performance of the Group was particularly affected by the following material events and transactions during the period to 30 September 2023:

- a) lower commodity prices for aluminium and phosphate business units along with lower sales volumes of aluminium business unit, which were partially offset by higher commodity prices of base metals and new minerals business unit and higher sales volumes for phosphate and base metals and new minerals business units.
- b) higher operating costs for aluminum business unit also due to recognition of certain industrial utilities charges received during the year 2022 from a supplier for the periods from 1 January 2021 through 31 December 2022. Subsequent to the year ended 31 December 2022, the Group entered into a settlement arrangement with the supplier and accordingly, a net amount of settlement of SAR 493 million was recognised to cost of sales in these condensed consolidated interim financial statements for the period ended 30 September 2023.
- c) higher finance costs during the period due to higher interest rates on borrowings, which was partially offset by higher income from time deposits due to the increase in investment placed and deposit rates during the period.
- d) one-off operating costs in aluminium business unit amounting to SAR 132 million for relining of pots within smelter plants which were initially written-off during 2022.
- e) higher operating costs in aluminium business unit amounting to SAR 306 million for certain industrial utilities charges from a supplier on a gross demand consumption.
- f) additional severance fees charge in phosphate and base metals and new minerals business units amounting to SAR 137 million and SAR 55 million, respectively, which was assessed during the quarter under the Saudi Mining Investment Law relating to severance fees return for the year 2022 (Note 16.2).
- g) net deferred severance fees credit amounting to SAR 147 million recognised for certain components of severance fees accounted during the quarter under IAS 12 "Income Taxes" (Note 16.2). Accordingly, deferred severance fees assets and liabilities were recognised amounting to SAR 607 million and SAR 460 million, respectively.
- h) Ma'aden Wa'ad Al-Shamal Phosphate Company ("MWSPC") made repayment of long-term borrowings amounting to SAR 3 billion ahead of repayment schedule.

1 General information and significant changes (continued)

Acquisition and investment arrangements during the period:

- a) Ma'aden acquired an additional 3.75% of Meridian Consolidated Investments Limited ("MCIL") (Meridian) which has resulted in its percentage of holding to 96.25% as of 30 September 2023 (Note 19).
- b) Ma'aden established a joint venture with Barrick Gold (T7) Limited named Ma'aden Barrick 2 Limited (MBC2). MBC2 is a Limited Liability Company incorporated on 18 February 2023 in the Kingdom of Saudi Arabia, which is also its principal place of business and is owned:
- 50% by Ma'aden and
 - 50% by Barrick Gold (T7) Limited, an affiliate of Barrick Gold (Holding) Limited

The objective of MBC2 is to expedite the exploration of resources in line with the business strategy in Umm Ad Damar. Ma'aden will contribute amount totaling to SAR 28.5 million from its own resources for the exploration. During the period, Ma'aden contributed SAR 4.3 million as investment in MBC2.

- c) Ma'aden established a wholly owned company named Ma'aden Strategic Minerals Mining Company ("MSMM") with a share capital of SAR 1 million. MSMM is a Limited Liability Company incorporated on 17 April 2023 in the Kingdom of Saudi Arabia, which is also its principal place of business.
- d) Ma'aden established a joint venture with Public Investment Fund ("PIF") named Manara Minerals Investment Company ("Manara"). Manara is a Limited Liability Company incorporated on 6 June 2023 in the Kingdom of Saudi Arabia, which is also its principal place of business and is owned:
- 51% by Ma'aden and
 - 49% by PIF

The objective of Manara is to invest in mining assets internationally to secure strategic minerals. Manara initial paid-up capital amounts to SAR 187.5 million. Ma'aden and PIF agreed that if additional funding is required as the business of Manara develops, Ma'aden and PIF shall fund Manara in an amount up to SAR 11.95 billion by way of capital increases or otherwise as and when agreed between Ma'aden and PIF. Hence, Ma'aden's maximum contribution shall be SAR 6.1 billion, unless Ma'aden and PIF agree otherwise in the future. During the period, Ma'aden contributed SAR 95.6 million to Manara as its initial paid-up capital.

On 27 July 2023, Manara through its wholly owned subsidiary signed a binding agreement to acquire 10% of Vale Base Metals Limited ("Vale"), based on an enterprise value of SAR 97.5 billion. Ma'aden share of contribution in acquiring interest in Vale amounts to approximately SAR 5 billion which will be contributed to Manara as capital contribution from the Group's own resources. Vale has projects in world leading mining jurisdictions including Canada, Brazil and Indonesia. Manara's investment into Vale will play a key role in helping it expand the production of copper and nickel across its asset portfolio, which are critical to the development of new technologies that will benefit the global energy transition.

- e) Ma'aden established a joint venture with Barrick Gold (Singapore) Pte Limited named Ma'aden Barrick 3 Limited (MBC3). MBC3 is a Limited Liability Company incorporated on 22 June 2023 in the Kingdom of Saudi Arabia, which is also its principal place of business and is owned:
- 50% by Ma'aden and
 - 50% by Barrick Gold (Singapore) Pte Limited, an affiliate of Barrick Gold Corporation

The objective of MBC3 is to expedite the exploration of resources in line with the business strategy in Jabal Sayid south.

- f) As a result of Heads of Terms agreement (HoT) between Ma'aden and Ivanhoe Electric Inc. (IE), a company incorporated in Delaware, on 15 May 2023, Ma'aden executed Common Stock Subscription Agreement with IE to acquire 9.9% equity interest in IE. During the period, Ma'aden concluded the acquisition in IE with an investment of SAR 477 million representing 9.9% equity interest in IE. Under the HoT, the proceeds paid by Ma'aden for the 9.9% equity interest in IE will be (i) invested in the working capital and general corporate use of IE, (ii) used to purchase Typhoon™ units and (iii) contributed towards the exploration of prospective lands to be provided by Ma'aden for metallic minerals within the Kingdom of Saudi Arabia. The Group has accounted for this acquisition as an investment at fair value through other comprehensive income (Note 4(b)). Subsequent to the period end, on 23 October 2023, Ma'aden entered into a top-up subscription agreement with IE to subscribe additional issuance of shares to maintain its 9.9% equity interest against consideration of SAR 77 million.

1 General information and significant changes (continued)

Acquisition and investment arrangements during the period: (continued)

g) As a result of HoT between Ma'aden and IE, it was further agreed to form a Saudi joint venture company to be 50:50 owned by Ma'aden and IE to explore and develop mining projects in the Kingdom of Saudi Arabia. During the period, Ma'aden established a joint venture with IE named Ma'aden Ivanhoe Electric Exploration and Development Limited Company ("Ma'aden IE Electric"). Ma'aden IE Electric is a Limited Liability Company incorporated on 22 June 2023 in Kingdom of Saudi Arabia, which is also its principal place of business and is owned:

- 50% by Ma'aden and
- 50% by Ivanhoe Electric Mena Holding Limited, an affiliate of IE

The objective of Ma'aden IE Electric is to explore and develop mining project in Kingdom of Saudi Arabia. During the period, Ma'aden contributed SAR 0.05 million in cash as its initial paid-up capital and SAR 247.5 million in-kind against deferred income recognised under trade, projects and other payables. In accordance with HoT, the Group's in-kind contribution represents fair value of Ma'aden's undertaking to provide access rights of certain exploration land area in the Kingdom of Saudi Arabia to Ma'aden IE Electric. Deferred income is amortized over the fulfillment period of Ma'aden undertaking under HoT and resultant gain is credited to other income / (expense), net in the condensed consolidated interim statement of profit or loss restricted only to IE's share of investment in Ma'aden IE Electric.

- h) Ma'aden established a holding company named Ma'aden Gold and Base Metals Holding Company ("MGBMH") with an authorized share capital of SAR 0.1 million. MGBMH is a Limited Liability Holding Company incorporated on 19 September 2023 in the Kingdom of Saudi Arabia, which is also its principal place of business.
- i) Ma'aden established a holding company named Ma'aden Integrated Fertilizer Holding Company ("MIFHC") with an authorized share capital of SAR 0.1 million. MIFHC is a Limited Liability Holding Company incorporated on 17 September 2023 in the Kingdom of Saudi Arabia, which is also its principal place of business.
- j) Ma'aden established a holding company named Ma'aden Integrated Aluminum Holding Company ("MIAHC") with an authorized share capital of SAR 0.1 million. MIAHC is a Limited Liability Holding Company incorporated on 17 September 2023 in the Kingdom of Saudi Arabia, which is also its principal place of business.

