

للمرئح
بورصة عمان
المرئح
المرئح



شركة مستشفى ابن الهيثم م.ع.م

Ref. : Sh/S/2/69

Date: 30/7/2018

٧/٢٠

هيئة الأوراق المالية
المدارة الادارية / الديوان

٢٠١٨

الرقم المسجل
الهيئة المختصة

الرقم : ش س / ٦٩ / ٢

التاريخ: 2018/7/30

To: Jordan Securities Commission
Amman Stock Exchange

السادة هيئة الأوراق المالية
السادة بورصة عمان

**Subject: Semi- Annual Report as of
30/6/2018**

**الموضوع: التقرير نصف السنوي كما هو في
2018/6/30**

Attached the company's Semi- Annual
Report of Ibn Al-Haytham Hospital Co.
As of 30/6/2018

مرفق طيه نسخة من التقرير نصف

السنوي لشركة مستشفى ابن الهيثم كما

هو بتاريخ 2018/6/30

Kindly accept our highly appreciation
and respect

وتفضلوا بقبول فائق الاحترام...

Dr. Ahmad Abu-Khadijeh
Vice Chairman of the Board

الدكتور احمد عبد الله ابو خديجة
نائب رئيس مجلس الإدارة



Attachments:

A copy of the condensed interim financial
statements as of June 30, 2018 for Ibn Al-
Haytham Hospital Co. and the report of the
accountant on the review of the condensed
interim financial statements on CD in PDF format.

المرفقات:

نسخة من القوائم المالية المرحلية الموجزة كما في 30 حزيران
2018 لشركة مستشفى ابن الهيثم مع تقرير المحاسب
القانوني حول مراجعة القوائم المالية المرحلية الموجزة على
CD بصيغة ملف (PDF).

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Financial Statements
as of June 30, 2018
(Reviewed Not Audited)

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

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Report on the review of the condensed interim financial statement

588 18 03

To the Board of Directors of
Ibn- Al Haytham Hospital Co. (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Introduction:

We have reviewed the accompanying condensed interim financial statements of **Ibn- Al Haytham Hospital Co. (P.S.C)** comprising of condensed interim statement of financial position as at 30 June 2018, and the related condensed interim statements of comprehensive income, changes in owners' equity and cash flows for six months ended 30 June 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
26 July 2018

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan
Condensed Interim Financial Position as of June 30, 2018

Reviewed Not Audited

	Note	30-Jun-2018 JD (Reviewed)	31-Dec-2017 JD (Audited)
<u>Assets</u>			
<u>Non - Current Assets</u>			
Property , plant & equipments - net	5	17,381,257	17,921,559
Investments in associates	6	830,357	807,132
Financial assets at fair value through comprehensive income	7	3,754,252	3,806,925
Total Non - Current Assets		21,965,866	22,535,616
<u>Current Assets</u>			
Inventory		1,520,346	1,466,486
Accounts receivable & cheques under collection - net	8	4,964,507	6,457,055
Due from related parties	14A	190,197	348,475
Other debit balances		488,386	306,198
Cash on hand and at banks		197,180	260,733
Total Current Assets		7,360,616	8,838,947
Total Assets		29,326,482	31,374,563
<u>Owners' Equity And Liabilities</u>			
<u>Owners' Equity</u>			
Capital		20,000,000	20,000,000
Issuance premium		1,911,328	1,911,328
Statutory reserve		1,053,622	1,053,622
Voluntary reserve		78,853	78,853
Fair value reserve	9	(1,368,555)	(1,333,915)
(Accumulated Loss) at the end of the Period / year	10	(1,906,092)	(455,832)
Profit for the period		519,450	-
Total Owner's Equity		20,288,606	21,254,056
<u>Current Liabilities</u>			
Credit banks	11	5,652,766	6,483,807
accounts payable and Posted Dated Cheques		2,685,151	2,807,272
Due to related parties	14B	2,507	38,230
Other credit balances		697,452	791,198
Total Current Liabilities		9,037,876	10,120,507
Total owners' Equity And Liabilities		29,326,482	31,374,563

