



شركة المصانع العربية الدولية للأغذية والاستثمار

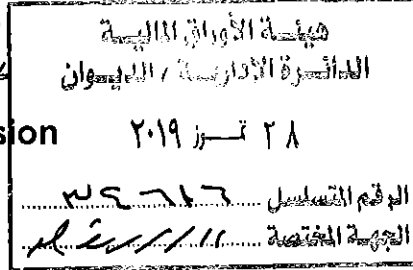
المساهمة العامة المحدودة

The Arab International Food Factories and Investment Co.

الرقم : ش س / 2 / 33

التاريخ: 2019/7/28

To: Jordan Securities Commission
Amman Stock Exchange



السادة هيئة الأوراق المالية
السادة بورصة عمان

Subject: Semi- Annual Report as of
30/6/2019

الموضوع: التقرير نصف السنوي كما هو في
2019/6/30

Attached the company's Semi-
Annual Report of The Arab
International Food Factories &
Investment Co. As of 30/6/2019

مرفق طيه نسخة من التقرير نصف السنوي
لشركة المصانع العربية الدولية للأغذية والاستثمار
كما هو بتاريخ 2019/6/30

Kindly accept our highly
appreciation and respect

وتفضلوا بقبول فائق الاحترام...

Mr. Mohammad A' AbuKhadijeh
Vice Chairman of the Board

السيد محمد عبدالله أبوخديجة
نائب رئيس مجلس الإدارة



Attachments:

A copy of the condensed interim financial
statements as of June 30, 2019 for The Arab
International Food Factories & Investment Co.
and the report of the accountant on the review
of the condensed interim financial statements
on CD in PDF format.

المرفقات:

نسخة من القوائم المالية المرحلية الموجزة كما في 30 حزيران
2019 لشركة المصانع العربية الدولية للأغذية والاستثمار
مع تقرير المحاسب القانوني حول مراجعة القوائم المالية
المرحلية الموجزة على CD بصيغة ملف (PDF).

AIFFICO

**The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

**Condensed Interim Financial Statements
and Report on Review as of June 30, 2019
(Reviewed Not Audited)**

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

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Report on the review of the condensed interim financial statements

591 19 03

To the Board of Directors of

The Arab International Food Factories And Investment Co. (P.S.C)

Amman - The Hashemite Kingdom of Jordan

Introduction:

We have reviewed the accompanying condensed interim financial statements of **The Arab International Food Factories And Investment Co. (P.S.C)** comprising of condensed interim statement of financial position as at 30 June 2019, and the related condensed interim statements of comprehensive income, changes in owners' equity and cash flows for six months ended 30 June 2019 and the related explanatory notes.

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

Scope of review:

We conducted our review in accordance with International Standard on Review 2410 "Review of interim Financial Information Performed by the Independent Auditor of the Entity". A review of the condensed interim financial information consists of making inquiries primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with international Standards on Auditing. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects in accordance with IAS 34.

Other matters:

- Condensed interim financial statements were prepared for Instructions for listing the securities in the Amman Stock Exchange & for management's purposes.

Al Abbasi & Partners Co.



Nabeel Moh'd Obeidat

License No. 877



Amman in
18 July 2019

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Financial Position as of June 30, 2019

Reviewed not audited

	<u>Note</u>	<u>30-Jun-2019</u>	<u>31-Dec-2018</u>
		JD	JD
<u>Assets</u>			
<u>Non - Current Assets</u>		(Reviewed)	(Audited)
Financial assets at fair value	5	21,155,715	22,795,912
Investments in associates		406,675	406,675
Property , plant & equipments - net		81,589	88,887
Total Non - Current Assets		21,643,979	23,291,474
<u>Current Assets</u>			
Due from related parties		802	802
Other debit balances	11	2,181	2,149
Cash on hand and at banks		218,495	99,410
Total Current Assets		221,478	102,361
Total Assets		21,865,457	23,393,835
<u>Owners' Equity And Liabilities</u>			
<u>Owners' Equity</u>			
Capital		10,500,000	10,500,000
Statutory reserve		2,063,816	2,063,816
Fair value reserve		5,759,181	7,148,655
Retained earning	6	2,383,119	3,473,842
Profit for the period		992,126	-
Total Owner's Equity		21,698,242	23,186,313
<u>Current Liabilities</u>			
accounts payable		927	927
Due to related parties	11	63,225	60,331
Other credit balances		103,063	146,264
Total Current Liabilities		167,215	207,522
Total owners' Equity And Liabilities		21,865,457	23,393,835

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan
Condensed Interim Statement of Comprehensive Income
For the Six Months Ended June 30, 2019