2 Basis of preparation

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") that is endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by the Saudi Organization for Chartered and Professional Accountants ("SOCPA") and should be read in conjunction with the Group's last annual consolidated financial statements for the year ended 31 December 2022, which have been prepared in accordance with International Financial Reporting Standards ("IFRS"), that are endorsed in the Kingdom of Saudi Arabia, and other standards and pronouncements issued by SOCPA.

These condensed consolidated interim financial statements do not include all of the information and disclosures required for a complete set of consolidated financial statements. However, selected accounting policies and explanatory notes are included to explain the events and transactions that are significant to the understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements for the year ended 31 December 2022.

During the quarter ended 30 September 2022, the Group changed its presentation for interim consolidated financial statements from the complete set prepared under IFRS that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by SOCPA to condensed set prepared under IAS 34. This change in presentation is in accordance with the standards and pronouncements issued by SOCPA.

These condensed consolidated interim financial statements have been prepared on the historical cost basis except where IFRS that are endorsed in the Kingdom of Saudi Arabia and other standards and pronouncements issued by SOCPA requires other measurement basis as disclosed in the annual consolidated financial statements for the year ended 31 December 2022.

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

3 Summary of significant accounting policies

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of new and amended standards along with adoption of a standard as a result of new transaction or event occurred for the first time during the period as set out below.

New IFRS standards, amendments to standards and interpretations not yet adopted

Certain new accounting standards, amendments to standards and interpretations have been published by the International Accounting Standards Board ("IASB"), endorsed in the Kingdom of Saudi Arabia by SOCPA, that are not mandatory for 30 September 2023 reporting period and have not been early adopted by the Group. These standards are not expected to have a material impact on the Group's condensed consolidated interim financial statements in the current or future reporting periods.

New and amended IFRS standards adopted by the Group

The Group adopted following standard, that is endorsed in the Kingdom of Saudi Arabia, effective from 1 January 2023:

IFRS 17 "Insurance Contracts": In May 2017, the IASB issued IFRS 17, Insurance Contracts, which introduces a new comprehensive accounting model for insurance contracts, and sets out the principles for the recognition, measurement, presentation, and disclosure for the issuers of those contracts. The new standard replaces IFRS 4, Insurance Contracts, that was issued in 2005, and allowed insurers to use a range of different accounting treatments for insurance contracts. There is no material impact on the Group's condensed consolidated interim financial statements from the adoption of IFRS 17.

There are no other amendments or interpretations that are effective from 1 January 2023 that have a material effect on the Group's condensed consolidated interim financial statements.

IFRS 2 "Share-based payment": Share-based compensation benefits are provided to certain eligible employees of the Group via Employee Stock Incentive Program ("Plan"). Information relating to the Plan is set out in Note 14.1.

The fair value of shares granted under the Plan is recognised as an expense (*salaries and staff related benefits*), with a corresponding increase in equity (*Other reserves*). The total amount to be expensed is determined by reference to the fair value of the shares granted:

- a) including any market conditions (e.g. the Company's share price)
- b) excluding the impact of any service and non-market performance vesting conditions (e.g. profitability, sales growth targets and remaining an employee of the entity over a specified time period), and
- c) including the impact of any non-vesting conditions (e.g. the requirement for employees to save or hold shares for a specific period of time).

The total expense is recognised over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each reporting period, the Group revises its estimates of the number of shares that are expected to vest based on the non-market vesting and service conditions. It recognises the impact of the revision to original estimates, if any, in the statement of profit or loss, with a corresponding adjustment to equity.

No expense is recognised for awards that do not ultimately vest because service conditions have not been met.

When the terms of the Plan are modified, the minimum expense recognised is the expense as if the terms had not been modified if the original terms of the award are met. An additional expense is recognised for any modification that increases the total fair value of the share-based payment transaction or is otherwise beneficial to the employee as measured at the date of the modification.

When the Plan is terminated, it is treated as if the shares vested on the date of termination, and any expense not yet recognised for the Plan is recognised immediately. This includes any award where non-vesting service conditions within the control of either the Group or the employees are not met. However, if a new plan is substituted for the terminated plan and designated as a replacement award, the terminated and new plans are treated as if they were a modification of the original plan.

3 Summary of significant accounting policies (continued)

Severance fees: Effective from 1 January 2021 onwards, as per the Mining Investment Law as issued via Ministerial Resolution No. 1006/1/1442 dated 9 Jumada Al-Awwal 1442H (corresponding to 17 April 2021) (the "Mining Law"), the Group is required to pay to the Government of Saudi Arabia severance fee representing equivalent of a) 20% of hypothetical income net of proportionate zakat due to Zakat, Tax and Customs Authority ("ZATCA") and b) specified percentage of the net value of the minerals upon extraction. Up to 31 March 2023, severance fees amount was shown as part of cost of sales in the condensed consolidated interim statement of profit or loss. As a result of new interpretation under the Mining Law advised by the Ministry of Industry and Mineral Resources (the "Ministry") during the quarter ended 30 June 2023, the Group has accounted for severance fees representing the equivalent of 20% of hypothetical income net of proportionate zakat due to ZATCA under International Accounting Standard 12 ("IAS 12") "Income Taxes" (Note 16.2). Accounting policies with respect to taxes and deferred taxes are disclosed in the Group's annual consolidated financial statements for the year ended 31 December 2022.

4 Critical accounting judgments, estimates and assumptions

There are no significant changes in critical accounting judgments, estimates and assumptions used by management in the preparation of these condensed consolidated interim financial statements from those that were applied and disclosed in the Group's last annual consolidated financial statements for the year ended 31 December 2022 except for the following critical accounting judgements, estimates and assumptions:

- a) *Accounting of severance fees under the Mining Law (Note 16.2)*
- b) *Investment in equity instruments measured at fair value:* For equity investments, the Group assesses financial assets measured at fair value, whether gains and losses are recognised either in profit or loss ("FVTPL") or other comprehensive income ("FVOCI") through an irrevocable election at the time of initial recognition.

If an entity holds, directly or indirectly, 20 percent or more of the voting power of the investee, it is presumed that the entity has significant influence, unless it can be clearly demonstrated that this is not the case. Conversely, if the entity holds, directly or indirectly, less than 20 percent of the voting power of the investee, it is presumed that the entity does not have significant influence, unless such influence can be clearly demonstrated. The existence of significant influence by the Group is usually evidenced by several other factors including the percentage of voting power. Significant judgement is required, particularly where the Group has representation on the board of directors of the investee and has voting power of less than 20%.

For listed equity investment, the Group has less than 20% shareholding and voting rights with a representation on the board of the investee. The Group has applied judgement in assessing that it does not have significant influence over such an investee. Accordingly, such equity investment is categorized as investment in equity instrument measured at fair value (Note 1(f)).

- c) *Recognition and measurement for a Build Own Operate Transfer Contract (Note 11 (a))*

5 Segmental information

5.1 Segment reporting

Operating business segments are reported in a manner consistent with the internal reporting provided to the Management Committee of the Group, considered to be the Chief Operating Decision Makers. Segment performance is evaluated based on sale of goods and services to external customers and earnings before interest, tax, depreciation and amortisation ("EBITDA").

The Group has appointed a committee (the Management Committee) which assesses the financial performance and position of the Group and makes strategic decisions. The Management Committee comprises the Chief Executive Officer, Chief Financial Officer and other senior management personnel.

The accounting policies used by the Group in reporting business segments internally are the same as those contained in the annual consolidated financial statement for the year ended 31 December 2022 except for the below change in the reportable EBITDA:

5 Segment information (continued)

5.1 Segment reporting (continued)

Up to quarter ended 30 June 2023, the EBITDA reported to the Management Committee excluded the “share in net profit of joint ventures that have been equity accounted” and “other income / (expenses), net”. During the quarter, the Group has reassessed the EBITDA presentation considering the Group’s growth strategy. As a consequence, the underlying EBITDA presented to the Management Committee for the quarter and nine-months ended 30 September 2023 considered the “share in net profit of joint ventures that have been equity accounted” and “other income / (expenses), net” in the segmental reporting. To ensure comparability, the underlying EBITDA for the prior period has been presented on a similar basis (Note 5.3).

