



# الشركة العربية الدولية للتعليم والاستثمار ش.م.ع

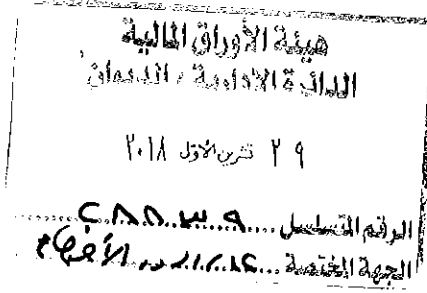
Arab International Co. For Education & Investment P.L.C.

رأس المال المدفوع 40500000 دينار أردني - سجل تجاري 208 - Com.Reg:208 - Capital: J.D40,500,000



Ref.: Sh/S/2/104

Date: -29/10/2018



الرقم : ش س / 2 / 104

التاريخ: 2018/10/29

To: Jordan Securities Commission  
Amman Stock Exchange

السادة هيئة الأوراق المالية  
السادة بورصة عمان

Subject: Quarterly Report  
as of 30/9/2018

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

Attached the Quarterly Report of  
**ARAB INTERNATIONAL COMPANY**  
**FOR EDUCATION & INVESTMENT** as of  
30/9/2018.

مرفق طيه نسخة من البيانات  
المالية ربع السنوية للشركة العربية  
الدولية للتعليم والاستثمار كما هي  
بتاريخ 2018/9/30.

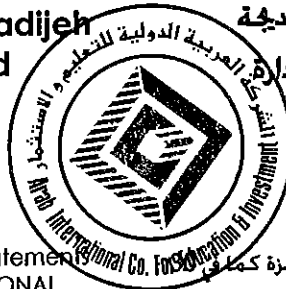
Kindly accept our highly  
appreciation and respect

وتفضلوا بقبول فائق الاحترام...

Dr. Haitham Abdullah Abu-Khadijeh  
Vice Chairman of the Board

د. هيثم عبد الله أبو خديجة

نائب رئيس مجلس الإدارة



**Attachments:**

A copy of the condensed interim financial statements  
as of September 30, 2018 for ARAB INTERNATIONAL  
COMPANY FOR EDUCATION & INVESTMENT and the  
report of the accountant on the review of the  
condensed interim financial statements on CD in PDF  
format.

**المرفات:**

نسخة من القوائم المالية المرحلية الموجزة كما هي في  
أيلول 2018 للشركة العربية الدولية للتعليم والاستثمار  
مع تقرير المحاسب القانوني حول مراجعة القوائم المالية  
المرحلية الموجزة على CD بصيغة ملف (PDF).

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**Arab International Company For  
Education And Investment  
(P.S.C)  
Amman - The Hashemite Kingdom of Jordan**

**Condensed interim financial statements  
As of September 30, 2018  
(Reviewed not audited)**

**Arab International Company For  
Education And Investment  
(P.S.C)  
Amman - The Hashemite Kingdom of Jordan**

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## Report on the review of the condensed interim financial statements

587 18 03

To the Board of Directors of

Arab International Company for Education and Investment (P.S.C)

Amman - The Hashemite Kingdom of Jordan

### Introduction:

We have reviewed the accompanying condensed interim financial statements of **Arab International Company for Education and Investment (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 stock exchange 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

**Arab International Company For  
Education And Investment  
(P.S.C)  
Amman - The Hashemite Kingdom of Jordan  
Statement of condensed interim financial position  
As of September 30, 2018**

		<b>Reviewed not audited</b>	
	Note	30-Sep-2018	31-Dec-2017
<u>Assets</u>		JD	JD
<u>Non - current assets</u>		<b>(Reviewed)</b>	<b>(Audited)</b>
Property, plant & equipments - net	5	34,510,547	35,560,048
Intangible assets - Net		11,820	24,475
Projects under constructions		414,675	253,054
Investments in associates	6	50,872,863	53,401,917
Financial assets at fair value through comprehensive income st.		51,200	62,400
<b>Total non - current assets</b>		<b>85,861,105</b>	<b>89,301,894</b>
<u>Current assets</u>			
Cash on hand and at banks		315,112	202,624
Accounts receivable & cheques under collection - net		1,430,072	3,020,858
Due from related parties	16 A	410,423	304,129
Financial assets at fair value through income		487,427	536,224
Supplies warehouse and other		428,832	422,790
Other debit balances		2,297,144	1,246,061
<b>Total current assets</b>		<b>5,369,010</b>	<b>5,732,686</b>
<b>Total assets</b>		<b>91,230,115</b>	<b>95,034,580</b>

**The accompanying notes form from (1) To (19) is an integral part of these statements**

**Arab International Company For  
Education And Investment  
(P.S.C)  
Amman - The Hashemite Kingdom of Jordan  
Follow - statement of condensed interim financial position  
As of September 30, 2018**

