



الشركة العربية للمشاريع الاستثمارية

رقم 35/مشاريع / 2017

التاريخ :- 2017/5/15

السادة/ بورصة عمان المحترمين

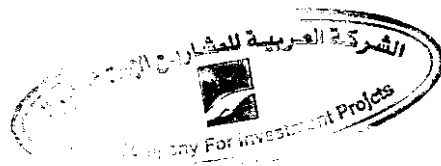
تحية طيبة وبعد :-

نرفق لكم البيانات المالية للشركة العربية للمشاريع الاستثمارية للفترة المنتهية في 31 آذار 2017. باللغة الانجليزية .

واقبلو فانق الاحترام والتقدير

الشركة العربية للمشاريع الاستثمارية

المدير العام
حسن محمد الخطيب
١٢



بورصة عمان	
الدائرة الإدارية والمالية	
السديوان	
١٥ أيار ٢٠١٧	
الرقم المتسلسل:	3070
رقم الملف:	41003
الجهة المختصة:	211/64

الشركة العربية للمشاريع الاستثمارية
AL-Arabia for Investment Projects Company



Date:-15/5/2017

TO : Amman Stock Exchange

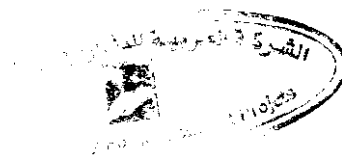
Subject : Quarterly Report as of 31/ 03/ 2017
Attached the Quarterly Report of
AL-Arabia for Investment Projects Company as of
31/ 03/ 2017

Kindly accept our high appreciation and respect

AL-Arabia for Investment Projects Company

General Managers

Hasan Khateeb



AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT'S REPORT
FOR THE PERIOD ENDED MARCH 31, 2017

AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

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INDEPENDENT AUDITORS' REPORT ON REVIEW OF THE INTERIM FINANCIAL STATEMENTS

To the Shareholders of

AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY

Public Shareholding Company

AMMAN-THE HASHEMITE KINGDOM OF JORDAN

Introduction

We have reviewed the accompanying consolidated statement of financial position as of 31 March 2017 and the consolidated statement of comprehensive income and the statement of changes in equity and the statement of cash flows for the period ended 31 March 2017 . Management of the company is responsible for the preparation and presentation of these interim financial statements in accordance with the IAS 34 Interim Financial Reporting. Our responsibility is to express a conclusion on these interim 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 statements 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 national standards on auditing and 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 for Qualified Opinion

- As shown on note (7) we are not aware of the last news with the Aqapa Economic Authority about lands receivable balance and the prior lawyer receivable balance amounted to (JD 1,837,137/-)and if it is collectable or not as of 31.3.2017, also no provision was taken for the cases related to this amount.
- We didn't receive direct conformation from the lawyer about the lobar cases for or a gianset the company and any reservation related to it.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusion

Based on our review, Except of the effect on what mention above nothing has come to our attention that causes us to believe that the accompanying 31 March 2017 consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34 Interim Financial Reporting.

Explanatory notes

- Without amendment we would like to have your attention to the second point on explanatory note about selling apart of subsidiary company assets, also the company suffered of liquidity shortage. So with what mentioned on the qualified opinion the attached financial statements were prepared on the under standing that the company is continuing entity on the foreseeable future, no adjustments made if necessary in the event of non-continuing of the company.
- According to the Board decision No.(05/2016) dated 21/12/2016 the assets of Arab paper (subsidiary company) of lands, Building and Hangars were offered to sale.
- The last registration voucher for the land of Al Humeer Hills (subsidiary company) with the name of the company is on year 2008.

Professional Controllers



Jamal Hammoudeh (JCPA, ACPA)

(License #478)

Amman 27, April 2017



AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

EXHIBIT-A

CONSOLIDATED FINANCIAL POSITION STATEMENT AS OF MARCH 31, 2017

	Notes	31 MARCH 2017 <u>JD</u>	31 DECEMBER 2016 <u>JD</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	3	4,187	3,971
Net Accounts receivables	4	12,781	16,104
Guarantees Deposit		63,600	63,600
Other debit balances	5	141,418	137,150
Inventories	6	149,031	150,971
Receivables of lands payments	7	923,170	923,170
Accounts receivables	7	913,967	913,967
Investment for trading	8	-	-
TOTAL CURRENT ASSETS		<u>2,208,154</u>	<u>2,208,933</u>
NON CURRENT ASSETS			
Property and equipment	9	782,146	790,354
Real Estate under Development	10	6,381,832	6,381,832
TOTAL		<u>7,163,978</u>	<u>7,172,186</u>
TOTAL ASSETS		<u>9,372,132</u>	<u>9,381,119</u>

**THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL
PART OF THESE FINANCIAL STATEMENTS**

AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

EXHIBIT-A

CONSOLIDATED FINANCIAL POSITION STATEMENT AS OF MARCH 31, 2017

	Notes	31 MARCH 2017 JD	31 DECEMBER 2016 JD
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Other credit balances	11	740,838	738,385
Accounts Payable		267,174	259,882
Deferred checks, Note payable		131,906	134,984
Related party accounts	12	330,524	323,524
Receipts on sold real estates under Development		411,674	411,674
Total Current Liabilities		1,882,116	1,868,449
NON CURRENT LIABILITIES			
Long term loan – related party	13	3,280,000	3,280,000
Total		3,280,000	3,280,000
TOTAL LIABILITIES		5,162,116	5,148,449
SHAREHOLDER EQUITY			
Paid Capital	14	3,551,982	3,551,982
Legal Reserve		124,537	124,537
Accumulated Loss – Exhibit C		(195,529)	(172,883)
Total Shareholder Equity company		3,480,990	3,503,636
Monitory rights	15	729,026	729,034
Total Shareholder Equity		4,210,016	4,232,670
TOTAL LIABILITIES AND EQUITY		9,372,132	9,381,119

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL
PART OF THESE FINANCIAL STATEMENTS

AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

EXHIBIT-B

CONSOLIDATED COMPREHENSIVE INCOME STATEMENT FOR THE PERIOD ENDED MARCH 31, 2017

	Notes	31 MARCH 2017	31 MARCH 2016
		JD	JD
Net Sales	16	15,193	17,528
Cost of sales	17	(15,744)	(41,615)
Gross Profit (loss)		(551)	(24,087)
Selling and Distribution Expenses	18	(1,304)	(3,824)
Administrative Expenses	19	(19,713)	(29,544)
Financing Expenses		(1,086)	(3,098)
Other Income (Expenses)	20	-	13,251
Income and loss for the year		(22,654)	(47,302)
 And refers to :			
Company Shareholders		(22,646)	(47,281)
Monitory rights		(8)	(21)
TOTAL		(22,654)	(47,302)
 Earning per Share	 21	 0,006	 0,005

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL
PART OF THESE FINANCIAL STATEMENTS

AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

EXHIBIT- C

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2017

	CAPITAL JD	ACCUMULATED LOSSES JD	LEGAL RESERVE JD	TOTAL SHEREHOLDER EQUITY COMPANY JD	MONITORY RIGHTS JD	CHANGE IN FAIR VALUE OF NVESTMENTS JD	TOTAL JD
Balance as of January 1, 2016	10,000,000	124,537	(6,448,018)	3,676,519	729,117	(38,412)	4,367,224
Profit (loss) for the year - Exhibit B	-	-	(47,281)	(47,281)	(21)	-	(47,302)
Change in fair value of investments	-	-	-	-	-	12,150	12,150
Balance as of March 31, 2016 - Exhibit A	10,000,000	124,537	(6,495,299)	3,629,238	729,096	(26,262)	4,332,072
Balance of 1/1/2017	3,551,982	124,537	(172,883)	3,503,636	729,034	-	4,232,670
Profit (Loss) for the year - Exhibit B	-	-	(22,646)	(22,646)	(8)	-	(22,654)
Balance as of March 31, 2017 - Exhibit A	3,551,982	124,537	(195,529)	3,480,990	729,026	-	4,210,016

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF
THESE FINANCIAL STATEMENTS

AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

EXHIBIT-D

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2017

	31 MARCH 2017 JD	31 MARCH 2016 JD
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Loss for the year	(22,654)	(47,302)
Depreciation	8,208	25,861
<u>Changes in Capital items</u>		
Accounts receivable	3,323	1,156
Goods	1,940	8,975
Other credit balances and insurance	(4,268)	939
Accounts payable	7,292	6,934
Other accounts payable	2,453	5,764
Net cash from operating activities	(3,706)	2,327
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Investments in shares	-	7,200
Sell (buy) property and equipment	-	748
Net cash from investing activities	-	7,948
<u>CASH FLOWS FROM FINANCIAL ACTIVITIES</u>		
Related party accounts	7,000	-
Defferd checks, notes payable	(3,078)	(4,311)
Net cash uses to from financing activities	3,922	(4,311)
Net change in cash account to(loss) / increase	216	5,964
Cash and equivalents - beginning of the year	3,971	6,189
Cash and cash equivalents - end of the year - Exhibit A	4,187	12,153

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL
PART OF THESE FINANCIAL STATEMENTS

AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY
PUBLIC SHAREHOLDING COMPANY
AMMAN-THE HASHEMITE KINGDOM OF JORDAN

NOTES TO THE FINANCIAL STATEMENTS

1. LEGAL STATUS AND ACTIVITIES

- AL-ARABIYA FOR INVESTMENT PROJECTS COMPANY ("The Company") is Jordan public shareholding company registered on July 5,1978 to the ministry of industry and trade under the provision of the Companies law of Jordan under No. (121).
- The main activity of the Company is to invest in various economic fields of industrial, commercial, agricultural and tourism and real estate and other, and by establishing of investment projects or participating in, owning or establishing by the contribution and investment in stocks and bonds and current securities in Amman Stock Exchange and global markets which not incompatible with laws and regulations.
- The Financial Statements are signed by the Board of Directors on their second resolution, Decision No (1/2017) Dated 25,2,2017 .

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared in accordance with the International Financial Reporting Standards and the related Interpretations issued by the International Financial Reporting Interpretations Committee, and the following is a summary of the significant policies applied:

2/1- Basis of measurement

- The financial statements are prepared according to the base of historical cost.
- These financial statements, were presented in Jordanian Dinar as the majority of transaction the Company recorded the Jordanian Dinar.

- Basis of financial statements consolidation

The consolidated financial statements included the parent company statement and the financial statements for the subsidiary companies controlled by the parent company, any transaction between the parent company and the subsidiaries were excluded, the date he financial statements for the subsidiaries is the same date of parent company also the accounting polices, the monitory rights represent the part that, the Group didn't owned.

The following is statement of subsidiary companies that were consolidated with the company on December 31, 2016 :

Company Name	Capital	Place of Registration	Percentage of Equity and Votes	Main Activity
	JD			
Amaar Properties company	100,000/-	Jordan	90%	Establishing the residential and tourism projects.
Arab Paper Converting Trading Co.	30,000/-	Jordan	100%	Trade and manufacturing row papers.
Palm Hills for real state Tourism projects company	100,000/-	Jordan	90%	Build the residential project and establishment the hotel apartment and hotels and tourism projects.
Al Hummar Hills for residential and tourism projects	200,000/-	Jordan	45%	Build the residential unities and owned real estate.
New Dimension for constructional Installations company	15,000/-	Jordan	90%	Trade constructional material and trade agency.

The investment in subsidiary company (Al Hummar Hills Company) above is directly owned with a percentage of 50% by Amaar Properties Company L.T.D, because the parent company controlled this company it consolidated with the parent company.

- Using estimation

Preparing the consolidated financial statement according to the accepted accounting principles requires the use of estimations and assumptions which influence on the value of assets and liabilities and their enclosed notes on the consolidated financial statements date, in addition to the revenues and expenses amounts during that period, despite these estimations which built in the best information and the current events which available for management, the actual final results could be changed from these estimations.

2/2- Cash and cash equivalents

For the purpose of preparing the cash flow statement, "cash and cash equivalents" represents cash in hand, current accounts .

2/3- Impairment provision for accounts receivable.

Impairment provision of accounts Receivable was taken when management has doute to collect them.

2/4- Foreign currency evaluation

Foreign currency translation are translated into Jordanian dinar at the rates of exchange prevailing at the time of the transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the exchange rates prevailing at the date. Gains and losses from settlement and translation of foreign currency transactions are included in the statement of income.

2/5- Property and equipment

Property and equipment are recorded at net book value after deducting - except for land - accumulated depreciation and any impairment in value.