5.2 Business segment

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

- **Phosphate Strategic Business Unit Segment**, consist of operations related to:
 - **Phosphate fertilizers & ammonia:** Mining and beneficiation of phosphate concentrated rock at Al-Jalamid & Al-Khabra. The utilization of natural gas and sulphur to produce phosphate fertilizers as well as ammonia products at Ras-Al-Khair.
 - **Industrial Minerals:** 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, Multiple Hearth Furnace (MHF) processing plant and a Vertical Shaft Kiln (VSK) processing plant at Al-Madinah Al Munawarah.
 - **Marketing and distribution:** Fertilizer distribution business in the most important global fertilizer markets, mainly in Indian Sub-continent, Africa and South America.
- **Aluminium Strategic Business Unit Segment**, consists of the operations related to:
 - **Primary Aluminium:** the mining of bauxite at the Al-Ba’itha mine, its processing using alumina refinery to produce feedstock for the Aluminium Smelter and produce ingot, billet and slabs.
 - **Flat rolled products:** the use of slabs to produce sheets for auto industry and beverage can body, tab and end for the beverage can industry.
 - **Caustic soda and ethylene dichloride (EDC):** the production of concentrated caustic soda (CCS) and ethylene dichloride (EDC) through Sahara and Ma’aden Petrochemicals Company (“SAMAPCO”) (a joint venture). CCS is mostly use in the alumina refinery while EDC is sold to wholesale and retail market.
 - **Aluminium division under Corporate:** responsible for sale and distribution of Ma’aden share of primary aluminium to the market.

5 Segment information (continued)

5.2 Business segment (continued)

- **Base Metals and New Minerals Strategic Business Unit Segment**, consists of operations related to:
 - **Gold:** Gold mines, i.e. Mahd Ad-Dahab, Al-Amar, Bulghah, As-Suq and Ad-Duwayhi, Mansourah-Massarrah and a processing plant at Sukhaybarat which are located in different geographical areas in the Kingdom of Saudi Arabia.
 - **Copper:** Production of copper concentrate and associated minerals through Ma'aden Barrick Copper Company ("MBCC") (a joint venture). The mine is located in the southeast of Al Madinah Al Munawarah.
 - **Exploration activities:** Exploration activities for potential minerals through Ma'aden Barrick 2 Limited ("MBC2") and Ma'aden Barrick 3 Limited ("MBC3"). The principal location for exploration activities is at Umm Ad Damar and Jabal Sayid south.
- **All other segments**, consists of operations related to:
 - **Corporate management functions & support functions:** responsible for effective management, governance and support of overall business including procurement, marketing, project management and execution, exploration, funding & treasury management and other support activities.
 - **Cooperative Insurance:** Insurance represents the operation of Ma'aden RE Limited which carry out cooperative reinsurance and related activities.
 - **Infrastructure:** Involved in 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. The revenue, costs, assets and liabilities of infrastructure business are apportioned to the Aluminium and Phosphate segment at 67% and 33% respectively.

Corporate management and support functions, cooperative insurance and investment activities through Manara (a joint venture) are not reportable operating segments, as they are not separately included in the reports provided to the Management Committee.

SAUDI ARABIAN MINING COMPANY (MA'ADEN)

(A Saudi Arabian joint stock company)

Notes to the condensed consolidated interim financial statements for the quarter and nine months ended 30 September 2023 (Unaudited)

(All amounts in Saudi Riyals unless otherwise stated)



5 Segmental information (continued)

5.3 Business segment financial information

	Notes	Phosphate	Aluminium	Base metals and new minerals	All other segments	Total
Nine months ended 30 September 2023						
Sales of goods and services to external customers	6	12,702,563,660	6,408,982,417	2,090,163,184	35,651,797	21,237,361,058
Gross profit / (loss)		3,655,176,752	(604,517,441)	1,063,489,166	16,321,916	4,130,470,393
Net profit / (loss) before zakat, income tax and severance fees		1,929,306,893	(1,639,661,715)	1,027,274,367	(207,614,695)	1,109,304,850
Less: Income from time deposits		(1,954,379)	(53,370,982)	-	(558,335,236)	(613,660,597)
Add: Finance cost		949,042,471	767,238,030	12,301,027	45,087,484	1,773,669,012
Add: Depreciation and amortization		2,319,536,649	1,278,208,199	223,787,296	15,053,110	3,836,585,254
Add: Assets written-off		6,801,011	-	-	-	6,801,011
Underlying EBITDA		5,202,732,645	352,413,532	1,263,362,690	(705,809,337)	6,112,699,530
Net profit / (loss) attributable to ordinary shareholders of the parent company		969,977,112	(915,642,442)	984,984,165	(352,393,852)	686,924,983
Nine months ended 30 September 2022						
Sales of goods and services to external customers	6	20,171,826,170	8,966,649,931	1,653,504,422	12,677,499	30,804,658,022
Gross profit / (loss)		11,130,005,922	1,956,812,585	556,514,136	(27,447,501)	13,615,885,142
Net profit / (loss) before zakat and income tax		10,011,648,198	1,152,669,599	657,494,168	(316,519,487)	11,505,292,478
Less: Income from time deposits		(25,845,493)	(31,813,032)	-	(83,771,569)	(141,430,094)
Add: Finance cost		410,719,836	524,870,867	4,029,860	29,730,671	969,351,234
Add: Depreciation and amortization		2,052,142,034	1,271,036,035	304,212,612	18,593,625	3,645,984,306
Underlying EBITDA		12,448,664,575	2,916,763,469	965,736,640	(351,966,760)	15,979,197,924
Net profit / (loss) attributable to ordinary shareholders of the parent company		7,182,993,333	903,048,530	648,255,722	(431,723,697)	8,302,573,888
Underlying EBITDA under previous basis for the nine months ended 30 September 2022 (Note 5.1):						
Underlying EBITDA – as previously reported		12,338,223,591	2,799,383,513	633,331,809	(355,055,932)	15,415,882,981
Add: Share in net profit of joint ventures		-	121,532,500	323,008,911	-	444,541,411
Add: Non-operating other income / (expenses), net		110,440,984	(4,152,544)	9,395,920	3,089,172	118,773,532
Underlying EBITDA		12,448,664,575	2,916,763,469	965,736,640	(351,966,760)	15,979,197,924

5 Segmental information (continued)

5.3 Business segment financial information (continued)

	Notes	Phosphate	Aluminium	Base metals and new minerals	All other segments	Total
As at 30 September 2023						
Mine properties	8	5,097,350,356	1,095,044,211	5,907,994,901	-	12,100,389,468
Property, plant and equipment	9	31,793,646,800	26,452,785,348	564,760	95,581,842	58,342,578,750
Right-of-use assets	10	799,834,660	1,015,769,629	26,933,195	2,200,752	1,844,738,236
Capital work-in-progress	11	2,210,157,135	1,118,988,098	22,794,335	128,179,748	3,480,119,316
Intangible assets and goodwill	12	275,385,509	47,651,692	11,164,084	19,002,135	353,203,420
Investment in joint ventures		-	323,532,877	934,298,990	323,280,808	1,581,112,675
Total assets		48,608,149,732	37,704,066,643	8,021,136,183	14,041,222,562	108,374,575,120
Long-term borrowings	15	19,672,500,330	15,784,679,665	1,240,403,246	-	36,697,583,241
Lease liabilities		769,651,851	967,547,449	30,235,653	2,275,284	1,769,710,237
Total liabilities		26,960,855,998	21,106,116,596	2,307,468,427	2,056,805,437	52,431,246,458
As at 31 December 2022						
Mine properties	8	5,305,251,439	1,147,214,122	5,188,949,402	-	11,641,414,963
Property, plant and equipment	9	33,258,229,108	27,425,887,969	706,487	97,441,453	60,782,265,017
Right-of-use assets	10	862,246,987	1,016,337,177	51,362,211	3,219,943	1,933,166,318
Capital work-in-progress	11	1,908,162,330	613,952,622	17,528,797	92,621,038	2,632,264,787
Intangible assets and goodwill	12	253,555,297	58,841,957	12,522,605	27,945,443	352,865,302
Investment in joint ventures		-	347,925,568	947,801,551	-	1,295,727,119
Total assets		52,172,089,233	38,891,774,075	7,303,566,755	13,218,843,793	111,586,273,856
Long-term borrowings	15	23,020,018,826	16,613,054,474	1,331,025,990	-	40,964,099,290
Lease liabilities		823,611,145	960,137,807	57,045,418	3,310,317	1,844,104,687
Total liabilities		29,991,914,762	21,087,917,474	2,426,121,966	2,040,464,539	55,546,418,741

