

التاريخ : 2017/05/15
الرقم : د م / 2017 / 63

السادة بورصة عمان المحترمين

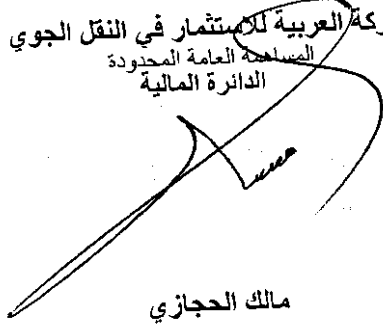
الموضوع : إيداع القوائم المالية الربع سنوية

تحية طيبة وبعد،

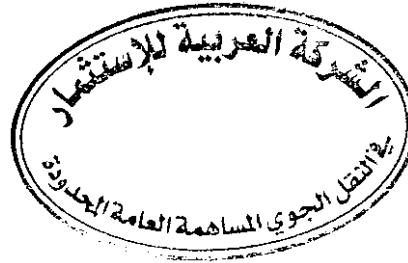
نرفق لكم طياً القوائم المالية الموحدة الربع سنوية للفترة المالية من 2017/01/01 ولغاية 2017/03/31 باللغة الانجليزية الخاصة بالشركة العربية للاستثمار في النقل الجوي المساهمة العامة المحدودة شاكرين لكم حسن تعاونكم.

وتفضلوا بقبول فائق الاحترام ...

الشركة العربية للاستثمار في النقل الجوي
المساهمة العامة المحدودة
الدائرة المالية



مالك الحجازي



بورصة عمان
الدائرة الإدارية والمالية
الديوان
١٥ أيار ٢٠١٧
الرقم التسلسلي: ٧١٤٤
رقم الملف: ٤١٤١٨
الجهة المختصة: المدير العام

*مرفق/القوائم المالية الربع سنوية

Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan

Interim condensed Consolidated Financial Statements &
The Independent Auditor's Report For the financial Period
ended on 31 March 2017

Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan

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No.: 204/2017/60001

Amman on 10/04/2017

Messrs: **Arabian Aviation Investment Company**
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan

We have reviewed the accompanying financial statement of Arabian Aviation Investment Company " Limited public shareholding Co comprising of interim statement of financial position as at 31 march 2017 , and the related interim statements of income , comprehensive income , changes in equity and cash follows for three – months period ended 31 march 2017 and the related explanatory notes .

The board of directors is responsible for preparation and presentation of these interim condensed financial statements in accordance with IAS 34– interim financial reporting (" IAS 34 ") Our responsibility is to express a conclusion on these interim condensed financial statements based on our review .

Scope of Review

We conducted our review in accordance with international standard on review engagements 2410 , " Review on Interim Financial information Performed by the Independent Auditor of the company . A review of interim financial information consists of making inquiries , primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with international standards on auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit, accordingly , we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statement does not give a true and fair view of the financial position of the company as at March 31 , 2017 and of its financial performance .

The Scientific Office for Auditing,

Accounting and Consulting

Jamal M. Falah

License No. "285"

mgi/ Scientific Office for Auditing, Accounting & Consulting
Public Accountants

Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan
The interim condensed statement of financial position
as at 31 March 2017

