



ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

**INTERIM FINANCIAL STATEMENTS AND LIMITED
REVIEW REPORT
FOR THE THREE AND NINE-MONTH PERIODS ENDED
SEPTEMBER 30, 2012**

ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

INTERIM FINANCIAL STATEMENTS AND LIMITED REVIEW REPORT
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

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LIMITED REVIEW REPORT

To The shareholders
Abdullah Al-Othaim Markets Company
(Saudi Joint Stock Company)
Riyadh, Saudi Arabia

Scope of Review

We have reviewed the accompanying interim balance sheet of Abdullah Al-Othaim Markets Company (a Saudi Joint Stock Company) (the "Company") as at September 30, 2012, and the related interim statement of income for the three and nine-month periods ended September 30, 2012 and the interim statement of cash flows for the nine-month period then ended, including the notes which form an integral part of these interim financial statements. These interim financial statements are the responsibility of the Company's management and were prepared and presented to us with all the information and explanations that we required.

We conducted our limited review in accordance with the Standard on Review of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants. A limited review of interim financial statements consists principally of applying analytical procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with Auditing Standards Generally Accepted in the Kingdom of Saudi Arabia, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Review Result

Based on our limited review, we are not aware of any material modifications that should be made to the accompanying interim financial statements for them to be in conformity with Accounting Standards Generally Accepted in the Kingdom of Saudi Arabia.

Deloitte & Touche
Bakr Abulkhair & Co.



Bakr A. Abulkhair
(License No. 101)
Zul Qaida 28, 1433
October 14, 2012



ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

INTERIM BALANCE SHEET (UNAUDITED)
AS AT SEPTEMBER 30, 2012

ASSETS	Notes	2012 SR	2011 SR
Current assets			
Cash on hand and at banks		72,190,380	1,362,595
Inventories, net		318,292,800	296,235,088
Prepayments and other receivables	3	90,392,892	96,259,605
Total current assets		480,876,072	393,857,288
Non-current assets			
Investments in subsidiaries and others	5	168,361,742	118,346,091
Property and equipment, net	6	1,060,958,413	1,022,785,647
Projects in progress	7	35,271,027	50,075,545
Intangible assets, net		12,211,450	13,549,954
Total non-current assets		1,276,802,632	1,204,757,237
TOTAL ASSETS		1,757,678,704	1,598,614,525
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current Liabilities			
Short-term loans and Murabahas	8 (a)	80,265,845	121,653,717
Current portion of long-term loans and Murabahas	8 (b)	111,148,474	84,458,224
Trade payables		648,803,666	670,025,020
Other payables and accrued expenses		110,721,500	87,312,767
Total current liabilities		950,939,485	963,449,728
Non-current liabilities			
End-of-service indemnities		39,490,610	34,373,700
Long-term loans and Murabahas	8 (b)	124,758,377	106,171,060
Total non-current liabilities		164,248,987	140,544,760
Total liabilities		1,115,188,472	1,103,994,488
Shareholders' equity			
Share capital	1	225,000,000	225,000,000
Statutory reserve	9	56,982,411	41,974,094
Voluntary reserve	10	12,453,336	12,453,336
Retained earnings		347,959,397	215,192,607
Unrealized gains from investments in available-for-sale securities	5	95,088	-
Total shareholders' equity		642,490,232	494,620,037
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,757,678,704	1,598,614,525

The accompanying notes form an integral part of these interim financial statements

ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF INCOME (UNAUDITED)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

	Notes	Three-month period ended		Nine-month period ended	
		September 30, 2012 SR	September 30, 2011 SR	September 30, 2012 SR	September 30, 2011 SR
Revenues					
Sales		1,122,319,034	1,096,135,177	3,119,442,040	3,017,484,032
Rent	4	42,700,477	40,084,563	119,343,498	110,633,168
Total revenues		1,165,019,511	1,136,219,740	3,238,785,538	3,128,117,200
Cost of revenues		(1,081,005,305)	(1,053,718,961)	(3,009,393,562)	(2,886,184,255)
Gross profit		84,014,206	82,500,779	229,391,976	241,932,945
Selling and distribution expenses		(31,269,644)	(35,781,590)	(82,807,501)	(83,438,286)
General and administrative expenses		(17,623,964)	(14,043,726)	(43,972,022)	(39,014,743)
Income from continued main operations		35,120,598	32,675,463	102,612,453	119,479,916
Company's share in net profits of the associated company	5	8,655,298	6,582,831	18,152,351	12,655,583
Other income (expenses), net	14	387,699	642,407	1,628,036	(5,696,558)
Finance charges		(2,238,876)	(3,158,501)	(8,350,920)	(9,588,954)
Income before zakat		41,924,719	36,742,200	114,041,920	116,849,987
Zakat		(1,250,000)	(750,000)	(2,750,000)	(3,250,000)
NET INCOME		40,674,719	35,992,200	111,291,920	113,599,987
Earnings per share	11				
From continued main operations		1,56	1,45	4,56	5,31
From net income		1,81	1,60	4,95	5,05

The accompanying notes form an integral part of these interim financial statements

ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2012

	2012 SR	2011 SR
OPERATING ACTIVITIES		
Income before zakat	114,041,920	116,849,987
Adjustments:		
Depreciation	61,308,341	54,826,512
Amortization of intangible assets	1,003,878	1,003,878
Losses (Gains) from sale of property and equipment	747,319	(662,232)
Company's share in net profits of the associated company	(18,152,351)	(12,655,583)
End-of-service indemnities	4,029,238	5,490,181
Changes in working capital		
Inventories	(6,939,540)	(10,959,356)
Prepayments and other receivables	15,072,004	(14,581,512)
Trade payables, other payables and accrued expenses	(17,296,660)	106,386,677
Zakat paid	(3,770,048)	(3,712,420)
Net cash provided by operating activities	150,044,101	241,986,132
INVESTING ACTIVITIES		
Investments in subsidiaries and others	(44,118,212)	(500,000)
Dividends received from an associated company	12,750,000	-
Additions to property, equipment and projects in progress	(76,730,691)	(180,133,251)
Proceeds from sale of property and equipment	1,462,938	837,858
Net cash used in investing activities	(106,635,965)	(179,795,393)
FINANCING ACTIVITIES		
Loans and Murabahas	(14,836,924)	(38,564,050)
Cash dividends	-	(67,500,000)
Net cash used in financing activities	(14,836,924)	(106,064,050)
Net change in cash on hand and at banks	28,571,212	(43,873,311)
Cash on hand and at banks at January 1	43,619,168	45,235,906
CASH ON HAND AND AT BANKS AT SEPTEMBER 30	72,190,380	1,362,595
Non cash transactions		
Property and equipment transferred from projects in progress (Note 6)	60,700,444	4,376,350
Unrealized (losses) from investments in available-for-sale securities	(104,070)	-

The accompanying notes form an integral part of these interim financial statements

ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

1. ORGANIZATION AND ACTIVITY

Abdullah Al-Othaim Markets Company is a Saudi Joint Stock company registered in Riyadh on Rajab 7, 1400 (May 21, 1980) under Commercial Registration Number 1010031185. The Company was converted from a limited liability into a joint stock Company according to the ministerial decree No. 227/G on Ramadan 3, 1428 (corresponding to September 15, 2007).

The share capital of the Company amounting to SR 225 million is divided into 22.5 million shares of SR 10 each.

The Company's main activity is to undertake wholesale trading in food supplies, fish, meat, cars and its spare parts, agricultural crops and livestock, household equipments, constructing, managing, operating and maintaining of super markets and malls, cooked and non-cooked catering services, computer services, operating and maintaining electrical and mechanical equipment, constructing, operating and maintaining of storage and cooling warehouses.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying interim financial statements have been prepared in accordance with the Standard of Interim Financial Reporting issued by the Saudi Organization for Certified Public Accountants. The significant accounting policies applied by the Company in the preparation of the interim financial statements, and summarized below, are consistent with the policies of the annual audited financial statements for the year ended December 31, 2011. The interim financial statements and the accompanying disclosures should be read in conjunction with the annual audited financial statements and the related notes for the year ended December 31, 2011.