6 Sales

	Quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
Phosphate segment				
Ammonia phosphate fertilizer and ammonia				
• Sale of goods	3,216,054,280	6,644,310,507	12,269,407,941	19,099,604,111
Movement in provisional product prices during quarter / period	(231,314,011)	(251,658,161)	(583,348,953)	(65,268,292)
	2,984,740,269	6,392,652,346	11,686,058,988	19,034,335,819
• Rendering of transportation services	149,617,744	223,117,681	614,528,869	687,180,738
	3,134,358,013	6,615,770,027	12,300,587,857	19,721,516,557
Industrial minerals				
• Sale of goods	35,879,836	49,651,493	109,539,077	146,711,358
• Rendering of transportation services	493,076	1,989,039	1,921,165	6,490,150
	36,372,912	51,640,532	111,460,242	153,201,508
Sub-total	3,170,730,925	6,667,410,559	12,412,048,099	19,874,718,065
Aluminium segment				
Primary aluminium				
• Sale of goods	1,265,230,245	1,567,817,674	3,259,451,096	5,137,145,484
Movement in provisional product prices during quarter / period	35,192,452	(853,006)	36,772,930	4,357,361
	1,300,422,697	1,566,964,668	3,296,224,026	5,141,502,845
• Rendering of transportation services	15,751,733	16,806,985	22,168,922	64,541,314
	1,316,174,430	1,583,771,653	3,318,392,948	5,206,044,159
Alumina				
• Sale of goods	140,624,344	86,457,017	543,840,477	219,898,534
Flat rolled products				
• Sale of goods	682,270,943	1,105,212,031	2,503,870,463	3,532,886,947
• Rendering of transportation services	12,697,280	2,817,593	42,878,529	7,805,217
	694,968,223	1,108,029,624	2,546,748,992	3,540,692,164
Sub-total	2,151,766,997	2,778,258,294	6,408,982,417	8,966,634,857
Base Metals and New Minerals segment				
Gold				
• Sale of goods	754,902,100	492,151,177	2,012,802,166	1,638,776,262
Movement in provisional product prices during quarter / period	56,867,756	7,517,837	77,361,018	14,728,160
Sub-total	811,769,856	499,669,014	2,090,163,184	1,653,504,422
Infrastructure				
Rendering of services	-	-	-	22,500
Insurance premium earned	16,815,253	12,677,499	35,651,797	12,677,499
Others	74,915,076	56,405,652	290,515,561	297,100,679
Total	6,225,998,107	10,014,421,018	21,237,361,058	30,804,658,022

6 Sales (continued)

6.1 Timing of revenue recognition

	Quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
At a point in time				
- sale of goods	6,012,274,986	9,751,622,431	20,490,014,736	30,008,959,615
- rendering of services	-	-	-	22,500
Sub-total	6,012,274,986	9,751,622,431	20,490,014,736	30,008,982,115
Over a period of time				
- rendering of transportation and management services	196,907,868	250,121,088	711,694,525	782,998,408
- Insurance services	16,815,253	12,677,499	35,651,797	12,677,499
Sub-total	213,723,121	262,798,587	747,346,322	795,675,907
Total	6,225,998,107	10,014,421,018	21,237,361,058	30,804,658,022

7 (Loss) / earnings per ordinary share

	Note	Quarter ended		Nine months ended	
		30 September 2023	30 September 2022	30 September 2023	30 September 2022
(Loss) / earnings attributable to ordinary shareholders of the parent company		(83,435,885)	2,102,534,770	686,924,983	8,302,573,888
Weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share *	13	3,691,773,438	3,691,773,438	3,691,773,438	3,691,773,438
Basic and diluted (loss) / earnings per ordinary share from continuing operations *		(0.02)	0.57	0.19	2.25

Basic and diluted earnings per ordinary share is calculated by dividing the profit attributable to the ordinary shareholders of the parent company by the weighted average number of ordinary shares in issue during the period (Note 13).

* As a result of issuance of bonus shares during the period (Note 13), the outstanding weighted average number of ordinary shares post the bonus shares issuance have been used for calculation of basic and diluted earnings per ordinary share from continuing operations, for all the periods presented.

8 Mine properties

	Exploration and evaluation assets	Mines under construction	Operating mines						Stripping activity asset	Mining capital work-in-progress	Total
			Land and buildings	Plant and equipment	Office equipment	Motor vehicles	Furniture and fittings	Mine closure and rehabilitation provision			
Cost											
1 January 2023	229,110,226	3,497,398,717	4,247,416,903	8,225,152,437	31,632,346	26,543,591	33,052,427	247,139,648	694,581,301	443,043,582	17,675,071,178
Additions during the period	29,407,321	693,879,504	-	304,231	-	-	-	-	85,037,224	153,460,139	962,088,419
Transfers within mine properties	-	-	19,943,094	13,869,228	-	-	-	-	-	(33,812,322)	-
Transfer from capital work-in-progress	-	-	4,723,770	29,571,300	-	-	-	-	-	51,000	34,346,070
Decrease in mine closure and rehabilitation provision	-	(6,583,357)	-	-	-	-	-	(44,807,837)	-	-	(51,391,194)
Reclassification	-	-	3,097,752	-	-	-	-	-	(3,097,752)	-	-
30 September 2023	258,517,547	4,184,694,864	4,275,181,519	8,268,897,196	31,632,346	26,543,591	33,052,427	202,331,811	776,520,773	562,742,399	18,620,114,473
Accumulated depreciation											
1 January 2023	-	-	1,582,911,311	3,881,583,006	21,610,726	24,225,932	32,700,494	88,120,486	402,504,260	-	6,033,656,215
Charge for the period	-	-	115,534,187	337,041,504	1,523,924	483,258	322,002	7,001,861	24,162,054	-	486,068,790
Reclassification	-	-	-	3,097,752	-	-	-	-	(3,097,752)	-	-
30 September 2023	-	-	1,698,445,498	4,221,722,262	23,134,650	24,709,190	33,022,496	95,122,347	423,568,562	-	6,519,725,005
Net book value as at											
31 December 2022	229,110,226	3,497,398,717	2,664,505,592	4,343,569,431	10,021,620	2,317,659	351,933	159,019,162	292,077,041	443,043,582	11,641,414,963
30 September 2023	258,517,547	4,184,694,864	2,576,736,021	4,047,174,934	8,497,696	1,834,401	29,931	107,209,464	352,952,211	562,742,399	12,100,389,468

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(All amounts in Saudi Riyals unless otherwise stated)