The accompanying notes form is an integral part of these statements

Reviewed Not Audited

	Note For the six monthes ended at		For the three monthes ended at	
	30-Jun-2018	30-Jun-2017	30-Jun-2018	30-Jun-2017
	JD	JD	JD	JD
Revenues	6,971,348	7,202,634	3,553,769	3,796,446
Cost of Revenue	(4,656,979)	(5,415,305)	(2,399,864)	(2,650,389)
Gross Profit Margin	2,314,369	1,787,329	1,153,905	1,146,057
General & administrative expenses	(1,659,466)	(1,760,175)	(830,376)	(832,001)
Provision for doubtful debts	-	(120,000)	-	(60,000)
Legal provision	-	(15,000)	-	(7,500)
Depreciation	(440,264)	(424,213)	(229,872)	(214,016)
Finance expenses	(181,495)	(133,855)	(125,795)	(93,714)
Company's share of associates profit	35,193	42,451	40,828	41,545
Other revenues	451,113	428,134	342,577	342,869
Profit (Loss) for the period before tax	519,450	(195,329)	351,267	323,240
Income tax	-	-	-	-
Profit (Loss) for the period	519,450	(195,329)	351,267	323,240
<u>Add: Other comprehensive income items</u>				
Change in fair value reserve	(34,640)	(408,202)	(292,209)	(383,488)
Total Comprehensive income for the period	484,810	(603,531)	59,058	(60,248)
	Fils/Dinar	Fils/Dinar	Fils/Dinar	Fils/Dinar
Basic and diluted earninig (loss) per share	0.026	(0.010)	0.018	0.016

The accompanying notes form an integral part of these statements

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

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

Description	Reviewed Not Audited					
	Capital	Issuance premium	Statutory Reserve	Voluntary reserve	Fair Value Reserve	(Accumulated Loss) Retained Earning at the end of the Period / year
	JD	JD	JD	JD	JD	JD
For the Six months ended June 30,2018						
Balance as of January 1, 2018 (Audited)	20,000,000	1,911,328	1,053,622	78,853	(1,333,915)	- 21,254,056
Effect of application of IFRS 9 (Note 4)	-	-	-	-	-	(1,450,260)
Adjusted Opening Balance	20,000,000	1,911,328	1,053,622	78,853	(1,333,915)	- 19,803,796
Profit of the period	-	-	-	-	-	519,450
Fair value reserve	-	-	-	-	(34,640)	(34,640)
Total Comprehensive income for the period	-	-	-	-	(34,640)	484,810
Balance as of June 30, 2018 (Reviewed)	20,000,000	1,911,328	1,053,622	78,853	(1,368,555)	20,288,606
For the Six months ended June 30,2017						
Balance as of January 1,2017 (Audited)	20,000,000	1,911,328	1,053,622	78,853	(558,132)	- 23,833,930
Perior years expenses	-	-	-	-	-	(117,645)
Adjusted Opening Balance	20,000,000	1,911,328	1,053,622	78,853	(558,132)	- 23,716,285
(Loss) of the period	-	-	-	-	-	(195,329)
Fair value reserve	-	-	-	-	(408,202)	(408,202)
Total Comprehensive income for the period	-	-	-	-	(408,202)	(603,531)
Dividends Paid (Note 8)	-	-	-	-	-	(800,000)
Balance as of June 30,2017 (Reviewed)	20,000,000	1,911,328	1,053,622	78,853	(966,334)	22,312,754

The accompanying notes form is an integral part of these statements

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Statement of Cash Flows For the Six Months Ended June 30, 2018

Reviewed Not Audited

Note	For the six monthes ended at	
	30-Jun-2018	30-Jun-2017
	JD	JD
<u>Cash Flows From Operating Activities</u>		
Profit (Loss) for the period before tax	519,450	(195,329)
Perior years expenses	-	(117,645)
Depreciation	1,132,594	1,299,498
Provision for doubtful debts	(20,067)	120,000
Legal provision	-	15,000
Company's share of associates (profit)	(35,193)	(42,451)
Operating Income before changes in working capital	1,596,784	1,079,073
<u>(Increase) decrease in current assets</u>		
Accounts receivable & cheques under collection - net	62,355	(507,902)
Due from related parties	158,278	122,808
Inventory	(53,860)	(7,289)
Other debit balances	(182,188)	(94,729)
<u>Increase (decrease) in current liabilities</u>		
Accounts payable	(122,121)	362,346
Due to related parties	(35,723)	2,908
Other credit balances	(93,745)	76,662
Net Cash Provided from Operating Activities before paid tax	1,329,780	1,033,877
Paid tax	-	(100,500)
Net Cash Provided from Operating Activities	1,329,780	933,377
<u>Cash flows from investing activities</u>		
Purchases of property, plant and equipment	(592,292)	(430,871)
Investment in associated	(10,000)	0
Dividends fron associated	40,000	46,683
Net cash flows (used in) investing activities	(562,292)	(384,188)
<u>Cash Flows from Financing Activities</u>		
Credit banks	(831,041)	103,294
Dividend paid	-	(800,000)
Net cash flows (used in) Financing activities	(831,041)	(696,706)
Net (decrease) in cash balances	(63,553)	(147,517)
Cash balances at beginning of period	260,733	358,463
Cash balances at end of period	197,180	210,946

