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Amman Stock Exchange

Subject: Interim Financial Statements as of 31/03/2019

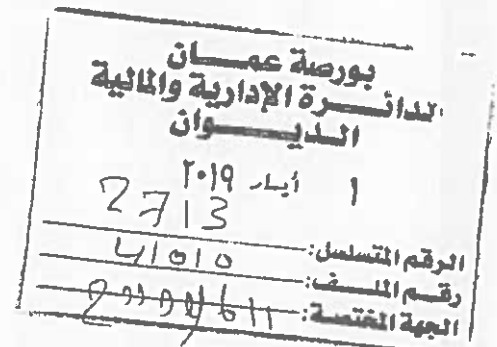
Gentlemen,

Please find attached the Interim Financial Statements for **Premier Business and Projects Co.** as of 31/03/2019 in English.

Best regards,


Basim Muasher
Chairman

CC. Jordan Securities Commission



PREMIER FOR BUSINESS AND PROJECTS

(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

31 MARCH 2019

**REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENT
TO THE BOARD OF DIRECTOR OF PREMIER FOR BUSINESS AND PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN - JORDAN**

Introduction

We have reviewed the accompanying interim condensed financial statements of Premier for Business and Projects Company (a public shareholding Company) as at 31 March 2019 comprising the interim statement of financial position as at 31 March 2019 and the related interim income statement, interim statement of comprehensive income, interim statements of changes in equity and interim statement of cash flows for the three months period then ended and explanatory information. Board of Directors is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). 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 the 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 statements are not prepared, in all material respects, in accordance with IAS 34.

Amman – Jordan
24 April 2019

Ernst & Young

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019 (UNAUDITED)**

	Notes	31 March 2019 JD (Unaudited)	31 December 2018 JD (Audited)
ASSETS			
Non-current assets -			
Financial assets at fair value through other comprehensive income	4	324,401	330,089
Investment in associates	5	3,131,812	3,098,315
Property and equipment		510,449	526,791
Investment properties		80,003	80,003
		<u>4,046,665</u>	<u>4,035,198</u>
Current assets -			
Other debit balances		26,910	19,601
Due from related parties	6	145,161	56,284
Cash on hand and at banks		771	1
		<u>172,842</u>	<u>75,886</u>
Total assets		<u>4,219,507</u>	<u>4,111,084</u>
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders equity -			
Paid-in capital		1,500,000	1,500,000
Statutory reserve		784,554	784,554
Voluntary reserve		511,279	511,279
Fair value reserve	4	(1,086,651)	(1,080,963)
Retained earnings		1,045,641	1,101,495
Total equity		<u>2,754,823</u>	<u>2,816,365</u>
Non-current liability -			
Bank loan		-	296,458
Current liabilities -			
Short-term bank loan	7	892,916	296,458
Shareholders deposits		112,153	112,358
Income tax provision	9	18,020	18,020
Other credit balances		169,807	134,909
Other provisions		218,931	218,931
Due to related parties	6	52,857	217,585
Total liabilities		<u>1,464,684</u>	<u>1,294,719</u>
Total shareholders' equity and liabilities		<u>4,219,507</u>	<u>4,111,084</u>

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM INCOME STATEMENT
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019 (UNAUDITED)**

	Note	31 March 2019 JD	31 March 2018 JD
Share of profit from associates	5	33,497	114,701
Rental revenues		8,687	8,687
Total Revenues		42,184	123,388
Expenses			
Administrative expenses		(63,696)	(68,122)
Financing costs		(18,000)	(20,033)
Depreciation		(16,342)	(16,341)
Total Expenses		(98,038)	(104,496)
(Loss) Profit before income tax		(55,854)	18,892
Income tax for the period		-	-
(Loss) Profit for the period		(55,854)	18,892
		JD/ Fils	JD/ Fils
Basic and diluted earnings per share		(0/037)	0/013

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019 (UNAUDITED)**

	<u>31 March 2019</u> JD	<u>31 March 2018</u> JD
(Loss) Profit for the period	(55,854)	18,892
Add: Other comprehensive income after income tax		
Net change in fair value of financial assets in fair value through other comprehensive income	<u>(5,688)</u>	<u>(764)</u>
Total comprehensive income for the period	<u>(61,542)</u>	<u>18,128</u>

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019 (UNAUDITED)**

	Paid in capital	Reserves		Fair value reserve	Retained earnings		Total
		Statutory	Voluntary		Realized	Unrealized	
		JD	JD		JD	JD	
31 March 2019 -							
Balance at 1 January 2019	1,500,000	784,554	511,279	(1,080,963)	849,693	251,802	2,816,365
Total comprehensive income for the period	-	-	-	(5,688)	(55,854)	-	(61,542)
Balance at 31 March 2019	1,500,000	784,554	511,279	(1,086,651)	793,839	251,802	2,754,823
31 March 2018 -							
Balance at 1 January 2018	1,500,000	784,554	511,279	(946,631)	580,179	351,802	2,761,183
Total comprehensive income for the period	-	-	-	(764)	18,892	-	18,128
Balance at 31 March 2018	1,500,000	784,554	511,279	(947,395)	579,071	351,802	2,779,311

- The Company cannot use a restricted amount of JD 1,086,651 as of 31 March 2019 (31 December 2018: JD 1,080,963) which represents the negative fair value reserve.
- The retained earnings include a restricted amount of JD 251,802 as of 31 March 2019 and 31 December 2018 which represents the gain from revaluating the investment in associate.