9 Property, plant and equipment

	----- Non-mining assets -----					Total
	Land and buildings	Plant and equipment	Office equipment	Furniture and fittings	Motor vehicles	
Cost						
1 January 2023	29,465,700,140	56,332,959,352	111,939,905	95,200,794	55,906,566	86,061,706,757
Addition during the period	7,293,730	102,198,611	3,267,693	660,214	4,160,441	117,580,689
Transfer from capital work-in-progress	16,383,125	461,313,620	-	1,644,329	-	479,341,074
Written-off during the period	(14,790)	(89,495,049)	(1,694,378)	(671,210)	(1,847,381)	(93,722,808)
Foreign currency translation adjustments	(3,727,793)	(260,119)	(242,310)	(56,636)	(250,470)	(4,537,328)
Disposal	-	-	-	-	(1,516,001)	(1,516,001)
30 September 2023	29,485,634,412	56,806,716,415	113,270,910	96,777,491	56,453,155	86,558,852,383
Accumulated depreciation						
1 January 2023	5,731,828,011	19,321,064,485	95,952,525	84,127,264	46,469,455	25,279,441,740
Charge for the period	667,512,584	2,344,226,967	4,934,625	4,439,909	3,045,596	3,024,159,681
Written-off during the period	(31,151)	(83,976,368)	(1,146,746)	(556,241)	(1,211,291)	(86,921,797)
Foreign currency translation adjustments	2,786,129	(1,609,290)	(18,795)	(2,486)	(45,548)	1,110,010
Disposal	-	-	-	-	(1,516,001)	(1,516,001)
30 September 2023	6,402,095,573	21,579,705,794	99,721,609	88,008,446	46,742,211	28,216,273,633
Net book value as at						
31 December 2022	23,733,872,129	37,011,894,867	15,987,380	11,073,530	9,437,111	60,782,265,017
30 September 2023	23,083,538,839	35,227,010,621	13,549,301	8,769,045	9,710,944	58,342,578,750

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10 Right-of-use assets

	Equipment	Land and buildings	Motor vehicles	Vessels	Total
Cost					
1 January 2023	1,326,941,979	550,609,817	146,514,432	894,173,769	2,918,239,997
Additions during the period	1,079,940	72,141,658	3,183,522	128,335,358	204,740,478
Retirement / re-measurement	-	(8,122,384)	(89,148)	(62,634,336)	(70,845,868)
30 September 2023	1,328,021,919	614,629,091	149,608,806	959,874,791	3,052,134,607
Accumulated depreciation					
1 January 2023	456,558,549	157,457,866	81,937,348	289,119,916	985,073,679
Charge for the period	51,087,201	20,368,697	24,891,934	192,545,664	288,893,496
Retirement / re-measurement	-	(3,847,320)	(89,148)	(62,634,336)	(66,570,804)
30 September 2023	507,645,750	173,979,243	106,740,134	419,031,244	1,207,396,371
Net book value as at					
31 December 2022	870,383,430	393,151,951	64,577,084	605,053,853	1,933,166,318
30 September 2023	820,376,169	440,649,848	42,868,672	540,843,547	1,844,738,236

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11 Capital work-in-progress

	Note	Property, plant and equipment	Phosphate 3 project	Total
1 January 2023		2,312,231,411	320,033,376	2,632,264,787
Additions during the period (a), (b)		1,364,299,328	35,043,750	1,399,343,078
Transfer to property, plant and equipment		(479,341,074)	-	(479,341,074)
Transfer to mine properties		(34,346,070)	-	(34,346,070)
Transfer to intangible assets		(37,801,405)	-	(37,801,405)
30 September 2023		3,125,042,190	355,077,126	3,480,119,316

- (a) During the nine-month period ended 30 September 2023, the Group obtained the required permits from the Royal Commission for Jubail and Yanbu for the construction of dross processing plant facility (the "Plant") inside its premises. A third-party contractor (the "Contractor") was engaged under a 'Build Own Operate Transfer Contract' agreement ("BOOT agreement") to carry-out the construction of the Plant.

Under the terms of the BOOT agreement, the Contractor will build, own, and operate the Plant for a period of 20 years after which the Plant will be transferred to the Group. The Group is required to make capacity payments to the Contractor which are contingent on the annual volume of dross processed from the Plant, from the date of commencement of commercial operations of the Plant. The expected commencement date of the Plant is July 2024.

Based on management's assessment of contractual rights and obligations under the BOOT agreement, management concluded that the Group controls the Plant from its construction till the end of contract period. Accordingly, the Group has accounted for the Plant as 'Capital work-in-progress' valued at the fair value of future capacity payments discounted at the Group's cost of debt against a corresponding financial liability.

The following key assumptions were used to determine the fair value of financial liability:

	30 September 2023
Discount rate	5.84%
Future capacity utilization – metric tonne "mt"	35,000 mt.
Percentage of completion of the Plant	46%

- (b) The Group has capitalized the following financial charges as part of qualifying assets during the period:

	30 September 2023	30 September 2022
Net borrowing cost attributable to qualifying assets under capital work-in-progress and mine properties, using a capitalization rate ranging from 3.3% to 6.8% per annum (30 September 2022: 2.34% to 4.70% per annum)	234,715,196	149,805,187
Amortization of transaction cost on long-term borrowings	9,377,255	10,627,601
Total	244,092,451	160,432,788

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12 Intangible assets and goodwill

	Internally developed software	Technical development	Software and licenses	Goodwill	Customer relationships*	Non-core contracts*	Total
Cost							
1 January 2023	12,380,781	18,229,675	376,041,955	159,465,843	75,375,000	10,500,000	651,993,254
Transfer from capital work-in-progress	-	-	37,801,405	-	-	-	37,801,405
30 September 2023	12,380,781	18,229,675	413,843,360	159,465,843	75,375,000	10,500,000	689,794,659
Accumulated amortization							
1 January 2023	12,380,781	17,990,964	234,034,332	-	25,753,125	8,968,750	299,127,952
Charge for the period	-	78,684	30,200,228	-	5,653,125	1,531,250	37,463,287
30 September 2023	12,380,781	18,069,648	264,234,560	-	31,406,250	10,500,000	336,591,239
Net book value as at							
31 December 2022	-	238,711	142,007,623	159,465,843	49,621,875	1,531,250	352,865,302
30 September 2023	-	160,027	149,608,800	159,465,843	43,968,750	-	353,203,420

*Customer relationships and non-core contracts were acquired in a business combination.

13 Share capital

	Note	30 September 2023	31 December 2022
Authorized, issued and fully paid			
2,461,182,292		24,611,822,920	24,611,822,920
1,230,591,146	13.1	12,305,911,460	-
3,691,773,438	Total	36,917,734,380	24,611,822,920

13.1 Issuance of bonus shares

On 12 February 2023, the Board of Directors of the Group recommended to the shareholders to increase the Company's capital from SAR 24,611,822,920 as of 31 December 2022 to SAR 36,917,734,380 by granting bonus shares (1 share for every 2 shares owned). The increase in the paid-up capital of SAR 12,305,911,460 was recommended to be capitalized from statutory reserve and part of retained earnings.

The recommended grant of bonus shares was approved by the shareholders in their Extraordinary General Assembly on 7 June 2023 and the related legal formalities for issuance of such bonus shares were completed.

14 Other reserves

	Notes	30 September 2023	31 December 2022
Attributable to ordinary shareholders of the parent company			
Accumulated gain on cash flow hedge reserve	18	(60,523,364)	(90,068,111)
Accumulated loss on exchange differences on translation		121,989,004	148,183,889
Put option on non-controlling interest	19	33,350,912	53,859,889
Equity-settled employees' share-based payment plan	14.1	(12,305,684)	-
Investment at fair value through other comprehensive income		18,485,287	-
Share of other non-distributable reserves		8,189,290	8,189,290
Sub-total		109,185,445	120,164,957
Attributable to non-controlling interest			
Accumulated gain on cash flow hedge reserve	18	(20,282,195)	(30,183,038)
Accumulated loss on exchange differences on translation		19,834,049	19,029,360
Share of other non-distributable reserves		1,445,169	1,445,169
Sub-total		997,023	(9,708,509)
Total		110,182,468	110,456,448

As a result of voluntary reclassification, as at 30 June 2022, the Group voluntarily reclassified the "cash flow hedge reserve attributable to ordinary shareholders of the parent company" from "Retained earnings" and presented it within "Other reserves" for better presentation. The comparative information as of 1 January 2022 was represented to conform to the new presentation.

14.1 Employees' share-based payment plan

On 7 June 2023, the shareholders of the Company approved the Employees Stock Incentive Program ("Plan") for the benefit of certain eligible senior executives of the Group (the "Participants"). The Plan entitles the Participants a conditional right to receive number of Restricted Stock Units ("RSUs") and Performance Stock Units ("PSUs") (each unit equal to the value of one share of the Company at the grant date i.e., 7 June 2023), following the satisfaction of service and performance conditions as mentioned below. The service vesting period under the Plan is three years. Fair value per share on grant date is the closing price per share on Saudi Stock Exchange (Tadawul) as at the grant date.

PSUs: The number of shares that will vest under PSUs will depend upon the completion of three years' service period with the Group and on the Group's performance against certain market conditions at the end of the third year.

RSUs: The number of shares that will vest under RSUs will depend upon the completion of three years' service period with the Group.

The total expense recognised for employees' services received during the period ended 30 September 2023 under the Plan amounted to SAR 12.3 million and is recognised as "salaries and staff related benefits" in the condensed consolidated interim statement of profit or loss with a corresponding increase in the condensed consolidated interim statement of changes in equity under the "Other reserves".

On 7 June 2023, the Company's shareholders in their Extraordinary General Assembly Meeting approved buy-back of 2,170,767 treasury shares under the Plan for the benefit of certain eligible senior executives of the Group.

15 Long-term borrowings

	30 September 2023	31 December 2022
Facilities utilized under:		
Common Terms Agreements ("CTAs"):		
Ma'aden Aluminium Company ("MAC")	8,235,759,632	8,862,587,036
Ma'aden Rolling Company ("MRC")	1,115,625,000	1,155,000,000
Ma'aden Bauxite and Alumina Company ("MBAC")	6,269,946,979	6,426,386,175
Ma'aden Wa'ad Al-Shamal Phosphate Company ("MWSPC")	14,278,203,106	17,639,657,182
Ma'aden Gold and Base Metals Company ("MGBM") Facility	1,300,000,000	1,400,000,000
Murabaha Facility Agreements ("MFAs"):		
Ma'aden Infrastructure Company ("MIC")	454,000,000	493,000,000
Sukuk Facility Agreement ("SFA"):		
Ma'aden Phosphate Company ("MPC")	3,500,000,000	3,500,000,000
Ma'aden Fertilizer Company ("MFC") Facility	1,200,000,000	1,200,000,000
Meridian Consolidated Investments Limited ("MCIL")	815,899,405	868,127,834
Total borrowings	37,169,434,122	41,544,758,227
Less: Transaction cost balance at the period / year end	(471,850,881)	(580,658,937)
Total borrowings, net of transaction cost	36,697,583,241	40,964,099,290
Add: Accrued finance cost	505,248,791	226,532,136
Less: Current portion of borrowings shown under current liabilities	(4,263,400,986)	(3,138,686,170)
Long-term portion of borrowings	32,939,431,046	38,051,945,256

Transition from IBORs to risk free rates

IBOR reform represents the reform and replacement of interest rate benchmarks by global regulators. The Group has a number of contracts, primarily referenced to USD London Interbank offer rates ("USD LIBOR") and Saudi Interbank offer rates (SIBOR). For USD LIBOR, the most applicable tenor (6-month USD LIBOR) for the Group ceased to be published on 30 June 2023.

The Group has analysed its contract subject to USD LIBOR and developed a transition plan. As per the transition plan, the discontinued USD LIBOR will be replaced with alternative Secured Overnight Financing Rate ("SOFR"). Arrangements associated with USD LIBOR having repayments due during July 2023 to December 2023 have been fixed on the last published 6-month USD LIBOR. Contracts and agreements that are based on USD LIBOR and are not expiring at the cessation dates, are currently under negotiation with counterparties to reflect the alternative benchmarks.

15 Long-term borrowings (continued)

The following table contains details of all financial instruments of the Group which are based on USD LIBOR as at 30 September 2023 and are currently in process of transitioning to an alternative benchmark:

Financial instruments:

Non-derivative financial liabilities

13,699,882,120

LIBOR reforms are expected to have impact on the Group's current risk management strategy and possibly accounting for certain financial instruments upon completion of transition.

As part of the Group's risk management strategy, the Group uses financial instruments to manage exposures arising from variation of interest rates that could affect profit or loss and other comprehensive income and applies hedge accounting to these instruments. Majority of those financial instruments currently are also referenced to LIBOR.

To ensure smooth transition, the Group has engaged with all relevant parties and officially appointed legal counsel to oversee the process with counterparties.

16 Zakat, income tax and severance fees

16.1 Zakat and income tax assessments

The Company and its wholly owned subsidiaries have filed their consolidated zakat returns up to 31 December 2022 and have received zakat certificates for the same. The Company and its wholly owned subsidiaries have finalized its assessments with the Zakat, Tax and Customs Authority ("ZATCA") up to 31 December 2013.

The ZATCA has issued revised assessments for the years ended 31 December 2014 to 2018 with an additional zakat liability of approximately SAR 63 million. The Company filed an appeal against the ZATCA's revised assessments with the General Secretariat of Tax Committees ("GSTC") for the years 2014 to 2018 which resulted in a reduction of zakat liability by SAR 47 million. The Company filed an appeal with Appellate Committee for Tax Violations and Disputes Resolution ("ACTVDR") on items not accepted by GSTC for the years ended 31 December 2014 to 2018.

In respect of partly owned subsidiaries, comprising of Saudi and foreign shareholders, zakat and income tax returns have been filed from the date of incorporation until 31 December 2022 and zakat and income tax certificates up to 31 December 2022 have been received.

The ZATCA has issued revised assessments for the years 2015 to 2018 for MAC and MBAC and for 2015 to 2017 for MRC with an additional zakat liability of approximately SAR 24 million, SAR 34 million and SAR 14.3 million, respectively. MAC, MBAC and MRC have filed an appeal against ZATCA's revised assessments with the GSTC. GSTC has subsequently revised assessments for MAC and MBAC with a reduction in zakat liability by SAR 6 million and SAR 29 million, respectively. MAC and MBAC have filed an appeal against the GSTC resolution on the remaining zakat claim of SAR 18 million and SAR 5 million, respectively. In relation to MRC, ZATCA issued a final assessment for the year 2016 with an additional zakat liability of approximately SAR 8 million which was accepted without appeal by MRC and therefore was fully settled. MWSPC received assessment for the year 2016 with an additional zakat of SAR 0.78 million which was accepted without appeal by MWSPC and therefore was fully settled. During the period, MWSPC received notification of clearance for years 2017 and 2018 with no additional income tax and zakat liability. MPC zakat declaration for the years up to 2017 have been finalized by ZATCA. Based on the Group's assessment, it is not anticipated that any material liabilities, other than currently recognized, will be incurred as a result of outstanding assessments.

16.2 Severance fees

In accordance with the Mining Law, the Group is required to pay to the Government of Saudi Arabia severance fees representing equivalent of 20% of hypothetical income net of proportionate zakat due to ZATCA in addition to specified percentage of the net value of the minerals upon extraction. Severance fees were charged to cost of sales in the condensed consolidated statement of profit or loss up to 31 March 2023 in accordance with IFRIC 21 "Levies" as a levy on extraction of minerals.

During the quarter ended 30 June 2023, the Ministry shared new interpretations under the Mining Law which had resulted in additional severance fees charge of SAR 192 million relating to the year 2022 which has been accounted for as a change in estimate and judgment applied by the management in evaluating the new interpretations. The Group has analyzed new interpretations to the Mining Law and have accounted for severance fees equivalent of 20% of hypothetical income net of proportionate zakat due to ZATCA under IAS 12 "Income Taxes" as it now falls under the scope of IAS 12. Accordingly, such component of severance fees along with the net deferred severance fee credit has been presented separately in the condensed consolidated interim statement of profit or loss.