		<b>Reviewed not audited</b>	
	Note	30-Sep-2018	31-Dec-2017
<b><u>Owners' equity and liabilities</u></b>		JD	JD
<b><u>Owners' equity</u></b>		<b>(Reviewed)</b>	<b>(Audited)</b>
Capital		40,500,000	40,500,000
Statutory reserve		10,125,000	10,125,000
Fair value reserve		646,465	1,305,353
Retained earnings	7	19,407,954	30,662,718
Profit for the period		3,029,762	-
<b>Total owners' equity</b>		<b>73,709,181</b>	<b>82,593,071</b>
<b><u>Non-current liabilities</u></b>			
Provision for end of service indemnity	8	357,559	357,559
<b>Total non-current liabilities</b>		<b>357,559</b>	<b>357,559</b>
<b><u>Current liabilities</u></b>			
Banks overdraft	9	6,971,508	2,800,529
Notes and accounts payable		457,178	410,572
Due to related parties	16 B	190,807	392,703
Unearned revenues		5,618,522	3,799,799
Students refundable deposits		216,938	283,584
Income tax provision	10	188,039	1,372,028
Other credit balances		3,520,383	3,024,735
<b>Total current liabilities</b>		<b>17,163,375</b>	<b>12,083,950</b>
<b>Total owners' equity and liabilities</b>		<b>91,230,115</b>	<b>95,034,580</b>

**The accompanying notes form from (1) To (19) is an integral part of these statements**

**Arab International Company For  
Education And Investment  
(P.S.C)**

**Amman - The Hashemite Kingdom of Jordan  
Condensed interim statement of comprehensive income  
For the nine months ended September 30, 2018**

Reviewed not audited

	Note	For the nine months ended		For the three months ended	
		30-Sep-2018 JD	30-Sep-2018 JD	30-Sep-2018 JD	30-Sep-2018 JD
		<b>(Reviewed)</b>	<b>(Reviewed)</b>	<b>(Reviewed)</b>	<b>(Reviewed)</b>
Revenues		13,862,216	15,991,774	3,024,489	3,627,940
Operating expenses	11	<u>(11,595,746)</u>	<u>(12,586,349)</u>	<u>(3,966,144)</u>	<u>(4,178,894)</u>
<b>Gross profit margin</b>		<b>2,266,470</b>	<b>3,405,425</b>	<b>(941,655)</b>	<b>(550,954)</b>
General & administrative expenses	12	(644,217)	(624,965)	(11,585)	(197,660)
Company's share of associates profit		1,697,248	2,146,707	(156,315)	392,811
Unrealized (losses) from financial assets at fair value through income		(48,797)	(6,517)	24,399	(17,631)
Provision for credit losses		(56,613)	-	(15,413)	-
Finance expenses		(263,511)	(82,870)	(164,529)	(64,236)
Legal fees and issues		(203,725)	(324,619)	(203,725)	(104,703)
Other income		654,925	551,860	296,770	184,255
<b>Profit for the period before tax</b>		<b>3,401,780</b>	<b>5,065,021</b>	<b>(1,172,053)</b>	<b>(358,118)</b>
Income tax	10	<u>(370,244)</u>	<u>(587,296)</u>	204,945	142,410
<b>Profit for the period</b>		<b><u>3,031,536</u></b>	<b><u>4,477,725</u></b>	<b><u>(967,108)</u></b>	<b><u>(215,708)</u></b>
<b><u>Add: other comprehensive income items</u></b>					
Net changes in fair value for financial assets through comprehensive income statement		(658,888)	(1,048,954)	(611,226)	979,957
(Losses) from selling financial assets through comprehensive income		<u>(1,774)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>		<b><u>2,370,874</u></b>	<b><u>3,428,771</u></b>	<b><u>(1,578,334)</u></b>	<b><u>764,249</u></b>
		<b>Fils/Dinar</b>	<b>Fils/Dinar</b>	<b>Fils/Dinar</b>	<b>Fils/Dinar</b>
<b>Basic and diluted earning per share</b>	13	<b><u>0.075</u></b>	<b><u>0.111</u></b>	<b><u>(0.024)</u></b>	<b><u>(0.005)</u></b>

The accompanying notes form from (1) To (19) is an integral part of these statements

**Arab International Company For  
Education And Investment  
(P.S.C)**

**Amman - The Hashemite Kingdom of Jordan  
Statement of condensed interim of changes in owners' equity  
For the nine months ended September 30, 2018**

