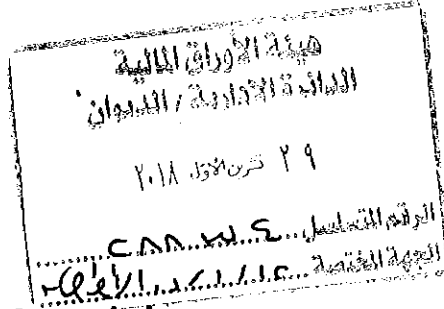




شركة المصانع العربية الدولية للأغذية والاستثمار

المساهمة العامة المحدودة

The Arab International Food Factories and Investment Co.



الرقم : س ش / 2018/95

التاريخ : 2018/10/29

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بورصة عمان
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2/29

To: Jordan Securities Commission
Amman Stock Exchange

Subject: Quarterly Report as of
30/9/2018

الموضوع : التقرير ربع السنوي كما هي في
2018/9/30

Attached the Quarterly Report &
CD of
(The Arab International Food
Factories & Investment Co.)
as of 30/9/2018

مرفق طيه نسخة من البيانات المالية ربع
السنوية بالإضافة إلى قرص مدمج
(شركة المصانع العربية الدولية للأغذية
والاستثمار)
وذلك كما هي بتاريخ 2018/9/30

Kindly accept our high
appreciation and respect

وتفضلوا بقبول فائق الاحترام...

Mr. Mohammad Abu-Khadejah
Vice Chairman of the Board

السيد محمد عبدالله ابو خديجة

نائب رئيس مجلس الإدارة

AIFFICO

**The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

**Condensed Interim Financial Statements
and Report on Review as of September 30, 2018
(Reviewed Not Audited)**

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

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Report on the review of the condensed interim financial statements

591 18 04

To the Board of Directors of

The Arab International Food Factories And Investment Co. (P.S.C)

Amman - The Hashemite Kingdom of Jordan

Introduction:

We have reviewed the accompanying condensed interim financial statements of **The Arab International Food Factories And Investment Co. (P.S.C)** comprising of condensed interim statement of financial position as at 30 September 2018, and the related condensed interim statements of comprehensive income, changes in owners' equity and cash flows for nine months ended 30 September 2018 and the related explanatory notes.

The management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with *IAS 34 –interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review:

We conducted our review in accordance with International Standard on Review 2410 "Review of interim Financial Information Performed by the Independent Auditor of the Entity". A review of the condensed interim financial information consists of making inquiries primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with international Standards on Auditing. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects in accordance with IAS 34.

Other matters:

- Condensed interim financial statements were prepared for Instructions for listing the securities in the Amman Stock Exchange & for management's purposes.

Al Abbasi & Partners Co.



Nabeel Moh'd Obeidat

License No. 877



Amman in

24 October 2018

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Financial Position as of September 30, 2018

Reviewed not audited

	Note	30-Sep 2018 JD (Reviewed)	31-Dec-2017 JD (Audited)
<u>Assets</u>			
<u>Non - Current Assets</u>			
Property , plant & equipments - net	5	92,536	103,410
Financial assets at fair value through comprehensive income	6	23,057,720	23,952,461
Investments in associates		340,697	340,697
Total Non - Current Assets		23,490,953	24,396,568
<u>Current Assets</u>			
Cash on hand and at banks		169,320	223,081
Due from related parties	12	802	802
Other debit balances		2,150	1,095
Total Current Assets		172,272	224,978
Total Assets		23,663,225	24,621,546
<u>Current Liabilities</u>			
accounts payable		927	1,818
Due to related parties	12	57,671	54,071
Other credit balances		126,217	144,887
Total Current Liabilities		184,815	200,776
<u>Owners' Equity And Liabilities</u>			
<u>Owners' Equity</u>			
Capital		10,500,000	10,500,000
Statutory reserve		1,934,017	1,934,017
Fair value reserve		7,356,250	8,322,533
Retained earning	7	2,351,720	3,664,220
Profit for the period		1,336,423	-
Total Owner's Equity		23,478,410	24,420,770
Total owners' Equity And Liabilities		23,663,225	24,621,546

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Statement of Comprehensive Income
For the Nine Months Ended September 30, 2018

