

SECOND DEVELOPMENT PLAN

1395 - 1400 [A.H.]

1975 - 1980 [A.D.]

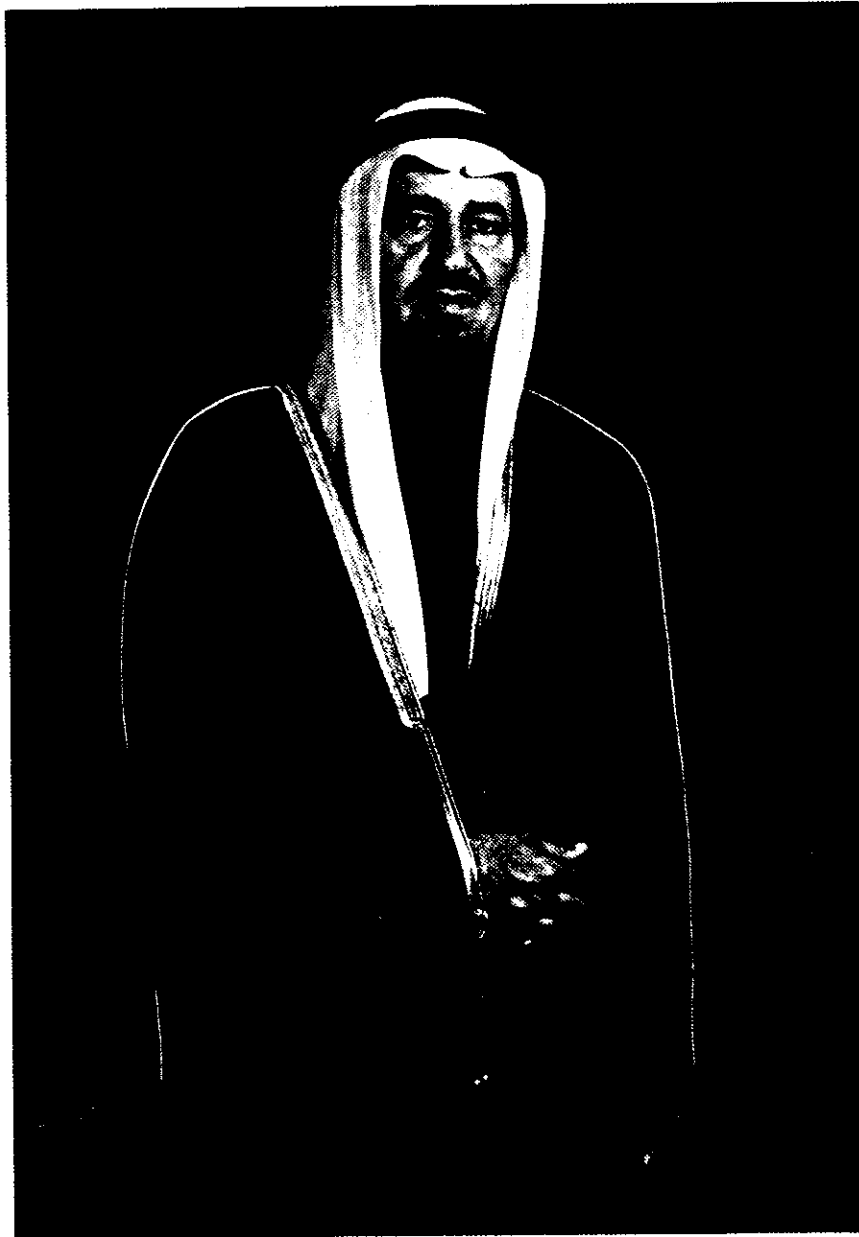
SECOND DEVELOPMENT PLAN

1395 - 1400 [A.H.]

1975 - 1980 [A.D.]