Use of estimates

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

Accounting convention

The interim financial statements are prepared under the historical cost and accrual conventions, except for the investments in available for sale securities which are stated at fair value and the investment in an associated company which is accounted for using equity method.

ABDULLAH AL-OTHAIM MARKETS COMPANY
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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

Revenue recognition

Sales are recognized upon delivery of goods to customers. Income from rent is recognized on accrual basis over the period of lease contracts.

Expenses

Selling and distribution expenses principally comprise of costs incurred in the distribution and sale of the Company's products. All other expenses are classified as general and administrative expenses.

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

Investments in subsidiaries and others

Investment in subsidiaries was stated at cost. The subsidiaries did not engage in any commercial activities from inception date and up to financial statements date. No audited financial statements were issued for these companies.

Investment in an associated company which is 13.65% owned and in which the Company exercises significant influence through its participation in its financial and operational policies is accounted for using equity method, under which the investment is initially stated at cost and adjusted thereafter for the change in the Company's share in net assets of the investee. Company's share of the net profit or loss of the investee is reported in the interim statement of income.

Investments in unquoted companies which are owned at less than 20% of the Company's share capital are stated at cost. Appropriate provision is made for any other than temporary impairment in the value of these investments. Income is reported upon declaration of dividends.

Investments in securities classified in the balance sheet as investments available for sale are stated at fair value. Unrealized gains or losses are reported separately in the shareholders' equity. Realized gains or losses on disposal of investments in securities available for sale are reported in the income statement.

If the fair value is not available, these investments are stated at cost. Cost is adjusted to reflect any other than temporary impairment in the value.

Cost of sales

Cost of sales includes the cost of purchases and expenses related to the outlets.

Inventories

Inventories are stated at the lower of cost or market value. Cost is determined using the weighted average cost method.

Property and equipment

Property and equipment are stated at cost less accumulated depreciation. Expenditure on maintenance and repairs is expensed, while expenditure for betterment is capitalized. Depreciation is provided over the estimated useful lives of the applicable assets using the straight line method. Leasehold improvements and buildings constructed on leased lands are amortized over the shorter of the

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

estimated useful life of the leasehold improvements and buildings or the remaining term of the lease. The estimated lives of the principal classes of assets are as follows:

	Years
Machinery and equipment	10
Buildings	5 – 25
Vehicles	5 – 7
Computers	5 – 7
Furniture and fixtures	7
Leasehold improvements	10

Impairment of long-term assets

The Company reviews on regular basis the carrying amount of its tangible assets to determine whether there is any indication that those assets have suffered impairment in value. In case such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of the impairment, if any. Where it is not possible to estimate the recoverable amount of individual assets, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

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

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

Borrowing cost

Borrowing costs directly attributable to acquisitions or constructions of qualifying assets, which are the assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets until the assets are substantially ready for their intended use or sale. All other borrowing costs are charged to the interim statement of income in the period in which they are incurred.

Intangible assets

Intangible assets represent costs incurred for the purpose of using rented stores (key money). These assets are amortized over the term of the related lease contracts.

Foreign currency translation

Foreign currency transactions are translated into Saudi Riyals at the rates of exchange prevailing at the time of the transactions. Monetary assets and liabilities denominated in foreign currencies at the interim balance sheet date are translated at the exchange rates prevailing at that date. Gains and losses from settlement and translation of foreign currency transactions are included in the interim statement of income.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

Accounting for lease contracts

All leases entered into by the Company are classified as operating leases. Rental payments are charged to the interim statement of income using the straight-line method over the term of the operating lease contract.

The lease amounts received by the Company as a lessor in operating lease contracts are recognized in the interim statement of income using the straight-line method over the period of the related leases.