16 Zakat, income tax and severance fees (continued)

16.2 Severance fees (continued)

The movement in severance fees payable / (advance severance fees) during the quarter / period / year is as follows:

	Quarter ended		Nine months ended		Year ended
	30 September 2023	30 September 2022	30 September 2023	30 September 2022	31 December 2022
1 July / 1 January	334,381,440	315,127,173	(13,087,353)	220,771,506	220,771,506
Provision for severance fees made during the quarter / period / year	61,394,307	71,211,012	410,071,855	165,566,679	113,665,444
Current quarter / period / year charge	61,394,307	70,625,330	217,726,440	161,736,571	118,074,662
Prior year adjustment	-	585,682	192,345,415	3,830,108	(4,409,218)
Paid during the quarter / period / year to the authorities	(314,123,397)	(171,692,348)	(315,332,152)	(171,692,348)	(347,524,303)
30 September / 31 December	81,652,350	214,645,837	81,652,350	214,645,837	(13,087,353)

Severance fees classified as follows in the condensed consolidated interim statement of financial position:

	30 September 2023	31 December 2022
Severance fees payable	81,652,350	21,886,722
Advance severance fees	-	(34,974,075)
30 September / 31 December	81,652,350	(13,087,353)

The following components of current and deferred severance fees are recognised in the condensed consolidated statement of profit or loss:

	Quarter ended		Nine months ended		Year ended
	30 September 2023	30 September 2022	30 September 2023	30 September 2022	31 December 2022
Current severance fees	47,963,490	-	366,112,159	-	-
Provision for severance fees made during the quarter / period / year	61,394,307	71,211,012	410,071,855	165,566,679	113,665,444
Less: classified under cost of sales	(13,430,817)	(71,211,012)	(43,959,696)	(165,566,679)	(113,665,444)
Deferred severance fees	(96,592,171)	-	(146,937,220)	-	-
Deferred severance fees asset (credited) to consolidated statement of profit or loss	(99,268,760)	-	(607,178,852)	-	-
Deferred severance fees liabilities charged to consolidated statement of profit or loss	2,676,589	-	460,241,632	-	-
Severance fees	(48,628,681)	-	219,174,939	-	-
30 September / 31 December	(48,628,681)	-	219,174,939	-	-

17 Related party transactions and balances

17.1 Related party transactions

Transactions with related parties carried out during the period under review, in the normal course of business, are summarised below:

Transactions with different non-controlling shareholders in subsidiaries and with joint ventures

	Nine months ended 30 September 2023	30 September 2022
Sales of MAC to Alcoa Inespal, S.A., in accordance with a shareholders off-take agreement, during the period	808,916,246	1,202,832,993
Sales of MPC through Saudi Basic Industries Corporation ("SABIC") (a government controlled entity), in accordance with a marketing agreement, during the period	1,121,537,093	1,780,801,328
Sales of MWSPC through SABIC, in accordance with a marketing agreement, during the period	1,269,097,945	1,611,119,933
Sales of MWSPC through The Mosaic Company, in accordance with a marketing agreement, during the period	1,119,344,297	1,430,147,491
Cost of seconded employees, technology fee and other cost charged by Alcoa Corporation during the period to MAC and MBAC	9,452,912	10,179,685
Cost of seconded employees, technology fee and other cost charged by The Mosaic Company during the period to MWSPC	35,371,429	23,051,209
Purchase of raw material from SAMAPCO (a joint venture) during the period	282,145,857	429,016,585
Purchase of raw material supplies from Saudi Aramco (a government controlled entity)	1,088,761,367	2,193,271,563
MPC	433,963,724	949,656,019
MWSPC	654,797,643	1,243,615,544
Finance cost incurred on long term borrowings from PIF (MAC and MBAC)	331,777,308	152,655,910
Dividend received from MBCC (a joint venture)	273,750,000	373,125,000
Dividend declared attributable to non-controlling shareholders:		
SABIC (MPC and MWSPC)	506,250,000	225,000,000
Mosaic Company (MWSPC)	93,750,000	-
Alcoa Saudi Smelting Inversiones S.L. (MAC)	56,742,190	-

17.2 Related party balances

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

	30 September 2023	31 December 2022
Trade and other receivables due from:		
Non-controlling shareholders:		
• SABIC in MPC – trade	189,378,974	129,194,835
• SABIC in MWSPC - trade	211,417,731	265,949,560
Sub-total – trade receivables due from SABIC	400,796,705	395,144,395
• The Mosaic Company in MWSPC - trade	120,478,226	275,937,379
Sub-total – trade receivables due from non-controlling shareholders	521,274,931	671,081,774
Subsidiaries of a non-controlling shareholder:		
• Alcoa Inespal, S.A. in MAC - trade	320,427,846	266,737,806
A joint venture company:		
• MBCC - other	146,206	141,818
• Manara	21,234,752	-
Parent company of a non-controlling shareholder:		
• Rebate receivable from Saudi Aramco related to purchase of molten sulfur by MPC and MWSPC	269,710,288	619,914,001
Total	1,132,794,023	1,557,875,399

17 Related party transactions and balances (continued)

17.2 Related party balances (continued)

	30 September 2023	31 December 2022
Long-term borrowings from PIF (a sovereign wealth fund of the Kingdom of Saudi Arabia), a 67.18% shareholder in Ma'aden		
Due to PIF for the financing of the:		
• MAC facility	3,330,371,241	3,912,137,330
• MBAC facility	2,554,802,229	2,583,195,425
Total	5,885,173,470	6,495,332,755

The Group also has borrowing arrangements with certain other governmental agencies at market terms.

	30 September 2023	31 December 2022
Payable to the parent company (ultimate shareholder) of a non-controlling shareholder:		
• Accrued expenses due to Alcoa Corporation in MAC and MBAC	1,840,057	1,616,821
Payable to the parent company of a non-controlling shareholder:		
• Trade payable to Saudi Aramco by MPC and MWSPC	64,941	88,439,998
Payable to a non-controlling shareholder:		
• Accrued expenses due to The Mosaic Company in MWSPC	-	-
Payable to a joint venture company:		
• SAMAPCO – trade	61,783,753	68,230,333

17.3 Key management personnel compensation

	Quarter ended		Nine months ended	
	30 September 2023	30 September 2022	30 September 2023	30 September 2022
Short-term employee benefits	11,048,215	6,198,140	57,472,421	38,712,512
Employees' end of service termination benefits	1,021,637	1,488,850	3,416,516	2,481,179
Total	12,069,852	7,686,990	60,888,937	41,193,691

18 Derivative financial instruments (asset) / liability

	Quarter ended		Nine months ended		Year ended
	30 September 2023	30 September 2022	30 September 2023	30 September 2022	31 December 2022
1 July / 1 January	(135,048,774)	(9,693,022)	(133,036,559)	229,266,382	229,266,382
Net accrued derivative interest (Reversal) / accrual during the quarter / period / year	(9,873,909)	(13,255,396)	(33,802,771)	(26,303,402)	(39,088,812)
Received / (paid) during the quarter / period / year	(27,978,384)	13,436,255	(73,420,746)	64,881,330	56,112,449
Loss / (gain) in fair value of hedge instrument	18,104,475	(26,691,651)	39,617,975	(91,184,732)	(95,201,261)
	17,528,943	(71,685,199)	39,445,590	(297,596,597)	(323,214,129)
30 September / 31 December	(127,393,740)	(94,633,617)	(127,393,740)	(94,633,617)	(133,036,559)
Less: current portion derivative financial instruments	127,393,740	25,509,080	127,393,740	25,509,080	34,053,290
Non-current portion	-	(69,124,537)	-	(69,124,537)	(98,983,269)

Loss / (gain) in fair value of hedge instrument is attributable to:

	Quarter ended		Nine months ended		Year ended
	30 September 2023	30 September 2022	30 September 2023	30 September 2022	31 December 2022
Ordinary shareholders of the parent company	13,129,179	(53,692,214)	29,544,747	(222,899,851)	(242,087,383)
Non-controlling interest	4,399,764	(17,992,985)	9,900,843	(74,696,746)	(81,126,746)
Total	17,528,943	(71,685,199)	39,445,590	(297,596,597)	(323,214,129)

MAC and MBAC entered into interest rate swap agreements ("hedge instrument") with financial institutions for a certain portion of its long-term borrowings to hedge against the changes in the SIBOR and LIBOR ("hedge item"). The hedging instruments and hedging item have similar critical terms such as reference rate, reset dates, payment dates, maturities and notional amount, therefore, the hedge ratio is 1:1.

The arrangement has been designated as hedging arrangement since its inception and subject to prospective testing of hedge effectiveness at each reporting date. As at the reporting date, the hedge effectiveness was evaluated to be 100% as all critical terms matched throughout the period / year.