	<u>Note</u>	<u>31 March</u> <u>2017</u> <u>JD</u>	<u>31 December</u> <u>2016</u> <u>JD</u>
<u>Assets</u>			
<u>Current assets</u>			
Cash on hand and at banks		220.154	243.935
Checks under collection		115.200	117.100
Financial assets in fair value through income statement	2	1.479.084	2.387.852
Associates debit account		500.000	-
Other current assets		40.518	36.313
Accounts receivable		23.345	17.841
Total current assets		<u>2.378.301</u>	<u>2.803.041</u>
<u>Noncurrent assets</u>			
Properties and equipment		5.053	5.756
Real estate investments		50.621	50.621
Financial assets in fair value through other comprehensive income		100.000	116.801
Investments associates		5.955.389	5.955.389
Total noncurrent assets		<u>6.111.063</u>	<u>6.128.567</u>
Total assets		<u>8.489.364</u>	<u>8.931.608</u>
<u>Liabilities and shareholders' equity</u>			
<u>Current liabilities</u>			
Shareholders' refunds		200.336	200.633
Payable and other current liabilities		76.716	58.697
Associates credit account		-	100.000
Payable for investments		-	6.000.000
Total current liabilities		<u>277.052</u>	<u>6.359.330</u>
<u>Shareholders' equity</u>			
Authorized capital		6.000.000	6.000.000
Subscribed and paid capital		6.000.000	3.000.000
Share premium		3.000.000	-
Compulsory reserve		63.947	63.947
Fair value reserve		-	(4.271)
Retained losses		(851.635)	(487.398)
Net shareholders' equity		<u>8.212.312</u>	<u>2.572.278</u>
Total liabilities and shareholders' equity		<u>8.489.364</u>	<u>8.931.608</u>

The enclosed explanatory notes constitute an integral part hereof.

Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan
The interim condensed statement of Comprehensive
income for the financial period ended in 31 March 2017

	<u>31 March</u> <u>2017</u> <u>JD</u>	<u>31 March</u> <u>2016</u> <u>JD</u>
<u>Comprehensive income</u>		
Differences in assessment of financial assets in fair value through comprehensive income items	(163.474)	202.887
Profits (losses) of selling financial assets in fair value through income statement	(141.570)	23.404
Profits of properties and equipment sale	-	10.374
Interest revenues	1.499	1.201
Commissions on selling and purchasing financial assets through income statement	(17.272)	(9.753)
Net revenues	(320.817)	228.113
General and Administrative expenses	(43.445)	(40.980)
Other revenues	25	175
profit (losses) of the period	(364.237)	187.308
<u>Other comprehensive income</u>		
Differences in assessment of financial assets in fair value through other comprehensive income items	4.271	15.401
Total other comprehensive income	4.271	15.401
Total comprehensive income of the period	(359.966)	202.709
	JD / share	JD / share
Earnings per share	(0.087)	0.068
weighted average of shares number	4.133.334	3.000.000

The enclosed explanatory notes constitute an integral part hereof.
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Amman – The Hashemite Kingdom of Jordan

Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan
The interim condensed statement of Cash flow
as at 31 March 2017

	<u>31 March</u> <u>2017</u> <u>JD</u>	<u>31 March</u> <u>2016</u> <u>JD</u>
<u>Cash flows from operations activities</u>		
Comprehensive income of the period	(359.966)	202.709
Properties and equipment depreciation	703	1.849
Properties and equipment sale profits	-	(10.374)
Differences in assessment of financial assets	163.474	(218.288)
Operation profit(losses) before changing in working capital	<u>(195.789)</u>	<u>(24.104)</u>
Accounts receivable and other current assets	(9.709)	88.923
Accounts payable and other current liabilities	18.019	(15.475)
Checks under collection	1.900	(95.041)
Associated account	(600.000)	-
Financial assets in fair value through comprehensive income statement	745.294	(55.298)
Net cash from operations activities	<u>(40.285)</u>	<u>(100.995)</u>
<u>Cash flow from investment activities</u>		
property and equipment sale	-	10.374
Financial assets in fair value through other comprehensive income	16.801	(36.084)
Net cash flow from investment activities	<u>16.801</u>	<u>(25.710)</u>
<u>cash flow from financing activities</u>		
Shareholders refunds	(297)	(631)
Net cash flow from financing activities	<u>(297)</u>	<u>(631)</u>
Net cash from activities	<u>(23.781)</u>	<u>(127.336)</u>
Cash opening balance	243.935	453.070
Cash closing balance	<u>220.154</u>	<u>325.734</u>

