

Al - Rakaez Investment Co.
(R.I.C.)

الرقم : 193 / مر / 19

التاريخ 2019/10/27

الساده بورصة عمان المحترمين

الموضوع/ البيانات المالية الربع الثالث من العام الحالي

تحية طيبة و بعد...

للتكرم بالإطلاع واستناداً لأحكام المادة (13 / ب / 11) من تعليمات إدراج الأوراق المالية لعام 2016 ، نرفق لكم طياً البيانات

المالية الربع الثالث من عام 2019 باللغه العربية واللغه الإنجليزية والمراجعة من قبل مدقق الحسابات الخارجي السادة شركة طلال

ابو غزالة ومشاركوه الدولية ، علماً أننا سنقوم بنشرها في صحيفة " صدى الشعب " يوم الإثنين الموافق 2019/10/28 .

وأقبلوا فائق الاحترام

مي سمور

نائب المدير العام

R
I
C
الركائز للاستثمار

المرفقات :-

البيانات المالية الربع الثالث باللغه العربية

البيانات المالية الربع الثالث باللغه الإنجليزية

بورصة عمان
الدائرة الإدارية والمالية
الديوان

٢٧ تموز ٢٠١٩

4803

الرقم التسلسل:

31261

رقم الملف:

الجهة المختصة:

**Al-Rakaez Investment Company
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

**Financial Statements
and Review Report
for the nine months ended September 30, 2019**

**Al-Rakaez Investment Company
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

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Report On Review of Interim Condensed Financial Statement

To Messrs. Shareholders
Al-Rakaez Investment Company
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

We have reviewed the interim condensed statement of financial position of Al-Rakaez Investment Company (Public Shareholding Company), as at September 30, 2019, and the related interim condensed statements of comprehensive income, changes in equity and cash flows for the nine months period then ended. Management is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with International Financial Reporting Standard no. (34) "Interim Financial Reporting". Our responsibility is to express a conclusion about this interim condensed financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagement no. (2410) "Review of interim financial information performed by the independent auditor of the entity". A review of interim condensed 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.

Basis of Qualified Conclusion

We did not obtain detailed assets registry for the property and equipment items except for the land and the hotel building for the period ended in September 30, 2019 noting that management is currently working on preparing detailed assets registry through physical count and making the proper reconciliation during 2019.

Qualified Conclusion

Based on our review, except for the effect mentioned in the basis of qualified conclusion paragraph nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with International Financial Reporting Standard no. (34) "Interim Financial Reporting".



Talal Abu-Ghazaleh & Co. International

Aziz Abdelkader
(License # 867)

Amman October 22, 2019

Al-Rakaez Investment Company
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Interim condensed statement of financial position as at September 30, 2019 - (reviewed and unaudited)

	<u>September 30, 2019</u> <u>(reviewed and unaudited)</u>	<u>December 31, 2018</u> <u>(audited)</u>
ASSETS	JD	JD
Non-current Assets		
Property and equipment	12,317,273	12,489,792
Current Assets		
Inventory	66,840	56,220
Accounts receivable and other debit balances	315,205	250,671
Cash and cash equivalents	33,133	35,234
Total Current Assets	415,178	342,125
TOTAL ASSETS	12,732,451	12,831,917
EQUITY AND LIABILITIES		
Equity		
Authorized and paid-in capital	12,500,000	12,500,000
Statutory reserve	86,187	86,187
Accumulated losses	(1,126,541)	(1,157,637)
Net Equity	11,459,646	11,428,550
Liabilities		
Non Current Liabilities		
Loan - non-current portion	443,750	531,405
Current Liabilities		
Bank overdraft	58,991	135,620
Loan - current portion	212,500	212,500
Accounts payable and other credit balances	557,564	523,842
Total Liabilities	1,272,805	1,403,367
TOTAL EQUITY AND LIABILITIES	12,732,451	12,831,917

Al-Rakaez Investment Company
Public Shareholding Company
Amman – The Hashemite Kingdom of Jordan

Interim condensed statement of comprehensive income for the nine month ended September 30, 2019
- (reviewed and unaudited)