Reviewed not audited

		For the six monthes ended at		For the three monthes ended at	
		30-Jun-2019	30-Jun-2018	30-Jun-2019	30-Jun-2018
		JD	JD	JD	
<u>Revenues</u>					
Dividends profit		1,107,759	1,487,700	1,107,759	1,481,691
Other income		7,518	5,919	7,218	5,719
Total Revenue		1,115,277	1,493,619	1,114,977	1,487,410
<u>Expenses</u>					
Staff benefits	7	(63,726)	(57,325)	(31,982)	(30,462)
General & administrative expenses	8	(50,787)	(42,723)	(14,661)	(14,723)
Depreciation		(7,298)	(7,297)	(3,650)	(3,649)
Total Expenses		(121,811)	(107,345)	(50,293)	(48,834)
Profit for the period befor income tax		993,466	1,386,274	1,064,684	1,438,576
Income Tax		(1,340)	(1,098)	(1,340)	(1,098)
Profit for the period		992,126	1,385,176	1,063,344	1,437,478
<u>Add: Other comprehensive income items</u>					
Net changes in fair value		(1,223,494)	(75,495)	(856,663)	(1,347,328)
Net change in fair value reserve - associate		(165,980)	-	(165,980)	-
(Loss) on valuation of financial assets		(250,723)	-	(250,723)	-
Total Comprehensive income for the period		(648,071)	1,309,681	(210,022)	90,150
		Fils/Dinar	Fils/Dinar	Fils/Dinar	Fils/Dinar
Basic and diluted earninig per share	10	0.094	0.132	0.101	0.137

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Statement Of Changes In Owners' Equity For the Six Months Ended June 30, 2019

Description	Retained earning						Profit for the period	Total
	Capital	Statutory Reserve	Fair Value Reserve	Realized	Unrealized *	Total		
	JD	JD	JD	JD	JD	JD		
Balance as of January 1,2018 (Audited)	10,500,000	2,063,816	7,148,655	3,210,633	263,209	3,473,842	-	23,186,313
Profit for the period	-	-	-	-	-	-	992,126	992,126
change in Fair value	-	-	(1,389,474)	-	-	-	-	(1,389,474)
(Loss) on valuation of financial assets	-	-	-	-	(250,723)	-	-	(250,723)
Total Comprehensive income for the period	-	-	(75,495)	4,799,051	(250,723)	3,473,842	992,126	(648,071)
Dividends paid (Note 6)	-	-	-	(840,000)	-	(1,312,500)	-	(840,000)
Balance as of june 30,2019 (Reviewed)	10,500,000	1,934,017	8,247,038	3,486,551	12,486	2,161,342	992,126	21,698,242
Balance as of January 1,2017 (Audited)	10,500,000	1,934,017	8,322,533	3,412,911	251,309	3,664,220	-	24,420,770
Profit for the period	-	-	-	-	-	-	1,385,176	1,385,176
change in Fair value	-	-	(75,495)	-	-	-	-	(75,495)
Total Comprehensive income for the period	-	-	(75,495)	4,799,051	-	3,664,220	1,385,176	1,309,681
Dividends paid	-	-	-	(1,312,500)	-	(1,312,500)	-	(1,312,500)
Balance as of june 30,2018 (Reviewed)	10,500,000	1,934,017	8,247,038	3,486,551	251,443	2,351,720	1,385,176	24,417,951

Reviewed not audited

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Condensed Interim Statement of Cash Flows For the Six Months Ended Six 30, 2019

Reviewed not audited

	Note	30-Jun-2019 JD	30-Jun-2018 JD
Cash Flows From Operating Activities			
Profit for the period		993,466	1,386,274
Depreciation		7,298	7,297
Operating Income before changes in working capital		<u>1,000,764</u>	<u>1,393,571</u>
<u>(Increase) decrease in current assets</u>			
Other debit balances		(32)	(368)
<u>Increase (decrease) in current liabilities</u>			
Accounts payable & Due to related parties		2,894	1,509
Other credit balances		(44,541)	(103)
Net Cash (Used in) Operating Activities		<u>959,085</u>	<u>1,394,609</u>
 <u>Cash flows from investing activities</u>			
Changes of property, plant and equipment		-	(71)
Changes at Financial assets at fair value		-	(71,542)
Net cash flows (used in) investing activities		<u>-</u>	<u>(71,613)</u>
 <u>Cash Flows from Financing Activities</u>			
Dividends paid		(840,000)	(1,312,500)
<u>Cash flows from investing activities</u>		<u>(840,000)</u>	<u>(1,312,500)</u>
Net increase (decrease) in cash balances		<u>119,085</u>	<u>10,496</u>
Cash balances at beginning of the Period		99,410	223,081
Cash balances at end of the Period		<u>218,495</u>	<u>233,577</u>

The accompanying notes form is an integral part of these statements

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

1- Company's Registration and Objectives

The Arab International Food Factories And Investment Co was established as a Public Shareholding Company and It was registered at the Public Shareholding companies' registry at the Ministry of Commerce and Trade under the number of(256) at september 13,1994 .

The objective of the company is Establishment and management of milk kids production Factory and Health food and Other industries , Plus Invested its money.

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

2- Basis of Preparation of Interim Financial Statements

General

These condensed interim financial statement 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 appears 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 31,2018 , in addition, The results for the three months period ended Six30,,2019 are not necessarily indicative of the results that may be expected for the financial year ending December 31,2019 .