The enclosed explanatory notes constitute an integral part hereof.
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Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan
Accounting policies

Consolidated financial statements preparation principles:

- The consolidated financial statements were prepared in accordance with the historical cost principle except the Financial Assets in Fair Value through Other Comprehensive Income and the Financial Assets in Fair Value through the Income Statement, which appear in the fair value on the consolidated financial statements date.
- The financial statements were prepared in accordance with International Accounting Standard 34 (Interim Financial Reporting) and under the applicable laws and instructions of the historical cost principle.
- Jordan Dinar is the currency in which the consolidated financial statements are presented, and it constitutes the main currency for the Company.

Financial statements consolidation principles:

The attached brief consolidated financial statements include the assets, liabilities and operations results of Arabian Aviation Investment Company PLC; Ithmar Transportation Company JSC, which is 100% owned by the parent Company; and Al-Azamia Real Estate Investment Company, which is 100% owned by Ithmar Transportation Company JSC.

Use of estimations:

The financial statements preparation and accounting policies application require the Company's Management to make some estimations and assumptions that affect the financial statements and notes thereof. Such estimations are based on suppositions subject to various degrees of accuracy and certainty. Therefore, the actual results in future may be different from the Management's estimations as a result of the change in the situations and circumstances of the suppositions on which those estimations were based.

Below are the most important estimations used in preparing the financial statements:

The enclosed explanatory notes constitute an integral part hereof.

Arabian Aviation Investment Company
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Amman – The Hashemite Kingdom of Jordan
Accounting policies

- The Management re-estimates the useful life of the tangible assets on a regular basis to calculate the annual depreciations depending on the general status of those assets and the expected useful life estimations, and the impairment (if any) is calculated in the income statement.
- The Management regularly review the financial assets presented in cost to estimate any impairment, and such impairment is presented in the income statement.
- The Company Management estimates the provision for doubtful account after taking into consideration the collectability of the same.

Cash and cash equivalents:

This Item constitutes the cash and cash equivalents in hand, at bank current accounts of the Company and the short-term investments due within three months and can be turned in a known amount of cash with no change in value risks.

Financial assets in fair value through the income statement:

This Item includes the investment in the corporate shares and bonds maintained for trade purposes and making profits from the short-term market prices variations.

These assets are recognized when purchasing in fair value (possession expenses are registered in the income statement upon purchase) and they are subsequently reevaluated in fair value. The change in their fair value is presented in the briefed consolidated income statement, including the change in the fair value resulting from the differences in the nonfinancial assets conversion in foreign currency. If these assets are sold, in whole or in part, the profits or losses resulting from the sale are registered in the income statement.

The distributed dividends or acquired benefits from these assets are recognized in the income statement.

Arabian Aviation Investment Company
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Accounting policies

Checks under collection:

Checks under collection are presented in fair value upon receipt.

Financial assets recognition date:

The financial assets sale and purchase are recognized on the trade date (the date on which the Company complies with selling or purchasing the financial assets).

Fair value:

The closing prices in active markets constitute the fair value of the financial assets. In case of no declared prices available or no active trade available for some financial assets, their value are estimated through a comparison with the fair value of a similar financial instrument or through calculating the current fair value of the future cash flow in relation thereto. If the fair value of the financial assets could not be reliably measured, they are presented in cost less any impairment thereof.

Accounts receivable:

Accounts receivable are presented in the invoice original amount less the amounts unexpected to be collected, and the doubtful accounts are estimated when the collection of the amount, in whole or in part, is unlikely. The bad debts are omitted when there is no possibility to be collected.

Spare part warehouse :

The materials warehouses are priced in the cost price or realized net value, whichever less, and the cost is determined on the defined cost basis for each of the items in the inventory alone. When the inventory is less than the cost amount, the gap is recognized as stock price reduction, and it is recognized in the income statement.

The enclosed explanatory notes constitute an integral part hereof.