Reviewed not audited

		For the nine monthes ended at		For the three monthes ended at	
		30-Sep-2018	30-Sep-2017	30-Sep-2018	30-Sep-2017
		JD	JD	JD	
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
<u>Revenues</u>					
Dividends profit		1,487,700	1,589,632	-	-
Other income		6,118	6,050	199	400
Total Revenue		1,493,818	1,595,682	199	400
<u>Expenses</u>					
Staff benefits	8	(88,885)	(63,342)	(31,560)	(24,017)
General & administrative expenses	9	(56,467)	(57,395)	(13,744)	(12,514)
Depreciation		(10,945)	(11,045)	(3,648)	(3,644)
Total Expenses		(156,297)	(131,782)	(48,952)	(40,175)
Profit for the period befor income tax		1,337,521	1,463,900	(48,753)	(39,775)
Income Tax		(1,098)	(1,110)	0	(45)
Profit for the period		1,336,423	1,462,790	(48,753)	(39,820)
<u>Add: Other comprehensive income items</u>					
Net changes in fair value		(966,283)	(1,411,898)	(890,788)	(40,498)
Total Comprehensive income for the period		370,140	50,892	(939,541)	(80,318)
		Fils/Dinar	Fils/Dinar	Fils/Dinar	Fils/Dinar
Basic and diluted earninig per share	10	0.127	0.139	(0.005)	(0.004)

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Statement Of Changes In Owners' Equity For the nine Months Ended September 30, 2018

Reviewed not audited

Description	Retained earning											
	Capital		Statutory Reserve		Fair Value Reserve		Realized		Unrealized *		Profit for the period	
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
For the nine months ended September 30,2018												
Balance as of January 1,2018 (Audited)	10,500,000	1,934,017	8,322,533	3,412,911	251,309	3,664,220	-	24,420,770				
Profit for the period after Tax	-	-	-	-	-	-	1,336,423	1,336,423				1,336,423
change in Fair value	-	-	(966,283)	-	-	-	-	(966,283)				
Total Comprehensive income for the period	-	-	(966,283)	4,799,051	-	3,664,220	1,336,423	370,140				
Dividends paid (Note 7)	-	-	-	(1,312,500)	-	(1,312,500)	-	(1,312,500)				
Balance as of September 30,2018 (Reviewed)	10,500,000	1,934,017	8,247,038	3,486,551	251,443	2,351,720	1,336,423	23,478,410				
For the nine months ended September 30,2016												
Balance as of January 1,2017 (Audited)	10,500,000	1,789,515	11,687,546	3,486,457	235,861	3,722,318	-	27,699,379				
Profit for the period after Tax	-	-	-	-	-	-	1,462,790	1,462,790				
change in Fair value	-	-	(1,411,898)	-	-	-	-	(1,411,898)				
Total Comprehensive income for the period	-	-	(1,411,898)	-	-	-	1,462,790	50,892				
Dividends paid	-	-	-	(1,312,500)	-	-	-	(1,312,500)				
Balance as of September 30,2017 (Reviewed)	10,500,000	1,789,515	10,275,648	2,173,957	235,861	3,722,318	1,462,790	26,437,771				

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Statement of Cash Flows For the Nine Months Ended September 30, 2018

Reviewed not audited

	Note	30-Sep-2017 JD (Reviewed)	30-Sep-2017 JD (Reviewed)
Cash Flows From Operating Activities			
Profit for the period		1,337,521	1,463,900
Depreciation		10,945	11,045
Operating (Loss) Income before changes in working capital		1,348,466	1,474,945
<u>(Increase) decrease in current assets</u>			
Other debit balances		(1,055)	24
<u>Increase (decrease) in current liabilities</u>			
Accounts payable & Due to related parties		2,709	16,309
Other credit balances		(19,768)	(25,860)
Net Cash (Used in) Operating Activities		1,330,352	1,465,418
<u>Cash flows from investing activities</u>			
Changes of property, plant and equipment		(71)	(161)
Changes at Financial assets at fair value		(71,542)	(40,914)
Net cash flows (used in) investing activities		(71,613)	(41,075)
<u>Cash Flows from Financing Activities</u>			
Dividends paid		(1,312,500)	(1,312,500)
Cash flows from investing activities		(1,312,500)	(1,312,500)
Net increase (decrease) in cash balances		(53,761)	111,843
Cash balances at beginning of the Period		223,081	144,450
Cash balances at end of the Period		169,320	256,293

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

1- Company's Registration and Objectives

The Arab International Food Factories And Investment Co was established as a Public Shareholding Company and It was registered at the Public Shareholding companies' registry at the Ministry of Commerce and Trade under the number of(256) at september 13,1994 .