3- Significant accounting estimates and assumptions

There are no material changes to the nature and amount of the changes in the estimate of amounts recognized in the interim financial statements as compared to the financial statements for 2018 In addition to :

The management of the Company estimates the impairment loss of financial assets in accordance with IFRS 9 as this process requires the use of several assumptions and estimates when calculating future cash flows, collateral values, default rates and balances of financial assets at default and determining whether there is an increase In the degree of credit risk of financial assets

The Arab International Food Factories And Investment Co
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Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

4- 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 2019:

- IFRS 16 "Leases"
- Interpretation made by the International Financial Reporting Interpretation Council (IFRIC) 23 "Uncertainty over Tax Treatments"
- Amendments to IFRS 9 "Financial Instruments" on prepayment features with negative compensation.
- Amendments to IAS 28 "Investments in Associates and Joint Ventures" on long-term interests in associates and joint ventures.
- Amendments to IAS 19 "Employee Benefits" on plan amendment curtailment or settlement.
- Amendments to various standards based on the Annual Improvements to IFRSs 2015-2017 Cycle.

These amendment do not have any impact on the company's financial statement

The Arab International Food Factories And Investment Co
Public Shareholding Company
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Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

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

This item consists of :

	30-Jun-2019 JD (Reviewed)	31-Dec-2018 JD (Audited)
<u>Listed Share</u>		
Shares listed on the financial market	20,247,285	21,470,779
Fair Value	20,247,285	21,470,779
<u>Shares in limited liability companies*</u>		
Investment in limited liability companies	1,325,133	1,325,133
(Loss) on valuation of financial assets	(416,703)	-
Total	908,430	1,325,133
Total of financial assets at fair value	21,155,715	22,795,912

The investments in limited liability companies are stated at cost because the fair value can not measure reliably

6- Retained earnings

This item consists of :

	30-Jun-2019 JD (Reviewed)	31-Dec-2018 JD (Audited)
Retained earnings at beginning of the period / year	3,473,842	3,664,220
Profit for the Period after tax	-	1,251,921
Dividends paid to shareholders	(840,000)	(1,312,500)
(Loss) on valuation of financial assets	(250,723)	-
Transfer to statutory reserve	-	(129,799)
Retained earnings at ending of the period / year	2,383,119	3,473,842

The General Assembly decided in its ordinary meeting held on 28 April 2019 to distribute cash dividends at the rate of 8% of the capital amounted of JD 840,000

The Arab International Food Factories And Investment Co
Public Shareholding Company
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Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

7- Employee Benefits

This item consists of :

	30-Jun-2019	30-Jun-2018
	JD	JD
	(Reviewed)	(Audited)
Salaries and wages	49,200	46,200
The company's contribution to social security	4,275	4,275
Income tax	9,756	6,850
	495	
Total	63,726	57,325

9- General and administrative expenses

This item consists of :

	30-Jun-2019	30-Jun-2018
	JD	JD
	(Reviewed)	(Reviewed)
Transportation of boards of directors	21,900	21,900
Rents	2,400	2,400
Professional fees	11,396	1,100
Mail and phone	451	777
Fees and subscriptions	10,304	10,850
Other expenses	2,116	3,238
License and insurance expenses	2,220	2,458
Total	50,787	42,723

The Arab International Food Factories And Investment Co
Public Shareholding Company
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Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

10- Basic and diluted earningig per share

This item consists of :

	<u>30-Jun-2019</u>	<u>30-Jun-2018</u>
	JD	JD
Profit of the period after tax	992,126	1,385,176
Weighted average shares (share)	10,500,000	10,500,000
Basic and diluted earningig per share	<u>0.094</u>	<u>0.132</u>

11- Income Tac

- The self-assessment of the company for the year 2016, 2017,2018 was provided within the legal period of submission and The announced taxes have been paid and it was not audited and discussed by the Income and Sales Tax Department Up to the date of issuance of the interim financial statements

12- Related parties transactions

Realated parties include key shareholders , key management personnel , key managers , associates and subcdiaries and controlled companies . The company's management has approved the pricing policies and terms of transactions with related parties.

Details of due from related parties appear on financial position

	<u>30-Jun-2019</u>	<u>31-Dec-2018</u>
	JD	JD
	(Reviewed)	(Audited)
Ittihad School PLC	802	802
Total of due from related parties	<u>802</u>	<u>802</u>

The Arab International Food Factories And Investment Co
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Notes to The Condensed Interim Financial Statements - Reviewed Not Audited

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

	<u>30-Jun-2019</u> JD (Reviewed)	<u>31-Dec-2018</u> JD (Audited)
Arab international co- oman	27,857	27,857
Arab international co for educationn and investments	33,867	30,973
Ibn Al haytham hospital co	1,501	1,501
Total of due to related parties	<u>63,225</u>	<u>60,331</u>

C. Wages , Allowances and other benefits for senior excutive managements :

	<u>30-Jun-2019</u> JD	<u>30-Jun-2018</u> JD
Wages & other benefits	-	30,000

13- 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 31,2018 .

14- Subsequent events

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

15- Comparative Figures

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