The accompanying notes form is an integral part of these statements

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

1- Company's Registration and Objectives

Ibn-Alhitham Hospital Co was established & registered as a Limited Liability company under number (3153) on **April 20,1993** , with a capital amounted (400,000 JD) divided to (400,000 share) and it was increas to amounted to (20,000,000 JD)

The company has been converted into a public shareholding company and was registerd aunder number (436) in accordance to approval of Ministry of Industry and Trade at May 10,2007

One of company's main objectives is to found and establish a hospital for general casses And especially ophthalmology,Otorhinolaryngology, Medicine and Neurosurgery and to Import a necessary medical equipment and supplies

The Condensed interim financial statements were approved by the board of directors at its meeting held on July 26,2018 .

2- Significant Accounting Policies

Basis of Preparation of Interim Financial Statements

- These condensed interim financial statement have been prepared in accordance with inernational 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 inerim 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 Six months period ended June 30,2018 are not necessarily indicative of the results that may be expected for the financial year ending December 31,2018 . No Provision has been made for the profit for the six months ended at June 30,2018 wich 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

4- Significant accounting policies

The preparation of interim condensed financial information requires to use of significant and specific accounting estimates It also requires management to use its own judgment in the process of applying accounting policies, The significant estimates and assumptions used in the preparation of the financial statements have been disclosed in note No. (3)

Accounting policies followed in condensed interim financial statements' preparation for this period are consistent with the policies followed the last year .

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, except for IFRS 9, which led an increase in the provision for impairment of trade JD 1,450,260 .

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

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.

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

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 for ECLs for all debt instruments measured at amortization cost.

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

Line item impacted in the financial statements	As reported at 31 December 2017	Estimated adjustments due to adoption of IFRS 9	Estimated adjusted opening balances as at 1 January 2018
Provision for impairment of trade receivables (Note 4)	3,607,143	1,450,260	5,057,403
Retained earnings	(455,832)	(1,450,260)	(1,906,092)

5- Property and Equipment

This item consists of :

	30-Jun-2018 JD (Reviewed)	31-Dec-2017 JD (Audited)
<u>Cost</u>		
Balance beginning of the period / year	38,206,447	36,859,059
Additions	592,292	1,347,388
Balance ending of the period	38,798,739	38,206,447
<u>Accumulated Depreciations</u>		
Balance beginning of the period / year	20,284,888	17,815,888
Additions	1,132,594	2,469,000
Balance ending of the period	21,417,482	20,284,888
Net book value	17,381,257	17,921,559

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

6- Investment in associates

This item consists of :

	<u>Ownership</u>	<u>30-Jun-2018</u> JD (Reviewed)	<u>31-Dec-2017</u> JD (Audited)
International Medical Investment Company	2.2%	64,918	64,572
AL-Omana'a for Investment and financial portfolio management	7.4%	752,075	732,560
Applied Energy Company	40.0%	13,364	10,000
Total		830,357	807,132

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

A- This item consists of :

	<u>30-Jun-2018</u> JD (Reviewed)	<u>31-Dec-2017</u> JD (Audited)
<u>Inside Jordan</u>		
Listed Financial assets	3,754,252	3,806,925
The fair Value	3,754,252	3,806,925

B- There are shares held by the Securities Depository Center for the purpose of membership in the boards of directors of companies (60,000 shares)

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

8- Account Receivables and Cheques under collection

A- This item consists of the following:

	30-Jun-2018	31-Dec-2017
	JD	JD
	(Reviewed)	(Audited)
Medical Receivables	8,606,672	8,573,871
Trade Receivables	637,680	576,790
Personal Receivables for Doctors	372,715	430,981
Inpatients Receivable	47,316	78,810
Legal Cases Receivables	100,900	100,900
Returned cheques	164,177	178,892
Cheques under collection	72,383	123,954
Total	10,001,843	10,064,198
Expected credit loss Provision	(5,037,336)	(3,607,143)
Net	4,964,507	6,457,055

B- Transactions occurred on the Expected credit loss provision during the year were as follows :

