

Governance

Related party transactions

The Company has entered into transactions with entities related to the Public Investment Fund (the Public Shareholding Fund), as well as certain companies in which some members of the Board of Directors hold directorships. The terms of such transactions are similar to those with ordinary commercial debtors and creditors, and there is no preference or special treatment for the parties involved. The following are the significant transactions and amounts up to 31 December 2018:

Dealing with related parties	2018 SAR Mn	2017 SAR Mn
Trading commission	321,711,062	304,287,195
Market information services	60,808,776	63,027,657
Depository services	137,834,096	132,931,412
Listing services	61,580,174	44,959,233
Other services	1,345,932	244,053
Subsidiaries	5,511,881	4,293,218
Board of Directors' remuneration and allowances	5,963,239	6,429,875
Balance due from Tadawul Real Estate Company	130,000,000	130,000,000

The balances resulting from these transactions are included in the Financial Statements as at 31 December 2018 (in Saudi Arabian Riyals):

Description	Nature of the relationship	Balance at the beginning of the year	Increases during the year	Proceeds/Paid during the year	Balance at the end of the year
Receivables	Joint ownership and managers	4,416,769	374,001,194	(365,735,796)	12,682,167
Accounts payable	Joint ownership and managers	5,969,836	18,542,801	(17,558,756)	6,953,881
Advances and other assets	Associate company	184,386	184,793	(184,386)	184,793

It should be noted that the Company in its dealings with related parties take into account the procedures used to deal with cases of conflict of interest in accordance with the relevant regulations, in addition to the rules of professional conduct for the members of the Board of Directors of the Company and approved by the Commission's decision No. 02-20-2010 dated 27/08/1431H corresponding to 08/08/2010.