Reviewed not audited

Description	Retained earnings						Profit of the period						Total retained earnings				
	Capital		Statutory reserve		Fair value reserve *		Realized		Unrealized *		Realized		Unrealized *		Total		
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	
<b>For the nine months ended March 31, 2018</b>																	
<b>Balance as of January 1, 2018 - Audited</b>	40,500,000	10,125,000	1,305,353	16,303,913	14,358,805	-	-	-	-	-	-	-	-	-	30,662,718	82,593,071	
Effect of initial application of IFRS 9	-	-	-	(1,190,740)	-	-	-	-	-	-	-	-	-	-	(1,190,740)	(1,190,740)	
Effect of initial application of IFRS 9 - Associates	-	-	-	-	(1,964,024)	-	-	-	-	-	-	-	-	-	(1,964,024)	(1,964,024)	
<b>Adjusted opening balances</b>	40,500,000	10,125,000	1,305,353	15,113,173	12,394,781	-	-	-	-	-	-	-	-	-	27,507,954	79,438,307	
Profit for the period after tax	-	-	-	-	-	3,031,536	-	-	-	-	-	-	-	-	3,031,536	3,031,536	
Fair value reserve	-	-	(658,888)	-	-	-	-	-	-	-	-	-	-	-	(658,888)	(658,888)	
(Loss) from sales of financial assets through comprehensive income	-	-	-	-	-	-	-	-	(1,774)	-	-	-	-	(1,774)	(1,774)	(1,774)	
<b>Total comprehensive income for the period</b>	-	-	-	(658,888)	-	-	3,031,536	(1,774)	-	-	-	-	-	-	3,029,762	2,370,874	
Dividends paid to shareholders (Note 7)	-	-	-	(8,100,000)	-	-	-	-	-	-	-	-	-	-	(8,100,000)	(8,100,000)	
<b>Balance as of March 31, 2018 - Reviewed</b>	40,500,000	10,125,000	646,465	7,013,173	12,394,781	3,031,536	-	-	(1,774)	-	-	-	-	-	22,437,716	73,709,181	
<b>For the nine months ended March 31, 2017</b>																	
<b>Balance as of January 1, 2017 - Audited</b>	40,500,000	10,125,000	3,853,656	18,211,369	13,284,113	-	-	-	-	-	-	-	-	-	31,495,482	85,974,138	
Prior years' adjustments on company's share in associates	-	-	-	-	(485,521)	-	-	-	-	-	-	-	-	-	(485,521)	(485,521)	
Prior years' expenses	-	-	-	-	(78,132)	-	-	-	-	-	-	-	-	-	(78,132)	(78,132)	
<b>Adjusted opening balances</b>	40,500,000	10,125,000	3,853,656	18,211,369	12,720,460	-	-	-	-	-	-	-	-	-	30,931,829	85,410,485	
Profit for the period after tax	-	-	-	-	-	2,260,636	-	-	-	-	-	-	-	-	4,477,725	4,477,725	
Fair value reserve	-	-	(1,048,954)	-	-	-	-	-	-	-	-	-	-	-	(1,048,954)	(1,048,954)	
<b>Total comprehensive income for the period</b>	-	-	(1,048,954)	-	-	2,260,636	2,217,089	-	-	-	-	-	-	-	4,477,725	3,428,771	
Dividends paid to shareholders	-	-	-	(8,100,000)	-	-	-	-	-	-	-	-	-	-	(8,100,000)	(8,100,000)	
<b>Balance as of March 31, 2017 - Reviewed</b>	40,500,000	10,125,000	2,804,702	10,111,369	12,720,460	2,260,636	-	-	2,217,089	-	-	-	-	-	27,309,554	80,739,256	

In accordance with the instructions of Securities Commission , it is prohibited to dispose fair value reserve & Unrealized retained earnings through dividends to shareholders or capitalization or loss amortization or anything else .

The accompanying notes form from (1) To (19) is an integral part of these statements



**Arab International Company For  
Education And Investment  
(P.S.C)  
Amman - The Hashemite Kingdom of Jordan  
Statement of condensed interim of cash flows  
For the nine months ended September 30, 2018**

**Reviewed not audited**

	<u>Note</u>	<u>30-Sep-2018</u> JD	<u>30-Sep-2017</u> JD
<b><u>Cash flows from operating activities</u></b>		<b>(Reviewed)</b>	<b>(Reviewed)</b>
Profit for the period before tax		3,401,780	5,065,021
Depreciation & amortization		1,845,710	1,699,918
Company's share of associates (profit)		(1,697,248)	(2,146,707)
Realized losses loss from financial assets at fair value through income statement		-	1,163
Unrealized losses loss from financial assets at fair value through income statement		48,797	6,517
Provision for credit losses		56,613	-
Capital (gains) losses		2,422	(15,870)
Finance expenses		263,511	82,870
<b>Operating income before changes in working capital</b>		<b>3,921,585</b>	<b>4,692,912</b>
<b><u>(Increase) decrease in current assets</u></b>			
Accounts receivable & cheques under collection		343,433	210,839
Due from related parties		(106,294)	(86,744)
Supplies warehouse and other		(6,042)	(673)
Other debit balances		(1,051,083)	(338,084)
<b><u>Increase (decrease) in current liabilities</u></b>			
Accounts payable		46,606	(8,468)
Due to related parties		(201,896)	(36,660)
Unearned revenues		1,818,723	2,062,842
Students refundable deposits		(66,646)	32,585
Other credit balances		495,648	146,277
<b>Net cash provided from operating activities before paid tax</b>		<b>5,194,034</b>	<b>6,674,826</b>
Paid tax	10	(1,554,233)	(2,077,131)
<b>Net cash provided from operating activities</b>		<b>3,639,801</b>	<b>4,597,695</b>

