subject to Section 16. Form

4 or Form 5 obligations may

continue. See Instruction

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

ANNUAL STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

OMB APPROVAL					
OMB	3235-				
Number:	0362				
Estimated average					
burden hours	per				
raenonea	1.0				

Form 3 Holdings Reported Form 4 Transactions Reported

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address Kennedy Robert E.		ARABIAN	2. Issuer Name and Ticker or Trading Symbol ARABIAN AMERICAN DEVELOPMENT CO [ARSD]					5. Relationship of Reporting Person(s) to Issuer (Check all applicable)XDirector10% Owner			
(Last) (Fi	D, SUITE 290		(Month/Day/Year)				Officer (give title elow)	Other (s	specify below)		
(St		4. If Amendment, Date Original Filed(Month/Day/Year)				6. Individual or Joint/Group Reporting (check applicable line)					
HOUSTON, TX 7							_X_ Form Filed by One Reporting Person Form Filed by More than One Reporting Person				
(City) (S	tate) (Zip)	Table I - N	Table I - Non-Derivative Securities Acquired, Dispose					Beneficially (Owned		
1.Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	Execution Date, if		4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Amount (D) Price		or	5. Amount of Securities	6. Ownership	7. Nature of Indirect		
	(Monui/Day/1ear)	any (Month/Day/Year)	Code (Instr. 8)	(Instr. 3,	4 and (A) or		at end of Issuer's Fiscal Year (Instr. 3 and 4)	Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership (Instr. 4)		

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 2270

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned $(\emph{e.g.}, \textbf{puts}, \textbf{calls}, \textbf{warrants}, \textbf{options}, \textbf{convertible securities})$

1. Title of	2.	Transaction	3A. Deemed	4.	5.		Date Exer	cisable	7. Tit	le and	8. Price of	9. Number	10.	11. Nature	
Derivative	Conversion	Date	Execution Date, if	Transaction	Numb	er	and Expirati	on Date	Amo	unt of	Derivative	of	Ownership	of Indirect	
Security	or Exercise	(Month/Day/Year)	any	Code	of		(Month/Day	/Year)	Unde	erlying	Security	Derivative	Form of	Beneficial	
(Instr. 3)	Price of		(Month/Day/Year)	(Instr. 8)	Deriva	tive			Secu	rities	(Instr. 5)	Securities	Derivative	Ownership	
	Derivative				Securi	ties			(Instr	: 3 and		Beneficially	Security:	(Instr. 4)	
	Security				Acquir	ed			4)			Owned at	Direct (D)		
					(A) or							End of	or Indirect		
					Dispos	sed						Issuer's	(I)		
					of (D)							Fiscal Year	(Instr. 4)		
					(Instr.	3,						(Instr. 4)			
					4, and	5)									
										Amount					
							Date	Expiration Date	Title	Number					
							Exercisable	Date		of					
					(A) (D)				Shares					

Reporting Owners

Reporting Owner Name / Address	Relationships						
Reporting Owner Name / Address	Director	10% Owner	Officer	Other			
Kennedy Robert E.							
450 GEARS ROAD, SUITE 290	X						
HOUSTON, TX 77067							

Signatures

Robert E Kennedy	01/14/2010
Signature of Reporting Person	Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 4(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space provided is insufficient, see Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.