The various agreements entered into by the companies were as follows:

Effective date	Maturity date	Notional amount	Weighted average hedge rate for the period	
			SIBOR	LIBOR
1 October 2018	29 September 2023	1,820,250,000	-	3.02%
1 April 2019	1 April 2024	1,800,000,000	3.78%	-
30 June 2019	28 June 2024	1,227,187,500	-	2.23%
Total notional hedge exposure		4,847,437,500		

The swap contracts require settlement of net interest receivable or payable every six months ending 31 March / 30 June and 30 September / 31 December. The settlement dates coincide with the dates on which interest is payable on the underlying debt.

The effect of interest swaps on the company's financial position and performance is as follows:

	30 September 2023	30 September 2022	31 December 2022
Carrying amount (asset) / liability – MBAC	(52,457,108)	(46,158,338)	(54,730,074)
Carrying amount (asset) / liability – MAC	(74,936,632)	(48,475,279)	(78,306,485)
Carrying amount (asset) / liability	(127,393,740)	(94,633,617)	(133,036,559)
Notional amount	3,027,187,500	4,847,437,500	4,847,437,500
Hedge ratio	1:1	1:1	1:1
Loss / (gain) in value of hedge item used to determine hedge effectiveness	39,445,590	(297,596,597)	(323,214,129)

18 Derivative financial instruments (asset) / liability (continued)

Accumulated (gain) / loss in fair value of outstanding hedging instruments:

	Quarter ended		Nine months ended		Year ended
	30 September 2023	30 September 2022	30 September 2023	30 September 2022	31 December 2022
1 July / 1 January	(98,334,502)	(22,948,418)	(120,251,149)	202,962,980	202,962,980
Change in fair value of hedging instrument recognized in OCI	(10,449,441)	(58,248,944)	(33,975,156)	(232,715,267)	(267,101,680)
Transferred from OCI to profit of loss	27,978,384	(13,436,255)	73,420,746	(64,881,330)	(56,112,449)
Changes in fair value and transfer to profit or loss, net	17,528,943	(71,685,199)	39,445,590	(297,596,597)	(323,214,129)
30 September / 31 December	(80,805,559)	(94,633,617)	(80,805,559)	(94,633,617)	(120,251,149)

19 Projects, trade and other payables (Non-controlling interest Put options)

Movement in non-controlling interest Put options is as follows:

	30 September 2023	31 December 2022
1 January	53,859,889	41,852,921
Settlement during the period	(28,094,276)	-
Revaluation loss	7,585,299	12,006,968
30 September / 31 December	33,350,912	53,859,889

The Group, through its subsidiary MMDC, acquired 85% of issued share capital of the Meridian Consolidated Investments Limited (Meridian Group or Meridian), a leading fertilizer distribution network company operating in East Africa, carrying full voting rights on 8 August 2019.

The shareholders' agreement between Ma'aden and Meridian include clauses of Put options whereby the non-controlling interest equity holders in Meridian may exercise their Put options in respect of the following tranches of non-controlling interest held in Meridian at any time during the Put Option exercise period:

Relevant tranche	Percentage of non-controlling interest	Put option reference period
First tranche	25%	Financial year end of Meridian on 31 March 2020 ("FY20")
Second tranche	25%	Financial year end of Meridian on 31 March 2021 ("FY21")
Third tranche	25%	Financial year end of Meridian on 31 March 2022 ("FY22")
Fourth tranche	25%	Financial year end of Meridian on 31 March 2023 ("FY23")

The decision to exercise the Put option or otherwise to roll-over the relevant tranche to a later Put option reference date shall be made by the non-controlling equity holders in Meridian between 45 and 90 days before the Put option reference date ("Put option exercise period").

As per the terms of shareholders' agreement, Put options held by the non-controlling equity holders in Meridian are binding irrevocable options to sell the remaining 15% shareholding to MMDC in 2023 if the options are not exercised before that. The call and put option exercise price for each relevant tranche shall be calculated in accordance with the shareholders' agreement i.e. by applying relevant multiplier to the audited EBITDA for the relevant tranche multiplied by non-controlling interest shares subject to the call and put option divided by the total number of shares of Meridian.

During 2021, the Group acquired the first and second tranche and acquired an additional 3.75% against each tranche from the non-controlling equity holders of Meridian. On 13 October 2021 and 6 December 2021, such acquisition of additional cumulative 7.5% of Meridian was completed after obtaining all the necessary regulatory and legal approvals. During the period ended 31 March 2023, the Group acquired a third tranche with an additional 3.75% from the non-controlling equity holders of Meridian. For the remaining fourth tranche, the Group has estimated the fair value of liability using the probabilities of undiscounted cash outflow scenarios in the range up to SAR 33 million at the exercise of the option. This is a level 3 fair valuation as per IFRS 13.

20 Commitments and contingent liabilities

20.1 Capital commitments

	30 September 2023	31 December 2022
Capital expenditure contracted for:		
Property, plant and equipment	2,095,971,520	574,052,923

20.2 Guarantees

	30 September 2023	31 December 2022
Guarantee in favor of Saudi Aramco, for future diesel and gas feedstock supplies	234,517,088	234,030,088
Guarantee in favor of Saudi Aramco for future supply of molten sulfur	426,937,500	426,937,500
Guarantees in favor of Ministry of Industry and Mineral Resources, for future purified phosphoric acid, fuel and feed stocks supplies	262,500,000	262,500,000
Guarantee in favor of Saudi Ports Authority (a government-controlled entity)	6,671,580	6,671,580
Guarantee in favor of Ras Al-Khair Port for land lease	30,916,900	30,916,900
Others	1,575,791	2,134,622
Total	963,118,859	963,190,690

20.3 Letters of credit

	30 September 2023	31 December 2022
Letter of credit in favor of Jordan Phosphate Mine for future supply of concentrated rock	46,406,250	4,383,750
Letter of credit in favor of SMS Group GMBH	4,733,879	4,637,680
Letter of credit in favor of Glama Maschinenbau GMBH	3,334,222	3,266,466
Sight letters of credit for purchasing equipment and materials	-	26,606,250
Letter of credit in favor of Engro Eximp FZE	-	14,175,000
Total	54,474,351	53,069,146

20.4 Contingencies

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 relating to the Group's capital projects. Based on the Group's assessment, it is not anticipated that any material liabilities will be incurred as a result of these contingencies.

21 Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Management believes that the fair values of the Group's financial assets and liabilities are not materially different from their carrying values.

Financial instruments are carried at fair value, using the following different levels of valuation methods:

- Level 1** - inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.
- Level 2** - inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3** - inputs are unobservable inputs for the asset or liability.

If the inputs used to measure the fair value of an asset or liability falls into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest input level that is significant to the entire measurement.

The Group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

The fair value of trade receivables carried at FVTPL are valued using valuation techniques, which employ the use of market observable inputs. The valuation techniques incorporate various inputs including the credit quality of counterparties and forward rate curves of the underlying commodity. As at the reporting date, the marked-to-market value of provisionally priced trade receivables is net of a credit valuation adjustment attributable to customer default risk. The changes in counterparty credit risk had no material effect on financial instruments recognised at fair value.

The table below presents the financial assets and financial liabilities at their fair values as at the reporting date based on the fair value hierarchy:

	Notes	Level 1	Level 2	Level 3	Total
As at 30 September 2023					
Financial assets					
Derivative financial instrument (asset)	18	- 127,393,740		- 127,393,740	
Trade receivables		- 2,074,594,732		- 2,074,594,732	
Investment at fair value through other comprehensive income		458,281,079	-	- 458,281,079	
		458,281,079	2,201,988,472	- 2,660,269,551	
Financial liabilities					
Projects, trade and other payables (Non-controlling interest put options)	19	-	- 33,350,912	- 33,350,912	
As at 31 December 2022					
Financial assets					
Derivative financial instruments (asset)	18	- 133,036,559		- 133,036,559	
Trade receivables		- 3,539,666,792		- 3,539,666,792	
		- 3,672,703,351		- 3,672,703,351	
Financial liabilities					
Trade, projects, and other payables (Non-controlling interest put options)	19	-	- 53,859,889	- 53,859,889	

There were no transfers between fair value levels during the period and years 2023 and 2022 respectively.