**The accompanying notes form from (1) To (19) is an integral part of these statements**

**Arab International Company For  
Education And Investment  
(P.S.C)**

**Amman - The Hashemite Kingdom of Jordan  
Follow - statement of condensed interim of cash flows  
For the nine months ended September 30, 2018**

**Reviewed not audited**

	<u>30-Sep-2018</u> JD <b>(Reviewed)</b>	<u>30-Sep-2017</u> JD <b>(Reviewed)</b>
<b><u>Cash flows from investing activities</u></b>		
Acquisitions of property, plant & equipments	(673,714)	(700,280)
Acquisitions of intangible assets	(375)	(1,869)
Associates' shares purchased	(165,360)	(625,655)
Proceeds from sales of prperty , plant & equipments	940	16,608
Paid on projects under construction	(274,449)	(369,305)
Proceeds from associates	1,778,177	2,253,872
Proceeds from selling financial assets through income	-	770,611
<b>Net cash provided from investing activities</b>	<b><u>665,219</u></b>	<b><u>1,343,982</u></b>
<b><u>Cash flows from financing activities</u></b>		
Dividends paid to shareholders	(8,100,000)	(8,100,000)
Banks overdraft	4,170,979	2,172,807
Finance expenses	(263,511)	(82,870)
<b>Net cash (used in) financing activities</b>	<b><u>(4,192,532)</u></b>	<b><u>(6,010,063)</u></b>
<b>Net increase (decrease) in cash</b>	<b>112,488</b>	<b>(68,386)</b>
Cash on hand and at banks at beginning of period	<u>202,624</u>	<u>418,717</u>
<b>Cash on hand and at banks at end of period</b>	<b><u><u>315,112</u></u></b>	<b><u><u>350,331</u></u></b>

**The accompanying notes form from (1) To (19) is an integral part of these statements**

**Arab International Company For  
Education And Investment  
(P.S.C)**

**Amman - The Hashemite Kingdom of Jordan**

**Notes to the condensed interim financial statements - reviewed not audited**

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**1- Company's registration and objectives**

The **Arab International Company For Education And Investment** was established & registered as a public shareholding company under number (208) on **November 20, 1991** , the company operates its educational activities through the **Applied Science University** , which started teaching as of **October 13, 1991**.

One of company's main objectives is to found and establish a private university to accommodate students from Jordan and abroad and prepare them as specialists at the university level in the technological fields mainly inlaid with human and social studies that can contribute to meet the needs of the Kingdom and neighbouring Arab countries .

It also aims to establish a number of centers and institutes for the rehabilitation of students enrolled to a leading positions in various scientific , training and performance fields .

The company may, in order to achieve its objectives directly , carry out all the investment activities required by its business and its interest in selling, buying, owning, brokering , lending , borrowing , pledging and lending . The company may also have an interest to participate in any way in the bodies and institutions that cooperate to achieve its objectives in The Hashemite Kingdom of Jordan or outside .

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

**2- Significant accounting policies**

**Basis of preparation of interim financial statements**

These condensed interim financial statements 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 appear 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**, and no appropriation was made for the three months profit ended **September 30, 2018** since it made at the year-end .

**Arab International Company For  
Education And Investment  
(P.S.C)**

**Amman - The Hashemite Kingdom of Jordan**

**Notes to the condensed interim financial statements - reviewed not audited**

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**3- Use of estimates**

The preparation of the condensed interim financial statements requires management to make estimates and assumptions that affect the reported amount of financial assets and liabilities and disclosure of contingent liabilities . These estimates and assumptions also affect the revenues and expenses and the resultant provisions and particular , considerable judgement by management is required in the estimation of the amount and timing of future cash flows . Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgment and uncertainty and actual results may differ, resulting in future change in such provisions .

Management beleive that the estimates are reasonable and are as follows :

- Management evaluates its investments for impairment on a regular basis where there is a prolonged decline , Management estimates the value of impairment and the same is charged in the statement of condensed interim comprehensive income - An estimate of the collectible amount of trade accounts receivables is made when collection of the full amount is no longer probable . For individually significant amounts , this estimation is performed on an individual basis . Amounts which are not individually significant , but which are past due , are assessed collectively and a provision applied according to the length of time past due , based on historical recovery rates .

- Inventories are held at the lower of either cost or net realizable value . When inventories become old or obsolete , an estimate is made of their realizable value . For individually significant amounts this estimation is performed on an individual basis . Amounts which are not individually significant , but which are old or obsolete , are assessed collectively and a provision applied according to the inventory type and the degree of aging or obsolescence , based on historical selling prices.