THE KINGDOM OF SAUDI ARABIA
MINISTRY OF PLANNING

1396 A.H. — 1976 A.D.



HIS MAJESTY KING KHALID IBN ABDULAZIZ

In the name of God the merciful the compassionate

Riyadh 16/4/1395 AH
27/4/1975 AD

His Majesty King Khaled Ibn Abdul Aziz
President of the Council of Ministers

Your Majesty,

I am honored to submit to Your Majesty the Second Development Plan for the Kingdom of Saudi Arabia prepared by the Central Planning Organization in accordance with the Council of Minister's Resolution No. 1464 dated 30/11/1393 A.H. (24/12/1973 A.D.).

This Plan reflects the effort and cooperation of all ministries, agencies, and government departments concerned with the development of the economy and society of the Kingdom. I look forward to their continuing support and cooperation in the tremendous task of implementing the Plan.

Please accept my highest regards and respect.

Minister of State and President
Central Planning Organization



Hisham Mohiddin Nazer

SPECIAL NOTE

On 8 Shawal, 1395 (13 October, 1975) by Royal Order No. A-326, the Central Planning Organization was elevated to the Ministry of Planning. Accordingly, all references to the Central Planning Organization contained in the development plan now refer to the Ministry of Planning.

**Council of Ministers Resolution No. 565
dated 10.5.1395 A.H. (21.5.1975)**

The Council of Ministers,

having considered the letter of H.E. the Minister of State and President of the Central Planning Organization No. 0/256 dated 18.4.1395 A.H. (29.4.1975) under which the second five year development plan was submitted, decides the following:

1. Approves the Second Development Plan: its objectives, programs and projects.
2. All ministries and independent agencies shall comply with the contents of the Plan in preparing their annual budgets to achieve the targets set therein.
3. The Budget Department of the Ministry of Finance and National Economy shall each year allocate the required funds for the projects and programs included in the Plan through optimum cooperation and coordination with a joint committee to consist of the Deputy Minister of Finance and Budget Affairs, the Vice President of the Central Planning Organization, and the Deputy Minister of the concerned ministry or independent agency.
In case of disagreement, the matter will be settled by a decision taken by the Minister of Finance and National Economy, the Minister of State and President of the Central Planning Organization, and the Minister or agency head concerned.
4. The Minister of State and President of the Central Planning Organization, the Minister of State for Financial Affairs and National Economy, the President of the Control and Investigation Organization, and the Chairman of the Advisors Section at the Council of Ministers shall formulate a follow-up system for plan implementation to be considered by the Council of Ministers.
5. All ministries, departments, and independent and semi-independent government corporations shall conduct the studies for programs and projects that fall within their jurisdiction of the plan and the Central Planning Organization shall conduct such studies should those agencies fail to do so as scheduled in the Plan.
6. The implementation of the Second Development Plan commences from 1 Rajab, 1395 A.H.



Preface

Certain definitions and conventions used in this document are described briefly below to assist the reader.

Rounding of Numbers

Items and totals in tabulated material have been independently rounded in order to retain accuracy. Therefore slight discrepancies in the arithmetic are due to rounding; 0.5 has been rounded upward.

Fiscal and Calendar Years

On the next page are listed equivalent dates in the Saudi fiscal year, the Hijra (lunar) year, and the Gregorian (solar) year.

The Saudi fiscal year (from 1 Rajab through 30 Jumad II) is the basic unit of time used in planning and is shown with a hyphen, for example, 1394-95. The first national development plan covered the five fiscal years 1390-91 through 1394-95 but this period is sometimes shown for convenience as 1390-95. Similarly the period of the present Plan (a capital "P" is used to distinguish it) is often denoted as 1395-1400, although it covers the five fiscal years 1395-96 through 1399-1400.

The few exceptions made in using the Saudi fiscal year as the basic time-period are due to different practices in data collection and analysis. These exceptions include petroleum production and sales, international airline operations, and telecommunications, much of the data for which refer to Gregorian years and are so shown. The other major exception is the information on education: here the enrollment and other non-financial data are based on the Saudi academic year but are shown in the same manner as the fiscal year.