The objective of the company is Establishment and management of milk kids production Factory and Health food and Other industries , Plus Invested its money.

The Condensed interim financial statements were approved by the board of directors at its meeting held on 24 october ,2018 , these financial statements aren't subject to the approval of the general assembly of shareholders .

2- Basis of Preparation of Interim Financial Statements

General

These condensed interim financial statement have been prepared in accordance with international accounting standards ((IFRS) IAS 34))(Interim Financial Reporting).

The condensed interim financial statements are presented in Jordanian Dinars (JOD) which is the company's presentation functional currency .

The condensed interim financial statements have been prepared on historical cost except financial assets and liabilities which appears on fair value.

These condensed interim financial statements do not include all the information required for a complete set of IFRS financial statements, However , selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the company's financial position and performance since the last annual report of financial statements as of December 31,2017 , in addition, The results for the nine months period ended September 30,2018 are not necessarily indicative of the results that may be expected for the financial year ending December 31,2018 . No appropriation was made for profit for the nine months ended 30 September 2018 which is made at the end of the financial year

3- Significant accounting estimates and assumptions

There are no material changes to the nature and amount of the changes in the estimate of amounts recognized in the interim financial statements as compared to the financial statements for 2017 In addition to :

The management of the Company estimates the impairment loss of financial assets in accordance with IFRS 9 as this process requires the use of several assumptions and estimates when calculating future cash flows, collateral values, default rates and balances of financial assets at default and determining whether there is an increase In the degree of credit risk of financial assets

**The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

4- Changes in accounting policies

During the current period, the Group adopted the below new and amended International Financial Reporting Standards (“IFRS”) and improvements to IFRS that are effective for periods beginning on 1 January 2018:

- * IFRS 15 “Revenue from Contracts with Customers”
- * IFRS 9 “Financial Instruments”
- * Amendments to IFRS 2 “Classification and Measurement of Share-based Payment Transactions”.

- * Amendments to IFRS 4 “Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts”.
- * Amendments to IAS 40 “Transfers of Investment Property”
- * Annual improvements to IFRS 2014-2016 Cycle “Amendments to IFRS 1 and IAS 28”.
- * IFRIC 22 Foreign Currency Transactions and Advances consideration.

The adoption of the above new and amended IFRS and improvements to IFRS had no significant impact on the condensed consolidated interim financial statements .

IFRS 9 "Financial Instruments"

IFRS 9 Financial Instruments replaces IAS 39 Financial Instruments: Recognition and Measurement for annual periods beginning on or after 1 January 2018, bringing together all three aspects of the accounting for financial instruments : classification and measurement; impairment; and hedge accounting.

The company had previously implemented the first phase of IFRS 9 as issued during 2009. The date of initial implementation of the first phase of IFRS 9 was 1 January 2011. The standard has been applied retrospectively and , in line with IFRS 9, comparative amounts have not been restated

The impact of the adoption of IFRS 9 as at 1st January 2018 has been recognised in retained earnings. The standard eliminated the use of the IAS 39 incurred loss impairment model approach, uses the revised hedge accounting framework, and the revised guidance on the classification and measurement requirements.

Impairment

The adoption of IFRS 9 has fundamentally changed the company accounting for impairment losses for financial assets by replacing IAS 39's incurred loss approach with a forward-looking expected credit loss (ECL) approach.

IFRS 9 requires the company to record an allowance fro ECLs for all debt instruments measured at amorization cost.

For all debt instruments, the company has applied the standard's simplified approach and has calculated ECLs bases on leifetime expected credit losses. The Group's policy to calculate ECLs of debt instruments is for a period of 12 months

These amendment do not have any impact on the company's financial statement

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements

Reviewed Not Audited

5- Property, plant and equipment - Net

This item consists of:

	Vehicles		Office Equipments		Furniture & fixture		Total	
	JD	JD	JD	JD	JD	JD	JD	JD
Cost								
Cost at january 1, 2018	145,000		14,333		2,209		161,542	
Additions during the year	-		71		-		71	
Cost at September 30 , 2018	145,000		14,404		2,209		161,613	
Acumulated Depreciation								
balance of january 1, 2018	42,292		13,636		2,204		58,132	
Additions during the Period	10,875		70		-		10,945	
balance as of September 30, 2018	53,167		13,706		2,204		69,077	
Net book value as of September 30, 2018 (Reviewed)	91,833		698		5		92,536	
Net book value as of December 31, 2017 (Audited)	102,708		697		5		103,410	