- Management reviews periodically the tangible and intangible assets in order to assess the amortization and depreciation for the year based on the useful life and future economic benefits . Any impairment is taken to the statement of condensed interim comprehensive

**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 Transaction:
- \* Amendments to IFRS 4 “Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contra
- \* 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.**

**Arab International Company For  
Education And Investment  
(P.S.C)**

**Amman - The Hashemite Kingdom of Jordan**

**Notes to the condensed interim financial statements - reviewed not audited**

**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 recognized 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.

The following table summarizes the impact of transition to IFRS 9 on the opening balance of retained earnings (for a description of the transition method),

<u>Line item impacted in the financial statements</u>	<u>As reported at December 31, 2017</u>	<u>Estimated adjustments due to adoption of IFRS 9</u>	<u>Estimated adjusted opening balances as at 1 January 2018</u>
	JD	JD	JD
Provision for credit losses	548,076	1,190,740	1,738,816
Retained earnings	30,662,718	(1,190,740)	29,471,978

**Arab International Company For  
Education And Investment  
(P.S.C)**

**Amman - The Hashemite Kingdom of Jordan**

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**5- Property, plant & equipments - Net**

A. This item consists of the following :

	Lands		Buildings & constructions		Laboratory equipment & office machines		Furniture & fixtures		Scientific research instrument - solar energy		Cars & buses		Books & periodicals		Tools & equipments		Laboratory equipments		Educational & clarification tools		Power plant		Others		Irrigation networks		Vehicles parking		Total		
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	
<b>Balance beginning of the period</b>	10,014,099	41,604,793	13,725,600	4,465,038	2,560,869	2,523,190	3,179,287	259,122	103,075	327,267	151,191	52,062	15,081	78,980,674																	
Additions	125,034	54,073	91,654	120,195	172,921	61,408	37,021	8,806	-	-	-	2,600	-	112,829	786,541																
Disposals	-	-	(7,240)	(3,056)	-	-	-	-	-	-	-	-	-	-	(10,296)																
<b>Balance ending of the period</b>	10,139,133	41,658,866	13,810,014	4,582,177	2,733,790	2,584,598	3,216,308	267,928	103,075	327,267	151,191	54,662	15,081	79,756,919																	
<b>Accumulated depreciations</b>																															
<b>Balance beginning of the period</b>	-	21,384,333	11,932,620	4,079,687	508,320	2,263,412	2,404,494	215,555	97,524	319,622	151,184	48,801	15,074	43,420,626																	
Additions	-	984,010	413,688	74,375	193,718	97,183	46,023	9,912	5,531	4,212	-	1,199	-	1,832,679																	
Disposals	-	-	(5,819)	(1,114)	-	-	-	-	-	-	-	-	-	(6,933)																	
<b>Balance ending of the period</b>	-	22,368,343	12,340,489	4,152,948	702,038	2,360,595	2,450,517	225,467	103,055	323,834	151,184	50,000	15,074	45,246,372																	
<b>Net book value as of September 30, 2018 (Reviewed)</b>																															
	10,139,133	19,290,523	1,469,525	429,229	2,031,752	224,003	765,791	42,461	20	3,433	7	4,662	7	110,001	34,510,547																
<b>Net book value as of December 31, 2017 (Audited)</b>																															
	10,014,099	20,220,460	1,792,980	385,351	2,052,549	259,778	774,793	43,567	5,551	7,645	7	3,261	7	-	35,560,048																

B. Cost of depreciated property, plant & equipments JD 26,775,347 as of September 30, 2018 (JD 24,959,683 as of December 31, 2017)

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**6- Investments in associates**

A. This item consists of :

	Number of shares Share	Ownery rate %	Market value JD	30-Sep-2018		31-Dec-2017	
				Fair value		Fair value	
				(Reviewed)	JD	(Audited)	JD
<b>National</b>							
<b>Public shareholding companies (listed)</b>							
Arab Int'l Food & Factories & Investments Co.	4,856,545	46.252	8,158,996	10,859,469	11,295,339		
Inernational Co. for Medical Investments	2,070,588	46	3,188,706	1,281,285	1,345,730		
Etihad Schools Co.	6,246,489	41.643	9,806,988	7,587,396	7,913,457		
First Finance Co.	8,062,863	23	4,998,975	10,364,184	11,744,097		
Jordanian Real Estate Co. For Development	5,582,601	16.181	2,288,866	5,629,665	5,617,409		
Ibn Alhaytham Hospital Co.	9,737,443	48.687	9,445,320	9,907,350	10,347,962		
Contemporaries Co. for Housing projects	580,924	8.334	418,265	670,060	593,737		
<b>Total</b>			<b>38,306,116</b>	<b>46,299,409</b>	<b>48,857,731</b>		
<b>Limited liability companies (unListed)</b>							
Alomana' for Investment & portfolio management	3,732,424	41.471	-	4,030,622	4,091,353		
Trans World Information Technology Co. *	45,810	44.911	-	339,231	339,232		
Applied Energy Co.	20,000	40	-	100,000	10,000		
University Scientific Research Co. *	6,000	20	-	6,000	6,000		
Jordanian Consultative Center for Administrative Development & Capacity Building *	500	50	-	500	500		
<b>Total</b>			-	<b>4,476,353</b>	<b>4,447,085</b>		
<b>International</b>							
<b>Limited liability companies (unListed)</b>							
Arab Int'l Co. for Education & Investments - Maskat *	52,500	50	-	97,101	97,101		
<b>Total</b>			-	<b>97,101</b>	<b>97,101</b>		
<b>Total</b>				<b>50,872,863</b>	<b>53,401,917</b>		