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019 (UNAUDITED)**

	<u>Notes</u>	<u>31 March 2019 JD</u>	<u>31 March 2018 JD</u>
<u>Operating Activities</u>			
(Loss) Profit for the period before income tax		(55,854)	18,892
Adjustments -			
Depreciation		16,342	16,341
Share of profit from associates	5	(33,497)	(114,701)
Working capital changes:			
Other debt balances		(7,309)	(1,627)
Other credit balances		34,898	63,391
Net cash flows used in operating activities		<u>(45,420)</u>	<u>(17,704)</u>
<u>Financing Activities</u>			
Proceed from loans		300,000	300,000
Due to / from related parties		(253,605)	17,589
Dividends paid		(205)	(938)
Net cash flows from financing activities		<u>46,190</u>	<u>316,651</u>
Net increase in cash and cash equivalents		770	298,947
Cash and cash equivalents at the beginning of the period		1	2,475
Cash and cash equivalents at the end of the period		<u>771</u>	<u>301,422</u>

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 31 MARCH 2019 (UNAUDITED)**

(1) GENERAL

Arab Chemical Detergent Industries Co., Ltd. was established in 1973 and registered as a public shareholding company with a capital of JD 250,000. This was in the form of several amendments to the capital, the last was during 2017 for which the authorized and paid in capital of the company reached JD 1,500,000 at a par value of 1 JD per share.

The objectives of the company are to invest in companies of all kinds and to buy and sell lands, real estates and movable and immovable property.

(2) BASIS OF PREPARATION AND ACCOUNTING POLICIES

The interim condensed financial statements of the company as of 31 March 2019 have been prepared in accordance with International Accounting Standard 34 (Interim financial reporting).

The interim condensed financial statements are presented in Jordanian Dinar, which is the functional currency of the Company.

The interim condensed financial statements are prepared under the historical cost convention except for financial assets at fair value through other comprehensive income which have been measured at fair value at the financial statement date.

The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Company annual financial statements as of 31 December 2018. In addition, results for the three months period ended 31 March 2019 do not necessarily indicate the expected results for the financial year ending 31 December 2019.

CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2018, except for the adoption of new standards effective as of 1 January 2019.

IFRS 16 Leases

IFRS 16 supersedes IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for most leases under a single on-balance sheet model.

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 31 MARCH 2019 (UNAUDITED)**

Lessor accounting under IFRS 16 is substantially unchanged from IAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in IAS 17. Therefore, IFRS 16 did not have an impact for leases where the Company is the lessor.

These amendments do not have any impact on the Company's financial statements.

IFRIC Interpretation 23 Uncertainty over Income Tax Treatment

The Interpretation addresses the accounting for income taxes when tax treatments involve uncertainty that affects the application of IAS 12 and does not apply to taxes or levies outside the scope of IAS 12, nor does it specifically include requirements relating to interest and penalties associated with uncertain tax treatments. An entity must determine whether to consider each uncertain tax treatment separately or together with one or more other uncertain tax treatments. The interpretation is effective for annual reporting periods beginning on or after 1 January 2019, but certain transition reliefs are available.

These amendments do not have any impact on the Company's financial statements.

Amendments to IFRS 10 and IAS 28: Sale or Contribution of Assets between an Investor and Its Associate or Joint Venture

The amendments address the conflict between IFRS 10 and IAS 28 in dealing with the loss of control of a subsidiary that is sold or contributed to an associate or joint venture. The amendments clarify that the gain or loss resulting from the sale or contribution of assets that constitute a business, as defined in IFRS 3, between an investor and its associate or joint venture, is recognised in full. Any gain or loss resulting from the sale or contribution of assets that do not constitute a business, however, is recognised only to the extent of unrelated investors' interests in the associate or joint venture. The IASB has deferred the effective date of these amendments indefinitely, but an entity that early adopts the amendments must apply them prospectively.

These amendments do not have any impact on the Company's financial statements.

Amendments to IAS 28: Long-term interests in associates and joint ventures

The amendments clarify that an entity applies IFRS 9 to long-term interests in an associate or joint venture to which the equity method is not applied but that, in substance, form part of the net investment in the associate or joint venture (long-term interests). This clarification is relevant because it implies that the expected credit loss model in IFRS 9 applies to such long-term interests.

The amendments also clarified that, in applying IFRS 9, an entity does not take account of any losses of the associate or joint venture, or any impairment losses on the net investment, recognised as adjustments to the net investment in the associate or joint venture that arise from applying IAS 28 Investments in Associates and Joint Ventures.