	30-Jun-2018	31-Dec-2017
	JD	JD
	(Reviewed)	(Audited)
Balance beginning of the period / year	3,607,143	2,984,906
Effect of application of IFRS 9 (Note 4)	1,450,260	-
Adjusted Opening Balance	5,057,403	2,984,906
Additions for the year	-	625,110
Additions for the year	(20,067)	(2,873)
Balance ending of the period / year	5,037,336	3,607,143

9- Fair value reserve for financial assets

This item consists of :

	30-Jun-2018	31-Dec-2017
	JD	JD
	(Reviewed)	(Audited)
Balance beginning of the period / year	(1,333,915)	(558,132)
Change during the period / year	(34,640)	(775,783)
Balance ending of the period / year	(1,368,555)	(1,333,915)

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

10- Retained earnings

This item consists of :

	30-Jun-2018	31-Dec-2017
	JD	JD
	(Reviewed)	(Audited)
Retained earnings at beginning of the period / year	(455,832)	1,348,259
Effect of application of IFRS 9 (Note 4)	(1,450,260)	-
Perior Years Expenses	-	(118,173)
(Loss) for the Year	-	(885,918)
Dividends paid to shareholders	-	(800,000)
Retained earnings at ending of the period / year	(1,906,092)	(455,832)

11- Credit banks

This item consists of the following:

	Interest rate	Facilities limit	30-Jun-2018	31-Dec-2017
			JD	JD
			(Reviewed)	(Audited)
Arab Bank	8.250%	2,000,000	288,366	988,033
Bank Al Etihad	7.750%	4,000,000	2,364,445	2,988,818
Alrajhi Bank / jordan	7.500%	500,000	2,999,955	2,500,000
Arab Islamic Bank			-	6,956
Total			5,652,766	6,483,807

12- Basic and diluted earningig per share

This item consists of :

	For the six monthes ended at	
	30-Jun-2018	30-Jun-2017
	JD	JD
	(Reviewed)	(Reviewed)
Profit (Loss) of the period after tax	519,450	(195,329)
Weighted average shares (share)	20,000,000	20,000,000
Basic and diluted earningig per share	0.026	(0.010)

13- Income Tax

The annual estimate of 2016 and 2017 was presented within the legal period of the Income and Sales Tax Department and has not yet been reviewed

Ibn-Alhaytham Hospital Co (P.S.C)
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

14- Related parties transactions

Realated 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.

A- Details of due from related parties appear on financial position

	Type of Transactions	30-Jun-2018 JD (Reviewed)	31-Dec-2017 JD (Audited)
Arab International Company For Education And Investment	Parent Company	165,153	304,685
Ettihad Schools Co.	Sister company	14,467	32,345
AL-Omana'a for Investment and financial	Sister company	225	2,658
Arab Int'l Food & Factories & Investments Co.	Sister company	1,427	1,427
First Finance Co.	Sister company	3,117	2,640
Real Estate Development Company	Sister company	5,808	4,720
Total of due from related parties		190,197	348,475

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

		30-Jun-2018 JD (Reviewed)	31-Dec-2017 JD (Audited)
Inernational Co. for Medical Investments	Sister company	1,670	36,838
Trans World Information Technology Co.	Sister company	837	1,392
Total of due to related parties		2,507	38,230

Wages , Allowances and other benefits for senior excutive managements :

	30-Jun-2018 JD	30-Jun-2017 JD
Wages & other benefits	125,371	96,042

Ibn-Alhaytham Hospital Co (P.S.C)
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Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

15- Segment Information

the main company objective is Providing medical and investment services Following is a breakdown of the segment information for the business segments:

				Fro the Six Monthes ended at June 30	
				2018	2017
	The main activity	shares	others	Total	Total
	JD	JD	JD	JD (Reviewed)	JD (Reviewed)
Revenue	6,971,348	35,193	451,113	7,457,654	7,673,219

other segment

Capital expenditure	592,293	-	-	592,293	430,871
Depreciation	1,132,594	-	-	1,132,594	1,299,498

				30-Jun-2018	31-Dec-2017
				Total	Total
	The main activity	shares	others	Total	Total
	JD	JD	JD	JD (Reviewed)	JD (Audited)

Assets And Liability

Assets	24,544,693	4,584,609	197,180	29,326,482	31,374,563
Liabilities	9,037,876	-	-	9,037,876	10,120,507

16- Risk management

The company follows various risk management financial policies within a specific strategy. The company manages risk control and control and optimizes the strategic distribution of both financial assets and financial liabilities. Risks include interest rates, credit risk, foreign currency risk.

17- Contingent Liabilities

At the date of financial statements there was contingent liabilities represented of Banks Guarantees 8,800 JD

18- Subsequent events

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

19- Comparative Figures

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