



الشركة العالمية الحديثة لصناعة الزيوت النباتية
المساهمة العامة المحدودة

نظام الجودة والسلامة للمنتج مطابق
للمواصفات الأيزو ٩٠٠١ والنسب العالمية

الرفق
ع. م. م. م.
١٠/١٨

الرقم : هـ / ١١٨ / ١٨

التاريخ : ٢٩ / ١٠ / ٢٠١٨

السادة / هيئة الأوراق المالية المحترمين

الموضوع : تقرير الربع الثالث للعام ٢٠١٨ ملف PDF

تحية وبعد،،

مرفق لكم قرص مدمج عدد (١) يحتوي البيانات المالية المرحلية وتقرير المراجعة كما هي بتاريخ ٢٠١٨/٩/٣٠ للشركة العالمية الحديثة لصناعة الزيوت النباتية م.ع.م على شكل ملف PDF .

راجين الاستلام لطفاً.

وتفضلوا بقبول فائق الاحترام ،،،

الشركة العالمية الحديثة لصناعة الزيوت النباتية م.ع.م

مسؤولة شؤون المساهمين

حسبية
الشركة العالمية الحديثة لصناعة الزيوت النباتية
ص.ب. ٤٢٧١٣٩ عمان ١١١٩٠ الأردن

هيئة الأوراق المالية
الديانة الإدارية / الدمام
٢٩ تشرين الأول ٢٠١٨
الرقم المتصل...
الجهة المختصة...
الأ.م.م.م.

هاتف الإدارة : ٥٥/٣٨٢٦٠٠٥ - فاكس : ٥٥/٣٨٢٦٣٢٤ - ص.ب. ٩٢٧١٣٩ عمان ١١١٩٠ الأردن

هاتف المبيعات : ٥٥٥٥٧١١ - ٥٥٥٥٨١١ - فاكس : ٥٥٥٩٩٣٩
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Universal Modern Industries Co. For Edible Oil
(Public Shareholding Company)
Amman - Jordan

Interim Condensed Financial Statements and
Review Report for the period ended 30 September 2018
(Reviewed and Unaudited)

Universal Modern Industries Co. For Edible Oil
(Public Shareholding Company)
Amman - Jordan

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Review Report of Interim Condensed Financial Statements

To The Shareholders Of Universal Modern Industries Co. For Edible Oil Public Shareholding Company

Amman- Jordan

E. 133182503

Introduction

We have reviewed the accompanying interim condensed financial position statements of **Universal Modern Industries Co. For Edible Oil** as of 30 September 2018 and the related interim condensed statements of comprehensive income, interim condensed changes in shareholders equity and interim condensed cash flows for the nine months period then ended and explanatory information. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard IAS 34 (Interim Financial Reporting). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

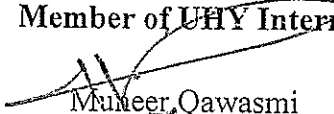
We conducted our review in accordance with International Standard on Review Engagements 2410, " Review of Interim Financial Information Performed by the Independent Auditor of the Entity ". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial 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 and consequently 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 interim condensed financial information does not give a true and fair view of the financial position of **Universal Modern Industries Co. For Edible Oil** as of 30 September 2018, and its financial performance and its cash flows for the nine months period then ended in accordance with International Accounting Standard IAS 34 (Interim Financial Reporting).

Arab Auditors
Member of UHY International

Amman-Jordan
17 October 2018


Muneer Qawasmi
License No. (761)

Universal Modern Industries Co. For Edible Oil
(Public Shareholding Company)
Amman - Jordan

The interim condensed statement of financial position
as of 30 September 2018 and 31 December 2017

(In Jordanian Dinar)