	For the nine months ended on September 30,		For the three months ended on September 30,	
	2019	2018	2019	2018
	JD	JD	JD	JD
Revenues				
Hotel revenues	1,844,282	1,584,867	783,416	596,922
Rent revenues	152,648	137,796	52,926	45,721
Total Revenues	1,996,930	1,722,663	836,342	642,643
Expenses				
Operating expenses	(1,397,130)	(1,322,474)	(504,028)	(469,376)
Other operating expenses	(14,228)	(14,228)	(4,742)	(4,742)
Administrative expenses	(136,252)	(128,259)	(46,347)	(43,536)
Depreciation	(353,834)	(326,500)	(117,987)	(100,430)
Total Expenses	(1,901,444)	(1,791,461)	(673,104)	(618,084)
Operating loss	95,486	(68,798)	163,238	24,559
Other revenues (expenses), net	1,663	(5,747)	141	(7,240)
Finance costs	(66,053)	(59,419)	(19,541)	(24,091)
Profit (loss)	31,096	(133,964)	143,838	(6,772)
Weighted average number of shares	12,500,000	12,500,000		
Basic earning (loss) per share	JD -/002	JD (-/011)		

Al-Rakaez Investment Company
 Public Shareholding Company
 Amman - The Hashemite Kingdom of Jordan

Interim condensed statement of changes in equity for the nine months ended September 30, 2019 - (reviewed and unaudited)

	Capital		Statutory reserve		Accumulated losses		Total	
	JD		JD		JD		JD	
For the six months ended on September 30, 2019								
Balance as at January 1, 2019	12,500,000		86,187		(1,157,637)		11,428,550	
Profit	-		-		31,096		31,096	
Balance as at September 30, 2019	12,500,000		86,187		(1,126,541)		11,459,646	
For the six months ended on September 30, 2018								
Balance as at January 1, 2018	12,500,000		86,187		(891,138)		11,695,049	
Loss	-		-		(133,964)		(133,964)	
Balance as at September 30, 2018	12,500,000		86,187		(1,025,102)		11,561,085	

Al-Rakaez Investment Company
Public Shareholding Company
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Interim condensed statement of cash flows for the nine month ended September 30, 2019
- (reviewed and unaudited)

	<u>September 30, 2019</u>	<u>September 30, 2018</u>
	JD	JD
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit (loss)	31,096	(133,964)
Adjustments for :		
Depreciation	353,834	326,500
Loss from disposal of property and equipment	563	7,978
Change in operating assets and liabilities:		
Accounts receivable and other debit balances	(64,534)	(283,710)
Inventory	(10,620)	(24,134)
Accounts payable and other credit balances	33,722	(47,623)
Net cash flow from operating activities	<u>344,061</u>	<u>(154,953)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(181,878)	(637,820)
Net cash from investing activities	<u>(181,878)</u>	<u>(637,820)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Bank overdraft	(76,629)	106,943
Loan	(87,655)	686,016
Net cash from financing activities	<u>(164,284)</u>	<u>792,959</u>
Net change in cash and cash equivalents	(2,101)	186
Cash and cash equivalents - beginning of period	35,234	23,761
Cash and cash equivalents - end of period	<u><u>33,133</u></u>	<u><u>23,947</u></u>

Al-Rakaez Investment Company
Public Shareholding Company
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Notes to the consolidated financial statements

1. Legal status and activities

- Al-Rakaez Investment Company established as a public shareholding company and registered in the register of public shareholding companies under number (418) on September 27, 2006.
- The main objectives of the Company are:
 - Sports gym
 - Body, skin and nail care center.
 - Tourist restaurant
 - Establishing, managing, owning, buying, selling and leasing resorts.
 - Establish hotel suits.
 - Buy and sell properties and lands.
- On September 1, 2011, the soft opening of the hotel was held, and the business started on that date. The Company signed a contract with a foreign company to manage the hotel to operate under the trademark (Quality Suites) for a period of five years starting from the date of initial operation on September 1, 2011.
- On March 27, 2014 the General Assembly decided to terminate the contract of the commercial name for the Quality suites hotel starting from the current contract expiry date on September 30, 2014 and replacing it by the commercial name of Ayas Suites and Hotel owned by Ayas motors without any cost implications for using this name.
- The financial statements were approved by the Company's board of directors in its session held on October 21, 2019.

2. Financial statements preparation framework and significant accounting policies

- The interim condensed financial information for the company were prepared according to the International Accounting Standard (34) "Interim Financial Reporting".
- Accounting policies used in preparing the consolidated interim financial statement are consistent with those policies used in preparing the financial statements for the year ended December 31, 2018.