End-of-service indemnities

End-of-service indemnities are provided in accordance with the Saudi Arabian Labor Law and are reduced by the payments to employees. Differences in indemnities, if any, are computed and paid to employees upon termination.

Zakat

The Company is subject to the regulations of the Department of Zakat and Income Tax ("DZIT") in the Kingdom of Saudi Arabia. Zakat is provided on an accrual basis. The zakat charge is computed on the zakat base. Any difference in the estimate is recorded when the final assessment is approved, at which time the provision is cleared.

3. PREPAYMENTS AND OTHER RECEIVABLES

Prepayments include an amount of SR 19 million (2011: SR 23.3 million) which represents rents paid to a related party in advance against early payment discount.

ABDULLAH AL-OTHAIM MARKETS COMPANY
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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

4. RELATED PARTY TRANSACTIONS

During the period, the Company transacted with the following related parties. The terms of these transactions and expenses were executed in accordance with the Company's management approval.

Company's name	Relationship
Al Othaim Holding Company	Founding Shareholder
Abdullah Al Othaim Real Estate Investment and Development Co.	Associated Company

The significant transactions and related amounts are as follows:

Transactions	2012 SR	2011 SR
Rent expenses	8,001,465	7,184,186
Rent income	28,170,431	28,060,729

5. INVESTMENTS IN SUBSIDIARIES AND OTHERS

Investments consist of the following:

	Notes	2012 SR	2011 SR
Investments in available-for-sale securities		595,088	500,000
Investments in non-consolidated subsidiaries	a	400,000	-
Investment in an associated company	b	119,848,442	114,446,091
Investment in National Laboratories Co.	c	3,400,000	3,400,000
Due from Bayt Al-Watan Co.	D	44,118,212	-
		168,361,742	118,346,091

a- Investments in non-consolidated subsidiaries

During the year, the Company has established four limited liability companies in the Kingdom of Saudi Arabia with a share capital of SR 100,000 each. These companies are fully owned, directly and indirectly, by the Company. The investment in these companies was stated at cost since the audited financial statements for these companies have not been issued. These Companies did not have any commercial activity until September 30, 2012.

INVESTMENTS IN SUBSIDIARIES AND OTHERS (CONTINUED)

ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

	Company's share capital SR
Haley Holding Co.	100,000
Universal Marketing Center Co.	100,000
Seven Services Co.	100,000
Bayt Alwatan Co.	100,000
	400,000

b- Investment in an associated company

	2012 SR	2011 SR
Balance, January 1	114,446,091	101,790,508
Dividends received	(12,750,000)	-
Company's share in net profits for the period	18,152,351	12,655,583
Balance, September 30	119,848,442	114,446,091

The investment in associated company represents 13.65% of the share capital of Abdullah Al-Othaim Real Estate Investment and Development Company. The remaining percentage is owned by Al-Othaim Holding Company, Mr. Abdullah Saleh Al-Othaim and his family members.

- c-** The Company has invested in 6% of the share capital of National Laboratories Company "Maamel" (a limited liability company) registered in Dammam city.
- d-** The amount due from Bayt Alwatan Co, represents the amounts paid to that company to finance its investments in local companies.