	<u>Notes</u>	<u>Reviewed & Unaudited 30/09/2018</u>	<u>Audited 31/12/2017</u>
Assets			
Current assets			
Cash and cash equivalents	3	4,890,613	5,960,614
Cheques under collection	4-B	64,520	400,000
Financial assets at fair value through income statement		80,838	77,462
Accounts receivables (Net)	5	1,371,151	1,582,336
Inventories		3,514,272	2,230,840
Spare parts and others		302,265	325,156
Other current assets		145,585	52,229
Total current assets		10,369,244	10,628,637
Non-current assets			
Property, plant and equipment (Net)	6	1,230,463	1,148,475
Financial assets at fair value through comprehensive income statement		24,000	24,000
Total non-current assets		1,254,463	1,172,475
Total assets		11,623,707	11,801,112
Liabilities and shareholders' equity			
Current liabilities			
Accounts payable		690,583	423,757
Income tax provision	7	65,632	132,728
Unpaid dividends liabilities		238,949	213,652
Other current liabilities		306,861	448,764
Total current liabilities		1,302,025	1,218,901
Shareholders' equity			
Paid up Capital		6,000,000	6,000,000
Statutory reserve		1,518,451	1,518,451
Voluntary reserve		605,772	605,772
Retained earnings		2,197,459	2,457,988
Total shareholders' equity		10,321,682	10,582,211
Total liabilities and shareholders' equity		11,623,707	11,801,112

The accompanying notes from(1) to (15) are an integral part of these statements

Universal Modern Industries Co. For Edible Oil
(Public Shareholding Company)
Amman - Jordan

Interim condensed statement of comprehensive income

For the period ended 30 September 2018 and 2017 (Reviewed and Unaudited)

<i>(In Jordanian Dinar)</i>	Notes	For the nine months ended 30 September		For the three months ended 30 September	
		2018	2017	2018	2017
Net sales		9,679,429	10,029,968	3,186,437	3,175,407
Cost of goods sold		(8,521,843)	(8,604,069)	(2,844,279)	(2,688,106)
Gross profit		1,157,586	1,425,899	342,158	487,301
Selling and Distribution expenses		(181,909)	(138,134)	(58,543)	(41,493)
General and administrative expenses		(361,624)	(339,648)	(113,670)	(106,952)
Property & Equipment Depreciation		(40,289)	(30,957)	(13,786)	(10,140)
Commission and bank interests		(17,312)	(338)	(9,945)	(292)
Other revenues (Net)	8	116,410	54,285	20,290	7,688
Profit for the period before income tax		672,862	971,107	166,504	336,112
Income tax provision	7	(93,391)	(134,917)	(23,871)	(46,812)
Profit for the period after tax		579,471	836,190	142,633	289,300
Comprehensive income for the period		579,471	836,190	142,633	289,300
Basic and Diluted EPS (JOD / Stocks)	9	0.096	0.139	0.023	0.048

The accompanying notes from(1) to (15) are an integral part of these statements

Universal Modern Industries Co. For Edible Oil
(Public Shareholding Company)
Amman - Jordan

Interim condensed statement of changes in shareholders' equity
For the period ended 30 September 2018 and 2017 (Reviewed and Unaudited)

(In Jordanian Dinar)

	Capital	Statutory Reserve	Voluntary Reserve	Retained Earnings	Total
Balance as of Jan. 1, 2018	6,000,000	1,518,451	605,772	2,457,988	10,582,211
Dividends				(840,000)	(840,000)
Comprehensive income for the period				579,471	579,471
Balance as of September 30, 2018	6,000,000	1,518,451	605,772	2,197,459	10,321,682
Balance as of Jan. 1, 2017	6,000,000	1,518,451	605,772	2,363,904	10,488,127
Dividends				(960,000)	(960,000)
Comprehensive income for the period				836,190	836,190
Balance as of September 30, 2017	6,000,000	1,518,451	605,772	2,240,094	10,364,317

The accompanying notes from(1) to (15) are an integral part of these statements

Universal Modern Industries Co. For Edible Oil
(Public Shareholding Company)
Amman - Jordan

Interim condensed statement of cash flows

For the period ended 30 September 2018 and 2017 (Reviewed and Unaudited)

(In Jordanian Dinar)

	For the nine months ended 30	
	september	
	2018	2017
<u>Cash flows from operating activities</u>		
Profit for the period before income tax	672,862	971,107
Depreciation	207,408	220,042
Increase in doubtful accounts	1,932	0
Gain (Losses) on valuation of financial assets through income	(3,376)	3,625
Capital gains	(6,250)	(5,100)
Adjusted profit before changes in working capital	872,576	1,189,674
Change in Accounts receivables	209,253	17,764
Change in Cheques under collection	335,480	417,287
Changes in inventories	(1,283,432)	167,297
Change in Spare parts	22,891	16,706
Change in Other current assets	(93,356)	(209,570)
Change in Accounts payable	266,826	320,645
Change in Other current liabilities	(141,903)	(65,177)
Paid income tax	(160,487)	(206,692)
Net cash flows from operating activities	27,848	1,647,934
<u>Cash flows from investing activities</u>		
Proceeds from sale of property and equipment	28,250	5,100
Purchase of property and equipment	(311,396)	(471,226)
Net cash flows used in investing activities	(283,146)	(466,126)
<u>Cash flows from financing activities</u>		
Dividends paid during the period	(814,703)	(920,230)
Net cash flows used in financing activities	(814,703)	(920,230)
Net decrease/ increase in cash and cash equivalents	(1,070,001)	261,578
Cash and cash equivalents at the beginning of the period	5,960,614	2,413,767
Cash and cash equivalents at the end of the period	4,890,613	2,675,345

The accompanying notes from(1) to (15) are an integral part of these statements

Universal Modern Industries Co. For Edible Oil
(Public Shareholding Company)
Notes to the interim condensed financial statements

1- General

Universal Modern Industries Co. For Edible Oil was established in the register of public shareholding companies under No. 204 on April 10, 1989. The Company's registration center is the Hashemite Kingdom of Jordan.

Company objectives:

- Establishment of a plant for refining, producing and mining vegetable oils for domestic consumption and export.

2- Summary of significant accounting policies

Basis of Preparing Financial Statements:

- The interim condensed financial statements have been prepared in accordance with International Accounting Standard 34 (Interim Financial Reporting).
- The interim condensed financial statements have been prepared under the historical cost except for financial assets (if any) that are presented at fair value in the interim condensed financial statements.
- The Jordanian Dinar is the currency of the presentation of the financial statements, which represents the Company's main currency.
- The condensed interim financial statements do not contain all the information and notes required in the annual financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Company's annual report as at 31 December 2017. In addition, results for the nine months ended 30 September 2018 doesn't necessary represent an indicator of the expected results for the year ended 31 December 2018.

Accounting policies

- The accounting policies adopted during the condensed interim period are similar to the accounting policies adopted for the financial year ended 31 December 2017.
- The preparation of condensed interim progress reports as of 30 September 2018 in accordance with IAS 34 requires management to use significant accounting estimates.
- The accounting policies used in the condensed interim condensed financial statements as of 30 September 2018 have been disclosed in the final financial statements for 2017.

IFRS 9 Financial Instruments

- IFRS 9 Financial Instruments replaces IAS 39 Financial Instruments : Recognition and Measurement for annual periods beginning on or after January 2018, bringing together all three aspects of the accounting for financial instruments : classification and measurement ; impairment; and hedge
- The company had previously implemented the first phase of IFFS 9 as issued during 2009. The date of initial implementation of the first phase of IFRS 9 was January 2011. It has been applied retrospectively and, in line with IFRS 9, comparative amounts have not been restated .
- The standard eliminates these 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 changed the Company's accounting for impairment losses for financial assets by replacing IAS 39's incurred loss (ECL) approach .
- IFRS 9 requires the company to record an allowance for ECLs for all debt instruments measured at amortized cost .
- For all debt instruments , the Company has applied the standards simplified approach and has calculated ECLs based on lifetime expected credit losses .
- There was no material impact on the interim condensed financial statements from the adoption of IFRS

IFRS 15 Revenue from Contracts with Customers

- IFRS 15 supersedes IAS 11 Construction Contracts, IAS 18 Revenue and related Interpretations and it applies to all revenue arising from contracts with customers, unless these contracts are in the a scope of other standards . The new standard establishes a five-step model to account for revenue arising from contracts with customers. Under IFRS 15, revenue is recognized at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or provide services to a customer .
- The standard requires entities to exercise judgment , taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers .
- The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract .
- There was no material impact on the interim condensed financial statements from the adoption of IFRS 15 . The accounting policies for revenue recognition are as follows:
- The company's contracts with customers for the sale of equipment/ goods generally include performance obligation(s). The company has concluded that revenue from sale of equipment/goods should be recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the equipment / goods. Therefore , the adoption of IFRS 15 did not have an impact on the timing of revenue recognition.

Use of estimates and judgments:

The preparation of the financial statements and the application of accounting policies require management to make estimates and judgments that affect the amounts of property, equipment and liabilities and disclose potential liabilities. These estimates and judgments also affect the income, expenses and provisions and in particular require management to make judgments and judgments to estimate the amounts and timing of future cash flows arising from the circumstances of those estimates in the future. These estimates are necessarily based on assumptions and multiple factors that have varying degrees of estimation and uncertainty and that the actual results may differ from the estimates as a result of future changes in the conditions of those provisions.

3- Cash and cash equivalents

	<u>30/9/2018</u>	<u>31/12/2017</u>
Cash on hand	27,017	2,818
Cash at banks - Current	139,422	1,182,400
Cash at banks - Deposits *	2,201,017	2,623,265
Cheques under collection	4-A	2,523,157
Total	4,890,613	5,960,614

* Interest rate on bank deposits reached 5.8% to 6% with different maturities

4-Cheques under collection	30/9/2018	31/12/2017
A- Cheques collected during 90 day	2,523,157	2,152,131
B- Cheques collected after 90 day	64,520	400,000
Total	2,587,677	2,552,131

*Cheques collected during 90 day were classified in cash and cash equivalents and cheques collected after 90 day were classified as cheques under collection .

5- Accounts receivables		30/9/2018	31/12/2017
Military and civil service consumer corporation	5-A	936,295	833,319
Local trade receivables	5-B	521,515	678,529
Other receivables		30,428	185,643
Total		1,488,238	1,697,491
Allowance for doubtful accounts	5-C	(117,087)	(115,155)
Net		1,371,151	1,582,336

According to the management's opinion the balances mentioned above are collectible, and allowance for doubtful debts is sufficient.

5-A-Military and civil service consumer corporation	30/9/2018
Receivables during the collection period (0-90) day	663,223
Receivables not exceed (90) day after the collection period and collectible	273,072
Receivables exceed (180) day after the collection period and collectible	0
Total	936,295

5-B-Trade receivables	30/9/2018
Receivables during the collection period (0-90) day	339,311
Receivables not exceed (90) day after the collection period and collectible	4,418
Receivables exceed (90-180) day after the collection period and collectible	57,578
Receivables exceed (180) day after the collection period and collectible	3,121
High risk receivables	117,087
Total	521,515

5-C-Allowance for doubtful accounts	30/9/2018
Beginning balance	115,155
Increase in doubtful accounts	2,458
Proceed from doubtful accounts	(526)
Ending balance	117,087

*The management review the doubtful accounts and decided to decreased it by JD (526) to become JD (1,932) .

6- Property , plant and equipment

For the period ended in 30 September 2018

Asset	Lands	Buildings and constructions	Oil tanks	Machinery	Solar energy system	Cars	Computer hardware and software	Project under construction	Total
Cost as of 01 Jan. 2018	151,173	2,028,445	887,178	6,320,055	464,718	558,405	362,667	27,483	10,800,124
Additions		85,805	4,400	14,914		114,438	6,970	84,869	311,396
Disposals						(90,779)			(90,779)
Transfers				37,115				(37,115)	0
Cost as of 30 September 2018	151,173	2,114,250	891,578	6,372,084	464,718	582,064	369,637	75,237	11,020,741
Accumulated Depreciation as of 01 Jan. 2018	0	1,909,074	837,170	6,166,425	46,472	340,121	352,387		9,651,649
Depreciation		12,738	7,237	93,722	34,854	53,259	5,598		207,408
Disposals						(68,779)			(68,779)
Accumulated depreciation as of 30 September 2018	0	1,921,812	844,407	6,260,147	81,326	324,601	357,985	0	9,790,278
Net Book value as of 30 September 2018	151,173	192,438	47,171	111,937	383,392	257,463	11,652	75,237	1,230,463

For the year ended in 31 December 2017

Asset	Lands	Buildings and constructions	Oil tanks	Machinery	solar energy system	Cars	Computer hardware and software	Project under construction	Total
Cost as of 01 Jan. 2017	151,173	1,919,162	887,178	6,342,092	0	584,498	357,954	0	10,242,057
Additions 2017		109,283		4,240	464,718		4,713	27,483	610,437
Disposals 2017				(26,277)		(26,093)			(52,370)
Cost as of 31 Dec 2017	151,173	2,028,445	887,178	6,320,055	464,718	558,405	362,667	27,483	10,800,124
Accumulated Depreciation as of 01 Jan. 2017	0	1,899,300	805,089	6,057,989	0	304,106	343,685		9,410,169
Depreciation 2017		9,774	32,081	134,713	46,472	62,108	8,702		293,850
Disposals 2017				(26,277)		(26,093)			(52,370)
Accumulated depreciation as of 31 Dec. 2017	0	1,909,074	837,170	6,166,425	46,472	340,121	352,387	0	9,651,649
Net Book value as of 31 Dec. 2017	151,173	119,371	50,008	153,630	418,246	218,284	10,280	27,483	1,148,475

7- Income tax provision	30/9/2018	31/12/2017
Income tax for the current period/ year	93,391	160,680
Prior years income tax	4,725	11,022
Down Payments	(32,484)	(38,974)
Balance at the end of the period/year	65,632	132,728

Tax status

- The Company has calculated a provision for income tax for the periods ended 30 September 2018 and 31 December 2017 in accordance with Income Tax Law No. 34 of 2014
- Income tax has been reviewed by the Income Tax Department and adjusted up to 2015 and the income tax for 2016 and 2017 has been submitted within the specified legal period and has not been reviewed until the date of issuance of the interim condensed financial statements.

8- Other revenues (Net)	30/9/2018	30/9/2017
Interest revenue	99,029	44,597
Gains of financial assets revaluation	3,376	(3,625)
Dividends from financial investments	6,905	7,413
Capital gains	6,250	5,100
Currency exchange	850	800
Balance at the end of the period	116,410	54,285

9- Earnings per share

- The calculation of EPS is based on distributable earnings attributable to ordinary shareholders divided by the weighted number of shares listed and issued during the year.
- The diluted EPS is based on basic EPS adjusted to allow for the issuance of shares and the effect of distributions after income tax on assumed transfers for all reduced options and diluted ordinary shares.

The following are the earnings and number of weighted shares used in calculating EPS:

	30/9/2018	30/9/2017
Profit for the period after tax	579,471	836,190
Number of shares weighted	6,000,000	6,000,000
Earnings per share (JD/Share)	0.096	0.139

10- Transactions with related parties

Transactions with related parties are as follows:		30/9/2018	30/9/2017
Packing factories Co.	Purchase	51,156	45,030
Delta insurance company	Services	51,993	80,683
Total		103,149	125,713

Top management rewards

The main employees of the company are the General Manager and the Company's senior managers

	30/9/2018	30/9/2017
Salaries, wages and bonuses	283,956	279,083

11- Dividends

A- The General Assembly decided at their meeting held on 15/2/2018 to distribute JD (840,000) as dividends to the shareholders which represent 14% of the authorized capital.

B- Details of dividends distributed and paid during the period is as follows:

<u>Dividends paid</u>	<u>30/9/2018</u>	<u>30/9/2017</u>
Dividends for the reported period	(840,000)	(960,000)
Unpaid dividends to shareholders	44,496	50,571
Dividends paid for prior years	(19,199)	(10,801)
Dividends paid during the period	(814,703)	(920,230)

12-Contingent liabilities

The contingent liabilities of the Company as of 30 September 2018 are as follows:

- Bank guarantees with Jordan Kuwait Bank amounted JD (619,549).
- Insurance cheques issued to shipping companies amounted JD (39,901) .
- Goods for others (Zamzam company) amounted JD (100,254) .

13-Subsequent events

There are no subsequent events on the date of the interim condensed financial statements or after the preparation of the interim condensed financial statements.

14-Comparison numbers

Certain comparative year figures have been reclassified to conform with the presentation of the interim condensed financial statements for the current period , there is no impact on the statement of comprehensive income or equity.

15-Approval for the interim condensed financial statements

The interim condensed financial statements have been approved by the Board of Directors' meeting held on .