The company uses the straight - line method of depreciating its property and equipment over estimated useful lives at the following annual rates:

Buildings	2%
Machines and equipment	2% (8% 2015)
Computer and system	15-20%
Vehicles	10-15%
Furniture	9-25 %
Tools	9-20%

If any of the property and equipment is disposed of, the net book value for the disposed asset on the date of disposition is omitted from the company's records, and the result, whether income or loss, is posted to the statement of income.

2/6- Real estate investments

Measurement of investment in purchased lands to establish of investment projects when it acquired at cost, the cost includes purchase price plus all expenditures in order to acquire these lands.

2/7- Inventories

Inventories are stated at the lower of cost or net realizable value. Cost is determined, on a first-in-first-out cost basis and includes cost of purchases, fund and other costs incurred in order to get into warehouse. Raw material, work in process, spare parts and other inventories are stated at cost which is determined by using weighted average cost .

2/8- Revenues recognition

- Revenues of sold real stat recorded when the operation completed and the benefits and risks converted to buyer.
- Revenues of interest recognize on time basis that the effective retune on the assets can be made.
- Revenues of investment profit recognize when approved from the general assembly.
- Other revenues recognize on accrual basis.

2/9- The borrowing cost

The interest of borrowing cost recorded on the income statement on the year occurred but the interest related to projects under construction capitalized on the project cost.

2/10- The provisions

The provisions had been formed, when the company has a present obligation (legal or expected) from past events which its cost of repayment consider accepted and it has ability to estimate it reliably.

The provision had been measured according the best expectations of the alternative to meet the obligation as of the balance sheet date after considering the risks and not assured matters about the obligation.

2/11- Income tax

The Company is subject to the regulations of income tax department in Jordan; income tax is provided on an accrual basis, income tax is computed on adjusted net income. Any difference in the estimate is recorded when the final assessment is approved, at which time the provision is cleared.

2/12- Financial instruments

Financial instrument is any contract that gives rise to both a financial asset of one enterprise and a financial liability or equity instrument of another enterprise. The company's financial instruments principally comprise of cash and bank balances, accounts receivable and payable, investments and loans.

3. CASH AND CASH EQUIVALENTS

This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Cash	660	500
Banks Accounts	3,527	3,471
Total	4,187	3,971

4. ACCOUNTS RECEIVABLE

This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Accounts Receivable	1,076,212	1,079,535
Less :		
Provision impairment for Accounts Receivable	(1,063,431)	(1,063,431)
Total	12,781	16,104

*Following the movement for the impairment prevision for the period ended March 31, 2017 :

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
beginning balance of the year	1,063,431	1,063,431
Ending Balance of the year	1,063,431	1,063,431

Following the maturity of the receivables after provision :

	31MARCH 2017	31 DECEMBER 2016
	JD	JD
Receivables under one year	3,370	5,790
Receivables more than one year	9,411	10,314
Total	12,781	16,104

5. OTHER DEBIT BALANCES

This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Guarantees Deposits	42,847	42,847
Refundable Deposits	12,837	12,837
Sales Tax Deposits	10,327	8,677
Employees Receivable	4,548	4,754
Prepaid Expenses	3,623	799
Accounts Receivable	67,000	67,000
Other	236	236
Total	141,418	137,150

6. INVENTORIES

This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Raw materials	100,774	103,357
Goods under process	-	715
Finished goods	14,279	12,846
Spare parts	133,978	134,053
Total	249,031	250,971
Slow moving goods provision	(100,000)	(100,000)
Total	149,031	150,971

7. RECEIVABLE OF LANDS PAYMENTS

a) This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Aqaba Authority	923,170	923,170
Prior lawyer	913,967	913,967
Total	1,837,137	1,837,137

b) The land agreement with Aqaba Authority deleted on 2010 from Aqaba Authority, and the grantee was confiscated and recorded as losses on 2010. Aqaba Authority request the company (JD 1,5 Million) related to the difference of price of the land area.

The company throw the cases against the Authority collect (JD 2,528,873/-) on 2013 from the original amount (JD 4,366,010/-), According to the company's lawyer the company raised a case against Aqaba Authority amounted to (JD 3 Million) and other case no 3601/2015 against the prior lawyer with the amount (JD 913,967/-) those cases still on cort.

8. TRADING INVESTMENTS

a) This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Trading Investments	-	48,443
Sold of Trading investments	-	(48,443)
Changes of fair value .	-	-
Total	-	-

b) The portfolio investment were sold last year.