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

6. PROPERTY AND EQUIPMENT, NET

	Land SR	Machinery and equipment SR	Buildings SR	Vehicles SR	Computers SR	Furniture and fixtures SR	Leasehold improvements SR	Total SR
Cost								
January 1, 2012	318,838,660	188,067,334	484,368,323	52,312,989	80,754,810	112,059,566	108,936,778	1,345,338,460
Additions	929,625	12,775,986	50,020,618	8,933,455	8,051,319	8,347,024	10,662,371	99,720,398
Disposals	-	(3,799,768)	-	(450,900)	(5,627,892)	(3,925,437)	(108,229)	(13,912,226)
September 30, 2012	319,768,285	197,043,552	534,388,941	60,795,544	83,178,237	116,481,153	119,490,920	1,431,146,632
Accumulated depreciation								
January 1, 2012	-	81,600,863	58,960,507	35,464,849	36,313,580	66,278,619	41,963,429	320,581,847
Charge for the period	-	13,867,574	21,352,319	5,478,358	4,605,506	8,037,666	7,966,918	61,308,341
Disposals	-	(2,524,234)	-	(369,277)	(4,925,931)	(3,881,267)	(1,260)	(11,701,969)
September 30, 2012	-	92,944,203	80,312,826	40,573,930	35,993,155	70,435,018	49,929,087	370,188,219
Net book value								
September 30, 2012	319,768,285	104,099,349	454,076,115	20,221,614	47,185,082	46,046,135	69,561,833	1,060,958,413
September 30, 2011	318,838,660	102,887,084	432,318,989	16,223,068	41,703,559	45,169,498	65,644,789	1,022,785,647

- On March 29, 2010, the Company purchased land properties in Medina from a related party (Abdullah Al Othaim Real Estate Investment and Development Co.), for an amount of SR 98 million for building a shopping mall project and the investment in residential and office buildings. The approval for this transaction was granted in the second shareholders' ordinary general assembly meeting held on April 7, 2010. Some title deeds of the land were transferred to the name of the Company while other title deeds amounting to SR 37 million are still under progress.
- Land mentioned above amounting to SR 165 million date (2011: SR 64 million) is mortgaged to some local banks as collateral against bank facilities (Note 8b). No capital commitments associated with these projects existed as at the interim balance sheet date.
- Additions include an amount of SR 60,700,444 which was transferred from projects in progress (2011: SR 4,376,350).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

7. PROJECTS IN PROGRESS

Projects in progress mainly represent costs for constructing shopping malls, in addition to contractors' bills for establishing and developing new stores. Contingent liabilities relating to projects in progress as at September 30, 2012 amounted to SR 9.5 million (September 30, 2011: SR 16.5 million). During the nine-month period, an amount of SR 60,700,444 (2011: SR 4,376,350) was transferred to property and equipment, Note 6.

8. LOANS AND MURABAHAS

a) Short-term murabahas

The Company has facilities from local banks in the form of short-term murabahas to finance working capital. Unused balance of these murabahas loans as at September 30, 2012 amounted to SR 179,7 million (September 30, 2011: SR 118,3 million).

b) Long-term loans and murabahas:

	September 30, 2012		
	Current portion SR	Non-current portion SR	Total SR
Bank Al-Bilad Loan	55,522,211	37,031,104	92,553,315
Saudi Hollandi Bank Loans	34,666,667	65,000,000	99,666,667
SAMBA Financial Group Loan	18,181,818	22,727,273	40,909,091
Saudi British Bank Loan	2,777,778	-	2,777,778
	111,148,474	124,758,377	235,906,851

	September 30, 2011		
	Current portion SR	Non-current portion SR	Total SR
Saudi Industrial Development Fund Loan	400,000	443,500	843,500
Bank Al Bilad Loan	52,724,890	88,283,115	141,008,005
Saudi Hollandi Bank Loans	14,666,667	14,666,667	29,333,334
Saudi British Bank Loan	16,666,667	2,777,778	19,444,445
	84,458,224	106,171,060	190,629,284

These facilities are secured by personal guarantees of one of the shareholders and mortgage of land title deeds owned by the Company with a book value of SR 165 million as at September 30, 2012 (September 30, 2011: SR 64 million).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

9. STATUTORY RESERVE

In accordance with Regulations for Companies in Saudi Arabia and the Company's bylaws, the Company has established a statutory reserve by the appropriation of 10% of net income until the reserve reaches 50% of the share capital. This reserve is not available for dividend distribution.

10. VOLUNTARY RESERVE

The extraordinary general assembly in its meeting held on Jumad Al-Awal 2, 1430 (corresponding to April 27, 2009) approved a voluntary reserve of 20% from year 2008 net income and appropriated it as voluntary reserve for the expansion of the Company's operations.

