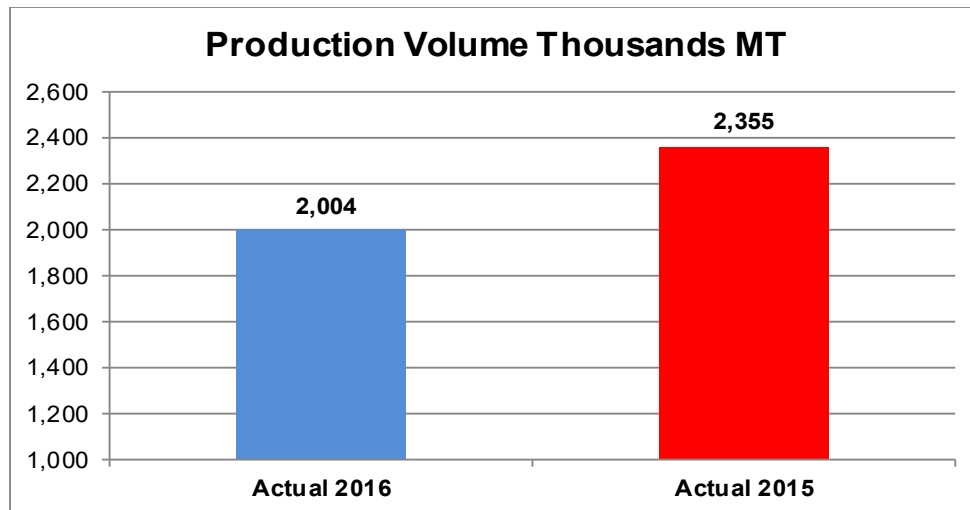


Consolidated Financial Results of the Company from 1/1/2016 till 31/12/2016

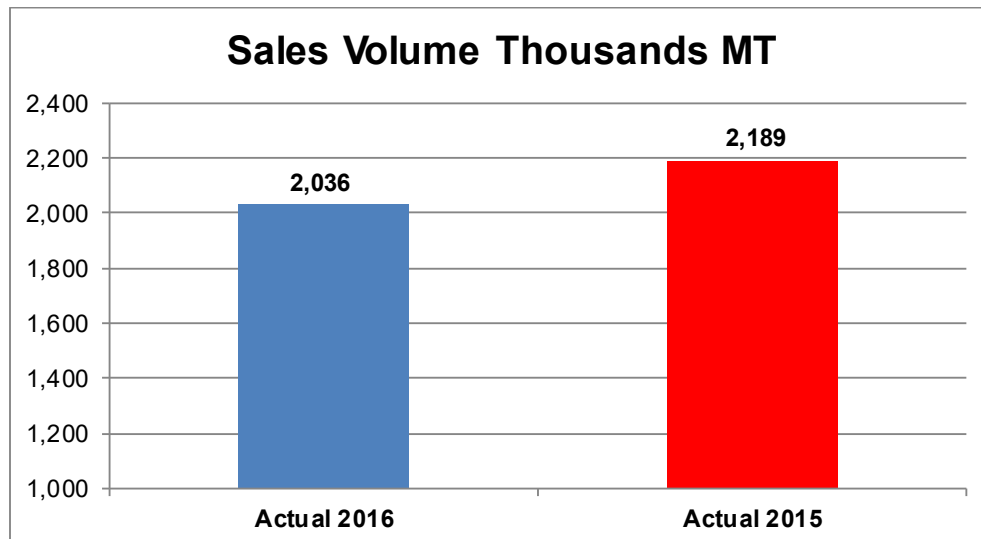
1) Potash Production

Total quantity produced was 2,004 thousand MT for the year 2016, compared with 2,355 thousand MT produced for the same period of last year, representing a decrease of 15%. **This drop is mainly due to a maintenance shutdown for one of APC's main plants (Hot Leach Plant) for approximately two months. The monthly capacity of HLP plant is 120 thousand MT.**



2) Potash Sales Quantity

Total quantity sold was 2,036 thousand MT for the year 2016, compared with 2,189 thousand MT sold for the same period of last year, representing a drop of 7%. **The drop in sales is mainly due to the slowdown in the global economy and weaker currencies in many potash consuming countries, in addition to the delay in reaching annual contracts with China and India.**

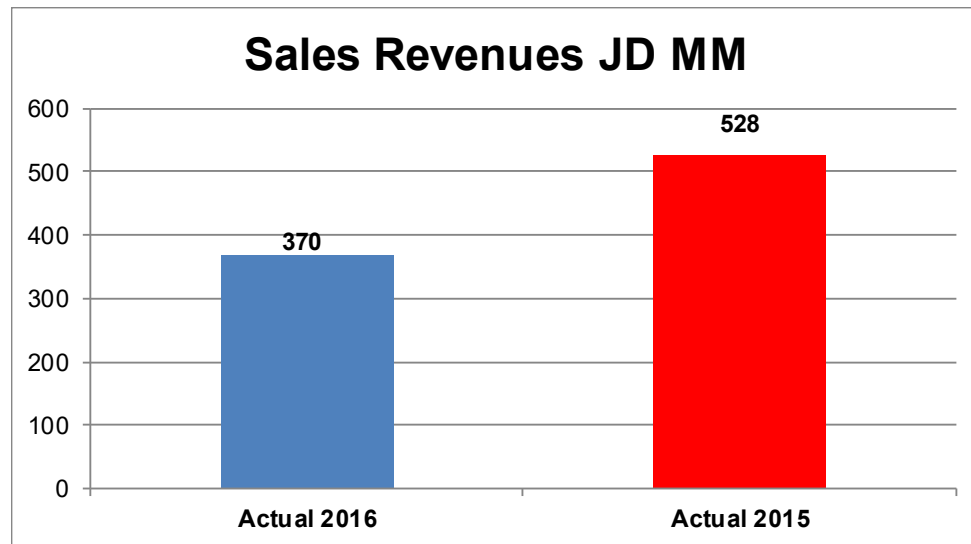


3) Sales Revenues:

Consolidated Revenues for the year 2016 amounted to JD 370 million compared to JD 528 million for the same period of last year, a decrease of 30%.

The decrease in sales revenues was mainly attributed to the decrease in potash international prices which are currently at the lowest level in 10 years, and the delay in reaching annual contracts with China and India.

This drop not only put downward pressure on the revenues, but also forced several international producers to announce shutting down some of their potash mines, and reducing production volumes during 2016.



4) Profits

Consolidated profits before income tax for the year 2016 amounted to JD 74.2 million compared to JD 162.8 million for the same period of last year. Net profit after tax for 2016 is JD 67.5 million compared to JD 131.1 million last year, a decrease of 49%.

The decrease in profits was mainly attributed to the decrease in sales revenues as mentioned above, in addition to the decrease in production volume due to the shutdown for maintenance purposes. APC's profits came mainly from non-operational activities, and from the profits of subsidiaries and affiliated companies. The below chart shows the decrease in Arab Potash Company's net profit for the year 2016 compared to the same period of 2015:

