

شركة الألبان الأردنية



شركة الألبان الأردنية المساهمة العامة المحدودة
JORDAN DAIRY COMPANY LTD.

2018/10/30

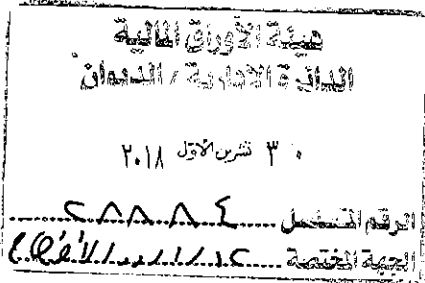
M/S: JORDAN SECURITIES COMMISSION

Disclosure

Kindly see the consolidated financial statements for the period
30/09/2018 and independent auditors report for Jordan Dairy co .

With regards

Jordan Dairy company



Jordan Dairy Company (plc)
Amman – Jordan
Interim Consolidated Financial Statements
For the period from 1/1/2018 to 30/9/2018
Report on the review of the interim financial
information (Unaudited)

Jordan Dairy Company (plc)
Amman – Jordan

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Report on the review of the interim consolidated financial information (Unaudited)

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Report on the review of the interim consolidated financial information (Unaudited)

**To the Board of Directors,
Jordan Dairy Company (plc)
Amman – Jordan**

We have reviewed the accompanying interim consolidated financial statements of **Jordan Dairy Company (plc)** and the related Interim Consolidated Statement of Comprehensive Income, Interim Consolidated Changes in Equity and Interim Consolidated Cash Flow for the nine months period ended on 30/September / 2018, and a summary of significant accounting policies and other explanatory notes from (1-7). Management is responsible for the preparation and fair presentation of this interim consolidated financial information in accordance with the International Standard 34 (Interim Financial Reports). Our responsibility is to express a conclusion on this interim consolidated financial information 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 consolidated 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 consolidated financial information does not give a true and fair view of the **Jordan Dairy Company (plc)** financial position as at 30/September/ 2018, and of its consolidated financial performance and its consolidated cash flows for the nine months period then ended in accordance International Standard 34 (Interim Financial Reports).


Dweik & Co.

**Member of
Leading Edge Alliance International
Rafiq T. Dweik (PHD
Audit license No (386)**



**27/October/2018
Amman - Jordan**

Statement (A)

Jordan Dairy Company (plc)
Amman – Jordan
Statement of Interim Consolidated Financial Position
as of 30/ September /2018

Assets	30/9/2018	31/12/2017
	<u>JD</u>	<u>JD</u>
<u>Current Assets</u>		
Cash and cash equivalents	311725	1160260
Checks under collection	1169055	1590469
Accounts' receivable - Net	3903080	2407754
Inventory - Net	1451544	1659866
L/C's	68252	87728
Other current assets	570999	324309
Total Current Assets	7474655	7230386
<u>Non Current Assets</u>		
Property, plant & equipment	5456971	5305610
Biological assets	1448009	1706221
Property & plant under progress	929219	783481
Total Non Current Assets	7834199	7795312
Total Assets	15308854	15025698
<u>Liabilities & Stockholders' Equity</u>		
<u>Current Liabilities</u>		
Due to banks	854161	000
Short term loan	441222	300000
Notes' payable	336202	407080
Accounts' payable	1597812	2292591
Other current liabilities	672973	883391
Total Current Liabilities	3902370	3883062
<u>Non Current Liabilities</u>		
Long term loan	673712	207945
<u>Stockholders' Equity</u>		
Capital	4000000	4000000
Statutory reserve	1615381	1615381
Voluntary reserve	262500	262500
Shares' premium	1345417	1345417
Retained earnings	3509474	3711393
Net Stockholders' Equity	10732772	10934691
Total Liabilities & Stockholders' Equity	15308854	15025698

“ The accompanying notes are an integral part of these statements ”

Statement (B)

Jordan Dairy Company (plc)
Amman – Jordan
Statement of Interim Consolidated Comprehensive Income
for the Period Ended 30/September/2018, 2017

	<u>30/9/2018</u> <u>JD</u>	<u>30/9/2017</u> <u>JD</u>
<u>Comprehensive income</u>		
Net sales	12733375	12878793
Cost of sales	(11031806)	(10483846)
Gross income	1701569	2394947
<u>Overheads and other expenses</u>		
Sales & distribution expenses	(755997)	(745315)
Overhead expenses	(631908)	(561752)
Depreciation	(113365)	(123371)
Banking interest & expenses	(14539)	(2759)
Other revenue	18562	17113
Gains of disposal of property & equipment	11566	21552
Commission on the sale and purchase of financial assets	000	(999)
(Loss) of disposal of financial assets fair value through comprehensive income	000	(4453)
Change in fair value of biological assets	(117807)	(127059)
Income for the period/ Comprehensive income	98081	867904
Earnings per share from comprehensive income for the period	2.45%	21.70%
Weighted Average Shares	4000000	4000000

“ The accompanying notes are an integral part of these statements ”

Statement (C)

Jordan Dairy Company (plc)
Amman – Jordan
Statement of Interim Consolidated Changes in Equity
for the Period Ended 30/September/2018, 2017

Description	Capital	Statutory reserve	Voluntary reserve	Shares' Premium	Retained Earnings		Total
					Realized	Unrealized	
	JD	JD	JD	JD	JD	JD	JD
Balance as of Dec. 31, 2017	4000000	1615381	262500	1345417	3373023	338370	10934691
Dividends	000	000	000	000	(300000)	000	(300000)
Income for the period / Comprehensive income	000	000	000	000	215888	(117807)	98081
Balance as of 30/September/2018	4000000	1615381	262500	1345417	3288911	220563	10732772
Balance as of Dec. 31, 2016	4000000	1462111	262500	1345417	2625741	278674	9974443
Income for the period / Comprehensive income	000	000	000	000	994963	(127059)	867904
Balance as of 30/September/2017	4000000	1462111	262500	1345417	3620704	151615	10842347

“The accompanying notes are an integral part of these statements”

Statement (D)

Jordan Dairy Company (plc)
Amman – Jordan
Statement of Interim Consolidated Cash Flows
for the Period Ended 30/September/2018, 2017

	<u>30/9/2018</u>	<u>30/9/2017</u>
	<u>JD</u>	<u>JD</u>
Cash Flows From Operating Activities:		
Income for the period / Comprehensive income	98081	867904
Adjustments:		
Depreciation	563180	571113
Gains on disposal of property & equipment	(11566)	(21552)
Change in fair value of biological assets	117807	127059
Operating income before working capital changes:	<u>767502</u>	<u>1544524</u>
Accounts' receivable and other current assets	(1301129)	(165429)
Inventory	208322	116499
Accounts' payable and other current liabilities	(905194)	(270848)
Net cash flows from operating activities	<u>(1230499)</u>	<u>1224746</u>
Cash Flows From Investing Activities:		
Biological assets	140405	138112
Property, plant & equipment	(702975)	(2362864)
Property & equipment under Progress	(145738)	1048200
Financial assets fair value through comprehensive income	000	182919
Net cash flows from investing activities	<u>(708308)</u>	<u>(993633)</u>
Cash Flows From Financing Activities:		
Notes' payables	(70878)	69832
Due to banks	924684	(160368)
Loans	536466	418787
Dividends	(300000)	000
Net cash flows from financing activities	<u>1090272</u>	<u>328251</u>
Net change in cash and cash equivalents	<u>(848535)</u>	<u>559364</u>
Cash & cash equivalents at beginning of the period	<u>1160260</u>	<u>532527</u>
Cash & cash equivalents at end of the period	<u><u>311725</u></u>	<u><u>1091891</u></u>