SAUDI FISCAL AND HIJRA YEAR DATES AND GREGORIN EQUIVALENTS

| <i>Saudi Fiscal Year (1 Rajab to 30 Jumad II)</i> | <i>Starts on*</i> | <i>Hijra Year</i> | <i>Starts on*</i> | <i>Hijra months†</i> |
|---|-------------------|-------------------|-------------------|------------------------------|
| 1385-86 | 25 Oct 1965 | 1385 | 1 May 1965 | Muharram |
| 86-87 | 16 Oct 66 | 86 | 21 Apr 66 | Safar |
| 87-88 | 4 Oct 67 | 87 | 11 Apr 67 | Rabi I |
| 88-89 | 23 Sep 68 | 88 | 30 Mar 68 | Rabi II |
| 89-90 | 12 Sep 69 | 89 | 19 Mar 69 | Jumad I |
| | | | | Jumad II |
| 1390-91 | 2 Sep 1970 | 1390 | 9 Mar 1970 | Rajab |
| 91-92 | 22 Aug 71 | 91 | 26 Feb 71 | Shaban |
| 92-93 | 10 Aug 72 | 92 | 15 Feb 72 | Ramadhan |
| 93-94 | 30 Jul 73 | 93 | 4 Feb 73 | Shawwal |
| 94-95 | 19 Jul 74 | 94 | 23 Jan 74 | Dhul-Qi'dah |
| | | | | Dhul-Hijjah |
| 1395-96 | 9 Jul 1975 | 1395 | 13 Jan 1975 | |
| 96-97 | 28 Jun 76 | 96 | 2 Jan 76 | |
| 97-98 | 16 Jun 77 | 97 | 22 Dec 76 | |
| 98-99 | 6 Jun 78 | 98 | 11 Dec 77 | <i>Gregorian months†</i> |
| 99-1400 | 26 May 79 | 99 | 30 Nov 78 | <i>January</i> |
| 1400-01 | 15 May 1980 | 1400 | 19 Nov 1979 | February |
| 01-02 | 4 May 81 | 01 | 9 Nov 80 | March |
| 02-03 | 23 Apr 82 | 02 | 28 Oct 81 | April |
| 03-04 | 12 Apr 83 | 03 | 17 Oct 82 | May |
| 04-05 | 2 Apr 84 | 04 | 7 Oct 83 | June |
| | | | | July |
| 1405-06 | 22 Mar 1985 | 1405 | 27 Sep 1984 | August |
| 06-07 | 11 Mar 86 | 06 | 27 Sep 85 | September |
| 07-08 | 28 Feb 87 | 07 | 4 Sep 86 | October |
| 08-09 | 17 Feb 88 | 08 | 24 Aug 87 | November |
| 09-10 | 7 Feb 89 | 09 | 14 Aug 88 | December |

* Dates are approximate for future years.

† See *Statistical Yearbook*, Ninth Issue (1393 A.H., 1973 A.D.), pp. 13-14, for starting dates of Hijra and Gregorian months in past years.

Estimates and Units of Measures

Unless otherwise noted, the base year for estimates and projections is the fiscal year before the plan period being discussed, that is, 1389-90 or 1394-95. Again unless otherwise noted, estimates of financial requirements or growth are given in 1394-95 prices — no factor for inflation has been built in. However, for projects taking several years to complete, 1394-95 prices estimated in that year, include inflation over the period to completion.

The metric system prevails in Saudi Arabia and is therefore used for measures of distance (1 kilometer = 0.62 miles), land area (1 hectare = 2.47 acres), volume (1 cubic meter = 1.31 cubic yards), and mass (1 metric ton = 1.1 short tons).

“Development Plan 1395-1400”

This document is in essence a drawing together of many plans prepared by ministries and agencies of the Government of Saudi Arabia, and has behind it a vast amount of information gathered from periodic or special studies carried out by or for different parts of the Government. It must be understood as a summary whose basic purpose is to coordinate the many agency plans rather than to present all the information gathered during the planning process.

Chapters IV through VIII are concerned mainly with the specific sub-sectoral plans to develop the Kingdom's economy and society in the years 1395-1400. These discussions are purposefully presented in a brief and practical form, complete with a coding system to facilitate the continuing review, implementation, and follow-up of the various components of the national Plan.

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