\* Not evaluated by equity method according to not issuing interim financial statements / couldn't measure its fair value trustly .

B. The company owned shares of **1,206,727** in associates (Amana Agricultural & Industrial Investments Co. PSC) . The company has taken an impairment provision for full value in previous years .

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**6- Investments in associates - follow**

**C. The following summary of assets, liabilities, revenues and companys' share of associates P/L :**

	Activity	Assets	Liabilities	Revenues	Companies' share of associates P/L
		JD	JD	JD	JD
<b>National</b>					
<b>Public shareholding companies (listed)</b>					
Arab Int'l Food & Factories & Investments Co.	Industry	23,663,225	184,815	1,493,818	618,132
Inernational Co. for Medical Investments	Trade	3,573,769	789,153	236,122	(36,016)
Ettihad Schools Co.	Education	26,988,873	8,768,775	5,843,263	419,777
First Finance Co.	Finance	59,684,855	14,695,558	4,373,908	46,753
Jordanian Real Estate Co. For Development	Real-estate	36,236,143	1,444,317	613,838	46,371
Ibn Alhaytham Hospital Co.	Medical	28,831,252	8,482,186	11,445,346	373,624
Contemporaries Co. for Housing prjects**	Real-estate	7,568,537	647,864	1,102,644	962
<b>Total</b>		<b>186,546,654</b>	<b>35,012,668</b>	<b>25,108,939</b>	<b>1,469,603</b>
<b>Limited liability companies (unlisted)</b>					
Alomana' for Investment & portfolio management	Brokerage	10,227,146	508,011	733,047	227,645
Trans World Information Technology Co. *	Programing	-	-	-	-
Applied Energy Co. *	Renewble energy	-	-	-	-
University Scientific Research Co. *	Food	-	-	-	-
Jordanian Consultative Center for Administrative	Trainig	-	-	-	-
Development & Capacity Building *		-	-	-	-
<b>Total</b>		<b>10,227,146</b>	<b>508,011</b>	<b>733,047</b>	<b>227,645</b>
<b>International</b>					
<b>Limited liability companies (unlisted)</b>					
Arab Int'l Co. for Education & Investments - Maskat *	Investment	-	-	-	-
<b>Total</b>		-	-	-	-
<b>Total</b>		<b>196,773,800</b>	<b>35,520,679</b>	<b>25,841,986</b>	<b>1,697,248</b>

\* Financial information are not available according to not issuing interim financial statements .

\*\* Financial information for the financial statements as of **June 30, 2018**. No interim financial statements are available.



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**6- Follow - Investment in associates**

**D- Transaction of investment in associates during the period represents of :**

	<u>30-Sep-2018</u>	<u>31-Dec-2017</u>
	JD	JD
	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>Balance beginning of the period / year</b>	<b>53,401,917</b>	<b>56,012,569</b>
Company's share of associates profit	1,697,248	1,566,502
Associates' shares purchased	165,360	625,654
(Losses) from selling financial assets through comprehensive income	(1,774)	(2,416)
Amendments to initial application of IFRS 9	(1,964,024)	-
Net changes of fair value for associates	(647,687)	(2,530,703)
Dividends received from associates	(1,778,177)	(2,253,870)
Prior years' income tax	-	(15,819)
<b>Balance ending of the period / year</b>	<b><u>50,872,863</u></b>	<b><u>53,401,917</u></b>

E- For purposes of company's membership in the associates board of directors and other purposes for Security Depository Center , the number of share reserved as follows:

		<u>30-Sep-2018</u>	<u>31-Dec-2017</u>
	No. of shares	Market Value	
	Share	JD	JD
		<b>(Reviewed)</b>	<b>(Audited)</b>
Arab Int'l Food & Factories & Investments Co.	5,000	8,400	9,100
Inernational Co. for Medical Investments	20,000	30,800	16,000
Ettihad Schools Co.	20,000	31,400	25,000
First Finance Co.	50,000	31,000	40,000
Jordanian Real Estate Co. For Development	5,000	2,050	2,500
Ibn Alhaytham Hospital Co.	20,000	19,400	21,200
<b>Total</b>		<b><u>123,050</u></b>	<b><u>113,800</u></b>