“The accompanying notes are an integral part of these statements”

Jordan Dairy Company (plc)
Amman – Jordan
Notes to Interim Consolidated Financial Statements
30/September /2018

1- Constitution and objectives:

- A- The company is registered as a public shareholding company in the public shareholding companies register at Companies Control Department under the No. (68) on February 29th, 1968, and justified its legal status on December 10th, 1989.
- B- The interim consolidated financial statements were approved by the broad of directors on 27 /October/2018, and it is subject to be approved by the general assembly.
- C- **Objectives:**
To establish plants for dairy products, establishing projects and industries related to dairy industry and marketing its products and trading in its products.

2- Significant accounting policies:

The interim consolidated financial statements are prepared under the International Standard 34 (Interim Financial Reports) and the related interpretations originated by the International financial Reporting Interpretations Committee.

The interim consolidated financial statements do not include all significant matters and explanatory notes that are required for the annual financial statements and are prepared in accordance with the International Financial Reporting Standards, in addition the interim consolidated financial performance is not necessarily represents an indicator of the annual financial performance.

Accounting policies are implemented on consistent bases in the financial statements as previously implemented.

3- Investment in Subsidiary:

The company owns 100% of the capital of the subsidiary company (Al Maha Agricultural & Zoological Investments Co. L.L.C.) that being JD (1,000,000), the subsidiary's interim financial statements show that its assets as of 30/9/2018 are JD (7817996), comprehensive income for the period/ Comprehensive income is JD (744075) and net equity is JD (5836647). For the purposes of preparing separate interim financial statements, investments in subsidiaries are recorded using the cost method, with the recognition of any decline in the investment's value - if any -. Dividends arising from investments in subsidiaries are recorded when the General Assembly of the subsidiary decide distributing such dividends

4- Corporate Tax position:

- ◆ The tax position of the Company was finalized with Income and Sales Tax Department till end of the year 2015.
- ◆ Tax declaration of the Company for the years 2016,2017 were submitted to Income and Sales Tax Department, and tax assessment still not made by the Department yet.

5- Operating Segments:

- ◆ The company and its subsidiary practice it's activities through:

1. Industrial activity:

Industrial activity includes the production and sale of various dairy products and miscellaneous plastic bottles.

2. Cattle and trees' farms activity:

Cattle and trees' farms' activities include fattening and breeding cattle, sheep and calves and establishing farms and trading with its products.

- ◆ The following table shows the presentation of the results of the operating segments for the two companies:

<u>A- Comprehensive Income Information</u>	<u>Industrial Activity</u>	<u>Farms Activity</u>	<u>30/9/2018</u>
	<u>JD</u>	<u>JD</u>	<u>JD</u>
Net sales	7039765	5693610	12733375
Cost of sales	(6437115)	(4594691)	(11031806)
Gross profit	602650	1098919	1701569
Allocated expenses	(755997)	(354844)	(1110841)
Unallocated expenses	000	000	(522775)
Unallocated revenues	000	000	30128
Income for the period / Comprehensive income			98081
<u>B- Other Information</u>			
Assets segment except cash	10024404	4972725	14997129
Unallocated assets	000	000	311725
Total Assets			15308854

6- Contingencies

Following are the parent and subsidiary's contingent liabilities as at the date of the interim consolidated financial statements:

	<u>30/9/2018</u>
	<u>JD</u>
L/G's & collections	420352
L/Cs	125741
Total	<u><u>546093</u></u>

7- General:

- a. Attention must be drawn to the effect of the Jordan Securities Commission regulations and Jordanian Companies Law on calculating statutory reserve only on the realized earnings bases, as well as presenting the unrealized earnings separately in the retained earnings item. Attention to be drawn to restrictions on the distributing dividends for unrealized earnings.
- b. The General Assembly decided in its Ordinary Meeting held on 28/4/2018 to distribute part of the retained earnings as of 31/12/2017 to shareholders for an amount of JD (300000).