9. PROPERTY AND EQUIPMENT

A) Property and equipment are shown at the balance sheet date as follows:

Cost	Equipment and					
	Lands	Buildings JD	Machines JD	Vehicles JD	Furniture JD	OTHER JD
As of January 1, 2016	365,370	198,197	1,347,285	97,258	310,738	15,760
Additions during the year	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-
As of March 31, 2017	365,370	198,197	1,347,285	97,258	310,738	15,760
						2,334,608
Accumulated Depreciation						
As of January 1, 2016	-	(47,567)	(1,086,110)	(96,082)	(298,908)	(15,587)
Depreciation for the year	-	(991)	(5,873)	(32)	(1,312)	-
Disposals during the year	-	-	-	-	-	-
As of March 31, 2017	-	(48,558)	(1,091,983)	(96,114)	(300,220)	(15,587)
						(1,552,462)
Net book value						
As of March 31, 2017 - exhibit A	365,370	149,639	255,302	1,144	10,518	173
As of December 31, 2016 - exhibit A	365,370	150,630	261,175	1,176	11,830	173
						782,146
						790,354

B) The land No.916 Henw Al Kasar is mortgage for Jordan Investment Bank, Arab Egyptian Bank, Social security corporation and Income Tax Department.

10. REAL ESTATE UNDER DEVELOPMENT

This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Al Humeer Hills project	6,381,832	6,381,832
Total	6,381,832	6,381,832

11. OTHER CRILIT BALANCES

This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Provision for investment impairment on subsidiary company	646,665	646,665
Accrued expenses	46,403	47,682
Social Security Deposits	9,967	4,031
Employees Receivables	26,473	28,526
Provision for employee vacations	6,530	6,681
Provision for end of service benefits	4,800	4,800
Total	740,838	738,385

12 . TRANSACTIONS WITH RELATED PARTY ACCOUNTS

This item consists of the following:

	31 MARCH 2017	31 DECEMBER 2016
	JD	JD
Sir.Saleah Bn Naseer Al Sareha	16,985	9,985
Amar and Awad Hijaze	318,303	318,303
Humeer Hills Receivables	(4,764)	(4,764)
Total	330,524	323,524

13. LOAN FROM RELATED PARTY

This item represent the amount of loan from Triple column company to the Al Humeer Hills company (subsidiary company).

14. SHAREHOLDER EQUITY

- Capital

According to the General a simply meeting dated 23.4.2016, and according to the Industry and trade ministry approvment no S/1/21/42875 dated 26.6.2016 the company's capital decreased from (JD 10 million) to (JD 3,551,982/-) with the accumulated losses amounted to (JD 6,448,018/-).

- LEGAL RESERVE

This item represent the accumolated ammonts converted from the annual profits with the rate of 10% according to the companies low, this amount must not distribute to the share holders.

15. MONITORY RIGHTS

This item represent the part which is not owned from the Group on the subsidiary companies. And its appeared on the comprehensive income and financial position as a separate item.

16. SALES/ SECTORAL DISTRIBUTION

This item consists of the following:

	31 MARCH 2017 JD	31 MARCH 2016 JD
Local sales and Sales of manufacturing wages	15,193	17,528
Total	15,193	17,528

17. COST OF SALES

This item consists of the following

	31 MARCH 2017	31 MARCH 2016
	JD	JD
Materials used in production	2,058	1,283
Salaries, wages and affiliated	4,500	4,497
Depreciation	6,856	24,329
Maintenance and spare parts	308	1,460
Electricity and water	1,347	716
Transportation	407	307
Printing and editing expenses	-	9
Insurance expenses	-	313
Printing expenses	20	40
Miscellaneous	248	670
Cost of trade paper and printing	-	7,991
Total	15,744	41,615

18. SELLING AND DISTRIBUTION EXPENSES

This item consists of the following

	31 MARCH 2017	31 MARCH 2016
	JD	JD
Salaries, wages and affiliated	1,302	1,297
freight expenses	-	1,878
Depreciation	2	210
Miscellaneous	-	439
Total	1,304	3,824

19. GENERAL AND ADMINISTRATIVE EXPENSES

This item consists of the following:

	31 MARCH 2017	31 MARCH 2016
	JD	JD
Salaries, wages and Allowances	11,525	11,903
Professional fees	1,500	1,500
Subscriptions to associations	1,331	3,208
Electricity, water and Fuels	1,497	746
Postage , telephone and internet	275	468
Insurance	83	94
Travel and transfers	414	-
Depreciation	1,350	1,324
Customs penalty	-	393
Maintenance	32	216
Security expenses	1,600	-
Legal expenses	-	8,013
Stationery	6	-
Other	100	1,681
Total	19,713	29,546

20. OTHER INCOME (EXPENSES)

This item consists of the following:

	31 MARCH 2017	31 MARCH 2016
	JD	JD
Profit on sale of assets	-	13,251
Total	-	13,251

21. EARNING PER SHARE

This item consists of the following

	31 MARCH 2017	31 MARCH 2016
	JD	JD
Loss for the year	(22,646)	(47,281)
Weighted average of shares	3,551,982	10,000,000
Total	(0,006)	(0,005)

22. INCOM TAX

- The financial statement for the parent company were accepted by the Income Tax Department according to the sample system for year 2012, and the company present the Taxable statement for 2016 .
- The Arab Paper converting Trading company present their Taxable statement for the years 2009- 2016 and its still on Tax cort.
- The Al Humeer Hills present their Taxable statement until 2016 and its accepted according to the sample system.
- The Tax position for Palm Hills company, and Amaar properties company for 2012- 2016 are not settled yet.

23. FINANCIAL INFORMATION RELATING TO SUBSIDIARIES

This item consists of the following:

<u>Company Name</u>	ASSETS	LIABILITIES	PROPERTY	PROFIT	TYPE OF COMPANY
	31.3.2017	31.3.2017	PERCENT	(LOSS) IN	
	JD	JD		JD	
Amaar Properties company(L.T.D)	4,545,160/-	10,733,214/-	90%	(80)	Subsidiary company to Al-Arabia for investment projects company.
Arab Paper Converting Trading Co.	969,451/-	2,234,136/-	100%	(12,896)	Subsidiary company to Al-Arabia for investment projects company.
Palm Hills for real state Tourism projects company (L.T.D)	4,026,000/-	4,611,166/-	100%	-	Subsidiary company to Amaar properties company.
Al Hummar Hills for residential and tourism projects	6,491,880/-	3,794,243/-	50%	-	Subsidiary company to Amaar properties company.
New Dimension for constructional Installations company	13,894/-	-	100%	-	Subsidiary company to Amaar properties company.

24. LAWYER'S LETTER

- a) According to the lawyer's letter as of 31/12/2016, there are legal actions from others against the company amounting to (JD 502,535/-) and a case about legal fees related to amount of (JD 3,123,041/-). They were still outstanding on the date of the balance sheet.
- b) According to the lawyer letter as of 31/12/2016 there are legal action from the company against others amounting to (JD 4,813,000/-), from this amount there is a case against Aqaba Authority as mentioned on (Note 713).

25. FINANCIAL INSTRUMENTS

a) Fair value

Carrying value of financial assets and liabilities are approximately equal to their fair values.

Notes to the financial statements indicate the fair value of those instruments. In addition, some of the accounting policies in note (2) present methods used in evaluating those instruments.

b) Market risk

Market risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. It comprises the following risks:

- Currency risk

- Currency risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.
- Risks related to the financial instruments denominated in USD are low due to the constancy of exchange rate of JD against USD. Risks related to other foreign currencies were reflected in the income statement.

- Interest rate risk

- Interest rate risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.
- The financial instruments in the balance sheet are not subject to interest rate risk with the exception of current accounts, deposits and loans payable that are subject to interest rates applicable in the market.

- Other price risk

- Other price risk is defined as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices -other than those arising from interest rate risk or currency risk- whether those changes are caused by factors specific to the individual instrument or its issuer or factors affecting all similar financial instruments traded in the market.
- The financial instruments in the balance sheet are not subject to other price risk with the exception of investments.

c) Credit risk

- Credit risk is defined as the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.
- The Company maintains cash at financial institutions with suitable credit rating.
- The Company maintains a proper control over the customers' credit limits and collection process.

d) Liquidity risk

- Liquidity risk is defined as the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

26. COMPARATIVE FIGURES

Some comparative figures were reclassified to confirm to the current year financial statements presentation.