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**7- Retained earnings**

A. This item consists of :

	30-Sep-2018	31-Dec-2017
	JD	JD
	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>Retained earnings at beginning of the period / year</b>	<b>30,662,718</b>	<b>31,495,482</b>
Effect of initial application of IFRS 9	(1,190,740)	-
Effect of initial application of IFRS 9 - Associates	(1,964,024)	-
Prior years' income tax	-	(355,208)
<b>Adjusted opening balance</b>	<b>27,507,954</b>	<b>31,140,274</b>
Profit for the year	-	7,624,860
(Losses) from selling financial assets through comprehensive income	-	(2,416)
Dividends paid to shareholders (Note 7B)	(8,100,000)	(8,100,000)
<b>Retained earnings at ending of the period / year</b>	<b>19,407,954</b>	<b>30,662,718</b>
<b><u>It's distributed as follows:</u></b>		
Retained earnings from realized profit	7,013,173	16,303,913
Retained earnings from unrealized profit	12,394,781	14,358,805
<b>Total</b>	<b>19,407,954</b>	<b>30,662,718</b>

B. The general assembly decided in its meeting held on **April 28, 2018** to to distribute cash dividends to shareholders at the rate of **20%** of capital, amounted of **JD 8,100,000** .

**8- Provision for end of service indemnity**

**Transaction of provision of end of service indemnity during the period represents of :**

	30-Sep-2018	31-Dec-2017
	JD	JD
	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>Balance beginning of the period/year</b>	<b>357,559</b>	<b>839,184</b>
Addition for the period/year	-	48,945
Paid during the period/year	-	(530,570)
<b>Balance ending of the period/year</b>	<b>357,559</b>	<b>357,559</b>

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**Notes to the condensed interim financial statements - reviewed not audited**

**9- Banks overdraft**

A. This item consists of :

	Facilities limit	Interest rate	30-Sep-2018	31-Dec-2017
	JD	JD	JD	JD
			<b>(Reviewed)</b>	<b>(Audited)</b>
Rajihi bank	6,000,000	7.50	3,000,000	2,500,000
Arab bank	5,000,000	8.50	-	300,529
Ittihad bank	5,000,000	8.00	3,971,508	-
<b>Total</b>			<b>6,971,508</b>	<b>2,800,529</b>

B. Rajihi facilities due date **June 1, 2019** .

C. Arab bank facilities due date **May 27, 2019** .

D. Ittihad bank facilities due date **October 31, 2019** .

E. All facilities had been given to company of companys' name gurantee .

**10- Income tax provision**

A. **Transaction of income tax provision during the period represents of :**

	30-Sep-2018	31-Dec-2017
	JD	JD
	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>Balance beginning of the period/year</b>	<b>1,372,028</b>	<b>1,907,297</b>
Tax of the period/year (Note 10 C)	370,244	1,541,862
Paid tax during the period/year	(1,324,158)	(2,077,131)
Semi annual income tax	(230,075)	-
<b>Balance ending of the period/year</b>	<b>188,039</b>	<b>1,372,028</b>

B. The income tax return for the years **2015 & 2016 & 2017** have been filed with the Income Tax Department but the Department has not reviewed the company's records till the date of these financial statements.

C. **Reconciliation of taxable income**

	30-Sep-2018	31-Dec-2017
	JD	JD
	<b>(Reviewed)</b>	<b>(Audited)</b>
Recorded profit	3,401,780	9,166,722
Non-taxable income	(1,698,876)	(2,270,417)
Non-taxable expenses	148,317	813,007
<b>Taxable income</b>	<b>1,851,221</b>	<b>7,709,312</b>
Income tax rate	20%	20%
<b>Income tax for the period / year</b>	<b>370,244</b>	<b>1,541,862</b>

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**11- Operating expenses**

This item consists of :

	<u>30-Sep-2018</u>	<u>30-Sep-2017</u>
	JD	JD
Employees costs (Note 11 B)	6,767,037	7,336,157
Teaching, research, scholarship and students activities needs	1,253,331	1,472,101
Depreciations & amortizations	1,799,646	1,666,944
Students medical insurance	72,919	96,715
Water, electricity & fuel	803,177	795,091
College accreditation fees	79,750	101,000
Maintenance	260,200	288,791
Insurance and licenses	115,734	273,733
Stationary , printing and computers' needs	76,091	86,177
Advertising , newspapers & magazines	81,906	110,123
Entertainment , cleaning & donations	50,872	77,166
University proficiency examination Fees & courses certificate issuing	12,885	8,995
Communications and post	42,170	29,742
Trustees board transportations	40,976	42,750
Professional fees & dues	108,131	171,071
Value bag expenses	15,450	6,500
Others	15,471	23,293
<b>Total</b>	<b><u>11,595,746</u></b>	<b><u>12,586,349</u></b>