These amendments do not have any impact on the Company's financial statements.

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 31 MARCH 2019 (UNAUDITED)**

(3) LEGAL RESERVES

The Company did not deduct the legal reserves according to the provisions of the Companies Law since these are interim financial statements.

(4) FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE

	<u>31 March 2019</u>	<u>31 December 2018</u>
	JD	JD
	(Unaudited)	(Audited)
Investment in companies shares - quoted	<u>324,401</u>	<u>330,089</u>

The movement in the fair value reserve is summarized below:

	<u>31 March 2019</u>	<u>31 December 2018</u>
	JD	JD
	(Unaudited)	(Audited)
Balance as of 1 January	(1,080,963)	(946,631)
Unrealized losses	(5,688)	(160,041)
Realized losses	-	25,709
Balance at end period / year	<u>(1,086,651)</u>	<u>(1,080,963)</u>

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 31 MARCH 2019 (UNAUDITED)**

(5) INVESTMENT IN ASSOCIATES

This item consists of the following:

	Ownership interest		Activity	31 March	31 December
	March 2019	December 2018		2019	2018
				JD (Unaudited)	JD (Audited)
Henkel Company – Jordan	40%	40%	Marketing and distribution	3,012,784	2,847,558
Obeji for consumer products Company	50%	50%	Marketing and distribution	119,028	250,757
				<u>3,131,812</u>	<u>3,098,315</u>

The movement in the investment in associate is summarized below:

	31 March 2019	31 December 2018
	JD (Unaudited)	JD (Audited)
Balance at the beginning of the period / year	3,098,315	2,656,080
Company's share of Henkel Jordan Co. profit	165,226	1,052,806
Company's share of Obeji Co. loss	(131,729)	(474,571)
Impairment loss on Obeji investment	-	(100,000)
Capital increase in Obeji	-	284,000
Received dividends – Henkel Jordan Co	-	(320,000)
Balance at the end of the period / year	<u>3,131,812</u>	<u>3,098,315</u>

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 31 MARCH 2019 (UNAUDITED)**

(6) RELATED PARTIES TRANSACTION

Related parties represent associated companies, key management personnel and board of directors. Pricing policies and terms of these transactions are approved by the Company's management.

The balances of related parties included in the interim statement of financial position are as follows:

	31 March 2019	31 December 2018
	JD	JD
	(Unaudited)	(Audited)
Due from related parties:		
Chairman of board of directors	88,877	-
Obeji for Consumer Products Holding (Associate)	56,284	56,284
	<u>145,161</u>	<u>56,284</u>
	31 March 2019	31 December 2018
	JD	JD
	(Unaudited)	(Audited)
Due to related parties:		
Obeji for Consumer Products – Jordan (Associate)	52,857	190,425
Chairman of board of directors	-	27,160
	<u>52,857</u>	<u>217,585</u>

The transactions with related parties included in the interim income statement are as follows:

	31 March 2019	31 March 2018
	JD	JD
	(Unaudited)	(Unaudited)
Executive management compensation:		
Salaries	18,750	18,750

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 31 MARCH 2019 (UNAUDITED)**

	<u>31 March 2019</u>	<u>31 March 2018</u>
	<u>JD</u>	<u>JD</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>
Financial assets in fair value through other comprehensive income:		
Financial Investments	<u>122,386</u>	<u>126,540</u>
	<u>31 March 2019</u>	<u>31 March 2018</u>
	<u>JD</u>	<u>JD</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>
Other revenue		
Rent revenue - Henkel Co. – Jordan	<u>8,687</u>	<u>8,687</u>
	<u>8,687</u>	<u>8,687</u>

Guarantees:

There are personal guarantees provided by the Chairman of the board of directors against a loan to the Premier for Business and Projects public shareholding company.

(7) BANK LOAN

	<u>instalments within one year</u>	<u>Long Term Instalments</u>	<u>Total</u>
	<u>JD</u>	<u>JD</u>	<u>JD</u>
31 March 2019 - Jordan Kuwait Bank	<u>892,916</u>	<u>-</u>	<u>892,916</u>
31 December 2018 - Jordan Kuwait Bank	<u>296,458</u>	<u>296,458</u>	<u>592,916</u>

During 2019, the Company obtained short-term loan of JD 300,000 with the interest rate of 10,75% to be paid in one payment on 30 May 2019. The loan is secured by the Chairman personal guarantee and first class mortgage on the Company's offices.

**PREMIER FOR BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 31 MARCH 2019 (UNAUDITED)**

(8) CONTINGENCIES LIABILITIES

The Company has contingent liabilities at the date of the interim financial statements in the form of Bank guarantee amounting to JD 10,000 as at 31 March 2019 (31 December 2018: JD 10,000).

(9) INCOME TAX

The Company did not calculate the income tax for the period ended 31 March 2019 due to the excess of the expenses over the taxable income.

The Company reached a final settlement with the Income Tax Department up to 2015.