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

6- Investments in financial assets at fair value through Comprehensive income statement

a- This item consists of :

	30-Sep-2018	31-Dec-2017
	JD	JD
	(Reviewed)	(Audited)
<u>Listed Share</u>		
Shares listed on the financial market	21,732,587	22,627,328
Fair Value	21,732,587	22,627,328
<u>Shares in limited liability companies*</u>		
Investment in limited liability companies	1,325,133	1,325,133
Total	1,325,133	1,325,133
Total of financial assets at fair value	23,057,720	23,952,461

b- The investments in limited liability companies are stated at cost because the fair value can not measure reliably

7- Retained earnings

a- This item consists of :

	30-Sep-2018	31-Dec-2017
	JD	JD
	(Reviewed)	(Audited)
Retained earnings at beginning of the period / year	3,664,220	3,722,318
Profit for the year after tax	-	1,398,904
Dividends paid to shareholders	(1,312,500)	(1,312,500)
Transfer to statutory reserve	-	(144,502)
Retained earnings at ending of the period / year	2,351,720	3,664,220

b- The General Assembly decided in its ordinary meeting held on 25 April 2018 to distribute cash dividends at the rate of 12.5% of the capital amounted of JD 1,312,500.

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

8- Employee Benefits

This item consists of :

	30-Sep-2018	30-Sep-2017
	JD	JD
	(Reviewed)	(Reviewed)
Salaries and wages	70,800	50,089
The company's contribution to social security	6,412	6,413
Income tax	11,673	6,840
Total	88,885	63,342

9- General and administrative expenses

This item consists of :

	30-Sep-2018	30-Sep-2017
	JD	JD
	(Reviewed)	(Reviewed)
Transportation of boards of directors	32,850	32,202
Rents	3,600	3,600
Professional fees	1,796	2,090
Mail and phone	876	690
Fees and subscriptions	11,025	10,624
Other expenses	3,862	5,739
License and insurance expenses	2,458	2,450
Total	56,467	57,395

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

10- Basic and diluted earningig per share

This item consists of :

	30-Sep-2018	30-Sep-2017
	JD	JD
	(Reviewed)	(Reviewed)
Profit of the period after tax	1,336,423	1,462,790
Weighted average shares (share)	10,500,000	10,500,000
Basic and diluted earningig per share	0.127	0.139

11- Income Tac

- Income tax has been released and cleared with the Tax Department for 2016
- The self-assessment of the company for the year 2017 was provided within the legal period of submission and The announced taxes have been paid and it was not audited and discussed by the Income and Sales Tax Department Up to the date of issuance of the interim financial statements

12- Related parties transactions

Realted parties include key shareholders , key management personnel , key managers , associates and subcdiaries and controlled companies . The company's management has approved the pricing policies and terms of transactions with related parties.

Details of due from related parties appear on financial position

	30-Sep-2018	31-Dec-2017
	JD	JD
	(Reviewed)	(Audited)
Ittihad School PLC		
Al Omana'a portfolio and investment	802	802
Total of due from related parties	802	802

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

B. Details of due to related parties appear on financial position

	<u>30-Sep-2018</u> JD (Reviewed)	<u>31-Dec-2017</u> JD (Audited)
Arab international co- oman	27,857	27,857
Arab international co for educationn and investments	28,386	1,428
Ibn Al haytham hospital co	1,428	24,786
Total of due to related parties	<u>57,671</u>	<u>54,071</u>

C. Wages , Allowances and other benefits for senior excutive managements :

	<u>30-Sep-2018</u> JD	<u>30-Sep-2017</u> JD
Wages & other benefits	<u>69,000</u>	<u>45,000</u>

13- Risk management

Company is facing finance , credit , liquidity and market risks , in general the main objectives and policies of company in finance risk management which financial statement is faced , it is similar to what declared in financial statements on December 31,2017 .

14- Subsequent events

There are no subsequent events may have material affects to financial position .

15- Comparative Figures

Certain comparative figures were reclassified to conform with the presentation of the current period.