11. EARNINGS PER SHARE

Earnings per share are calculated based on net income for the period and income from continuing main operations for the period divided by the weighted average number of shares for the period ended September 30, 2012 and 2011 amounting to 22.5 million shares.

12. DIVIDENDS

In its meeting held on March 28, 2011, the shareholders' General Assembly approved the distribution of cash dividends of SR 67.5 million, which represents SR 3 per share for the year ended December 31, 2010.

13. SUBSEQUENT EVENTS

In its meeting held on October 3, 2012, the shareholders' General Assembly approved the distribution of cash dividends of SR 22.5 million, which represents One Saudi Riyal per share for the year ended December 31, 2011.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

14. OTHER INCOME (EXPENSES), NET

	Three-month period ended		Nine-month period ended	
	September 2012 SR	September 2011 SR	September 2012 SR	September 2011 SR
(Losses) Gains from sale of property and equipment	(568,830)	439,654	(747,319)	662,232
Exceptional staff bonus	-	-	-	(5,892,047)
Acquisition advisory fees*	(288,825)	(636,061)	(1,063,825)	(2,596,875)
Others, net	1,245,354	838,814	3,439,180	2,130,132
	387,699	642,407	1,628,036	(5,696,558)

* Acquisition Advisory fees represents amounts paid to acquire the rest of the shares of "Abdulla Al-Othaim Real Estate Investment & Development Company" (associate), through the issuance of 7,253,303 new shares in the Company for the interest of the selling shareholders in Abdulla Al-Othaim Real Estate Investment & Development Company pursuant to the Board resolution on June 18, 2011. The deal was not approved by the shareholders' General Assembly in its meeting held on July 29, 2012.

15. SEGMENTAL INFORMATION

The Company's activities are focused on retail and wholesale of food stuff and carries out its operations in the Kingdom of Saudi Arabia, in addition to constructing commercial malls and investing in their sales or leases. Some selected information were summarized as at September 30, 2012 and 2011 for each business segment.

	For the nine-month period ended September 30, 2012		
	Retail and wholesale SR	Real estate and leasing (Rent) SR	Total SR
Sales	3,119,442,040	-	3,119,442,040
Rents income	68,727,618	50,615,880	119,343,498
Property and equipment, net	535,308,187	525,650,226	1,060,958,413
Gross Profit	206,756,374	22,635,602	229,391,976

	For the nine-month period ended September 30, 2011		
	Retail and wholesale SR	Real estate and leasing (Rent) SR	Total SR
Sales	3,017,484,032	-	3,017,484,032
Rents income	62,759,926	47,873,242	110,633,168
Property and equipment, net	455,558,826	567,226,821	1,022,785,647
Gross Profit	220,523,860	21,409,085	241,932,945

ABDULLAH AL-OTHAIM MARKETS COMPANY
(SAUDI JOINT STOCK COMPANY)

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UNAUDITED) (Continued)
FOR THE THREE AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2012

16. COMMITMENTS AND CONTINGENCIES

- a) As at September 30 the Company had the following commitments and contingent liabilities:

	2012	2011
	SR	SR
Letters of credit	21,554,673	43,660,453
Letters of guarantee	14,276,700	20,668,300
Capital commitments on projects in progress	9,493,070	16,494,238

- b) Commitments against operating leases agreements

The outstanding lease commitments of the Company related to non-cancelable long-term operating leases for the Company's branches and malls as at September 30 were as follows:

	2012	2011
	SR	SR
Less than one year	42,184,369	43,084,969
More than one year, but less than 5 years	147,555,876	152,446,950
More than 5 years, but less than 23 years	266,198,831	277,607,670

17. PERIOD RELATED ADJUSTMENTS

The adjustments which management believes to be material were adjusted in the interim financial statements to present fairly, the financial position and results of operations. The result of operations for the interim financial period might not give an exact indication about the actual results of the whole year operations.