**Employees costs (operating)**

This item consists of :

	<u>30-Sep-2018</u>	<u>30-Sep-2017</u>
	JD	JD
Salaries , wages and bonuses	5,992,226	6,495,747
Company's share of social security	678,024	716,528
Medical insurance	84,441	108,892
Clothes & protective materials	12,346	14,990
<b>Total</b>	<b><u>6,767,037</u></b>	<b><u>7,336,157</u></b>

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**12- General and administrative expenses**

This item consists of :

	30-Sep-2018	30-Sep-2017
	JD	JD
Employees costs (Note 12 B)	450,420	438,494
Water, electricity & fuel	4,280	4,710
Insurance and licenses	20,326	22,248
Maintenance	3,986	3,038
Entertainment , cleaning & donations	700	5,803
Advertising , newspapers & magazines	506	5,735
Board of directors transportations	26,733	26,850
Communications and post	11,536	9,691
Stationary , printing and computers' needs	4,891	5,418
Depreciations & amortizations	12,411	7,635
Commissions of sale and purchase of securities	-	2,882
Rents	43,678	28,711
Income tax	64,750	63,750
<b>Total</b>	<b>644,217</b>	<b>624,965</b>

**Employees costs (administrative)**

This item consists of :

	30-Sep-2018	30-Sep-2017
	JD	JD
Salaries , wages and bonuses	423,008	397,364
Company's share of social security	13,327	13,653
Medical insurance	14,085	27,477
<b>Total</b>	<b>450,420</b>	<b>438,494</b>

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**13- Basic and diluted earning per share**

This item consists of :

	30-Sep-2018	30-Sep-2017
	JD	JD
Profit of the period after tax (JD)	3,031,536	4,477,725
Weighted average shares (share)	40,500,000	40,500,000
<b>Basic and diluted earning per share</b>	<b>0.075</b>	<b>0.111</b>

The diluted earning per share is equal to the basic earning per share .

**14- Contingent liabilities**

At the date of financial statements there were contingent liabilities represented of :

	30-Sep-2018	31-Dec-2017
	JD	JD
	<b>(Reviewed)</b>	<b>(Audited)</b>
Banks guarantees	1,750,208	1,754,256
<b>Total</b>	<b>1,750,208</b>	<b>1,754,256</b>

**15- Issues**

There are issues facing company from other amounted of JD **1,831,344** , it includes issues facing Ministry of Higher Education and Scientific Research , the subject is to prevent a claim of JD **1,626,256** on the basis that this amount is surplus of dedicated rate of scientific research for previous years and the company must transfer it to scientific research fund.

There are issues facing others amounted of JD **503,523** and it in all labour issues .

Legal consultant opinion that the results of these issues will be favour to company , the company take enough provisions for it inside financial statements .

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**16- Related parties transactions**

Realated parties include key shareholders , key management personnel , key managers , associates and subsidiaries 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 transaction	30-Sep-2018 JD (Reviewed)	31-Dec-2017 JD (Audited)
<b><u>Associates</u></b>			
Arab Int'l Food & Factories & Investments Co.	Exp. & property	25,620	24,800
Inernational Co. for Medical Investments	Expenses	177,295	110,553
Ettihad Schools Co.	Expenses	82,773	51,683
First Finance Co.	Expenses	4,146	8,196
Jordanian Real Estate Co. For Development	Expenses	18,234	290
Alomana' for Investment & portfolio management	-	-	11,275
Applied Energy Co.	Finance	7,723	2,700
University Scientific Research Co.	Finance	8,132	8,132
Jordanian Consultative Center for Administrative Development & Capacity Building	Finance	86,500	86,500
<b>Total</b>		<b>410,423</b>	<b>304,129</b>

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

	Type of transaction	30-Sep-2018 JD (Reviewed)	31-Dec-2017 JD (Audited)
<b><u>Associates</u></b>			
Arab Int'l Co. for Education & Investments - Maskat	Finance	91,958	91,958
Trans World Information Technology Co.	Softwares	76,115	63,230
Ibn Alhaytham Hospital Co.	Treatments	22,734	237,515
<b>Total</b>		<b>190,807</b>	<b>392,703</b>

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**16- Follow - related parties transactions**

**C. Details related parties balances appear on statement of income**

	Type of transaction	30-Sep-2018 JD	30-Sep-2017 JD
<b><u>Associates</u></b>			
Ibn Alhaytham Hospital Co.	Treatments	460,215	246,490
Inernational Co. for Medical Investments	-	-	34,420
Ettihad Schools Co.	Expenses	35,440	40,714
Trans World Information Technology Co.	-	-	25,694

**D. Wages , allowances and other benefits for senior excutive managements :**

	30-Sep-2018 JD	30-Sep-2017 JD
Wages & other benefits	534,944	572,778

**17- 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**.

**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.