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Arabian Aviation Investment Company
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Amman – The Hashemite Kingdom of Jordan

Accounting policies

Properties and equipment:

Properties, equipment and machines are presented in cost less accumulated depreciation. Except lands, they are depreciated when they are ready to be used at a fixed rate throughout their expected useful life in percentages (2-20%).

Financial assets in fair value through other comprehensive income statement:

The financial assets in fair value through other comprehensive income statement are presented upon purchase in fair value plus the possession expenses, and they are subsequently reevaluated in fair value. The change in fair value is presented in the comprehensive income statement and within the equity, including the change in fair value resulting from the variations of the nonfinancial assets conversion in the foreign currencies. In case of selling such assets in whole or in part, profits or losses resulting from the sale are registered in the comprehensive income statement and within the equity; and the sold assets evaluation reserve is directly converted into carried forward profits or losses, not through income statement.

These assets are not subject to this impairment, and the distributed dividends are registered in the income statement.

Accounts payable and other liabilities:

The future accounts payable for the received goods and services are recognized whether or not a claim was made by the supplier.

Provisions:

Provisions are recognized when the Company has a liability (legal or expected) resulting from a previous event; the settlement of the liabilities is probably; and their value are reliably measurable.

The enclosed explanatory notes constitute an integral part hereof.

Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan
Accounting policies

Clearing:

Clearing is made between the financial assets and financial liabilities, and the net amount is presented in the financial statements when the binding legal rights are settled on the clearing basis or when the assets are realized and liabilities are settled at the same time.

Revenues:

Revenues are recognized in accordance with the accrual accounting.

Foreign currencies:

Transactions made in foreign currencies throughout the year are recognized in the exchange rates current on the date of those transactions. The financial assets and financial liabilities accounts in foreign currency are converted using the exchange rates current on the date of the financial statements and declared by Central Bank of Jordan. The profits and losses resulting from the foreign currencies conversion are recognized in the income statement.

Income tax:

Taxes are calculated on the taxable profits basis. Taxable profits are different from the profits presented in the financial statements because the presented profits include untaxable revenues; expenses that cannot be registered in the fiscal year, but sometimes in subsequent years; accumulated losses acceptable for the Taxes Authority; or items nondeductible or acceptable for Taxes Authority.

The enclosed explanatory notes constitute an integral part hereof.

Arabian Aviation Investment Company
" Limited public shareholding Co "
Amman – The Hashemite Kingdom of Jordan
Notes to the interim condensed financial statements

1. General note:

Establishment of the company:

- Arabian Aviation Investment Company was established as a public liability company and registered in the public liability companies registry at the Companies Control Department under No. 446 on 15.11.2007. It was registered under its former name Al-Fatihoun Al-Arab for Investment, and the name was changed upon a request made by the General Assembly in its extraordinary meeting held on 03.10.2015. The name was changed from "Al-Fatihoun Al-Arab for Investment" to " Arabian Aviation Investment Company."
- On 26.03.2016, the extraordinary General Assembly decided to increase the authorized capital to become 6.000.000 share / JD instead of 3.000.000,share / JD and the company complete the necessary legal procedures on 26.02.2017.

Company's objectives:

Invest in the transportation and shipping companies; to carry out various trade operations; and to have stocks and shares in all kinds of companies.

Arabian Aviation Investment Company
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Notes to the interim condensed financial statements

2. Financial assets in fair value through income statement:

<u>Description</u>	<u>Shares</u> <u>No. 2017</u>	<u>31 March</u> <u>2017</u>	<u>31 December</u> <u>2016</u>
Century Investment Group Co.	42025	115.989	2.031.744
Arab Union International Insurance Co.	257750	374.313	157.185
Rum Financial Brokerage Co.	363450	806.190	190.125
United Financial Investments Co	-	-	8.798
Rum group for transportation and tourism investment CO.	243093	182.592	-
Total		1.479.084	2.387.852