



الشركة المتحدة للاستثمارات المالية م.ع.م.
United Financial Investments PLC

الرقم: ٣٦٧/٢٠١٧/أ هـ / ١
التاريخ: ٢٠١٧/١٠/٣٠

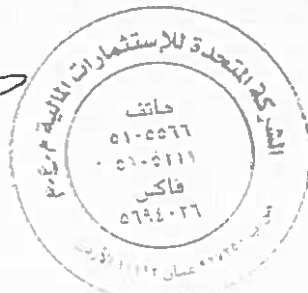
السادة هيئة الأوراق المالية المحترمين

تحية وبعد،،،

To: Jordan Securities Commission Amman Stock Exchange Date: 30/10/2017 Subject: Quarterly Report in English as of <u>30/9/2017</u>	السادة هيئة الاوراق المالية البيادة بورصة عمان السادة مركز ايداع الأوراق المالية التاريخ: ٢٠١٧/١٠/٣٠ الموضوع: التقرير ربع السنوي باللغة الانجليزية كما هي في ٢٠١٧/٩/٣٠
Attached the Quarterly Report of (United Financial Investment) in English as of 30/9/2017	مرفق طيه نسخة من البيانات المالية ربع السنوية باللغة الانجليزية لشركة (المتحدة للاستثمارات المالية) كما هي بتاريخ ٢٠١٧/٩/٣٠ م
Kindly accept our highly appreciation and respect Company's Name United Financial Investment General Manager's Signature	وتفضلوا بقبول فائق الاحترام،،، شركة المتحدة للاستثمارات المالية توقيع المدير العام

وتفضلوا بقبول فائق الاحترام،،،

المدير العام
ناصر العمد



بورصة عمان
الدائرة الإدارية والمالية
الديوان
٣١ تشرين الأول ٢٠١٧
ترقيم المتسلسل: 5175
رقم الملف: 16
الجهة المختصة: البورصة

**UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS
(UNAUDITED)**

30 SEPTEMBER 2017

**UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS
(UNAUDITED)**

30 SEPTEMBER 2017

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**REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS
TO THE CHAIRMAN AND THE MEMBERS OF THE BOARD OF DIRECTORS OF UNITED FINANCIAL
INVESTMENT COMPANY**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of United Financial Investment Company (A Public Limited Shareholding Company) as at 30 September 2017 and the related condensed statements of comprehensive income, changes in shareholders' equity and cash flows for the nine months period then ended. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard (34) "interim financial reporting". Our responsibility is to express a conclusion on this interim financial information 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 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 assurances 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 properly prepared, in all material respects, in accordance with IAS (34).

Other matters

The financial statements of the Company for the year ended 31 December 2016 and the condensed interim financial statements for the nine months ended 30 September 2016 were audited and reviewed by another auditor who issued unqualified opinion and unqualified conclusion on 14 May 2017 and 19 October 2016 respectively.

The interim condensed financial statements were prepared for the purposes of management and the Jordan Securities Commission.

For and behalf of PricewaterhouseCoopers "Jordan" L.L.C.

Osama Marouf
License No. (718)

Amman, Jordan
23 October 2017

UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS OF 30 SEPTEMBER 2017

	Note	30 September 2017 JD (unaudited)	31 December 2016 JD (audited)
ASSETS			
Non-current assets			
Property and equipment		430,927	461,915
Intangible assets		1,496	3,002
Settlement guarantee deposit fund		25,000	25,000
Financial assets at fair value through other comprehensive income		16,600	277,222
Deferred tax assets		913,563	776,187
Investment in an associate	4	41,672	41,672
		<u>1,429,258</u>	<u>1,584,998</u>
Current assets			
Due from related parties	13	-	482,019
Financial assets at fair value through profit and loss	5	4,427,972	4,240,803
Account receivables	6	2,730,253	3,697,005
Other debit balances		149,799	8,160
Cash on hand and at banks	7	1,890,294	1,633,685
		<u>9,198,318</u>	<u>10,061,672</u>
TOTAL ASSETS		<u>10,627,576</u>	<u>11,646,670</u>
SHAREHOLDERS' EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Paid-in capital	8	8,000,000	8,000,000
Statutory reserve	9	1,642,871	1,642,871
Voluntary reserve		40,873	40,873
Fair value reserve – net		(40,143)	(312,066)
(Accumulated losses) retained earnings		(727,942)	170,126
TOTAL SHAREHOLDERS' EQUITY		<u>8,915,659</u>	<u>9,541,804</u>
Liabilities			
Due to related parties	13	47,432	330,817
Other credit balances		36,307	116,488
Accounts payable		1,566,877	1,521,636
Income tax provision	10	61,301	135,925
TOTAL LIABILITIES		<u>1,711,917</u>	<u>2,104,866</u>
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		<u>10,627,576</u>	<u>11,646,670</u>

The attached notes from 1 to 13 are an integral part of these interim condensed financial statements

UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	Note	For the nine months ending 30 September		For the
		2017	2016	
		JD (unaudited)	JD (unaudited)	
Revenues				
Trading commission - net		552,501	814,604	
(Loss) gain from the valuation of financial assets at fair value through profit and loss		(1,219,755)	96,225	
Gain (loss) on sale of financial asset at fair value through profit and loss		370,300	216,560	
Dividends income		62,470	27,100	
Interest income		11,414	13,828	
Other income		724	886	
Net (losses) revenues		(222,346)	1,169,203	
Expenses				
Employees expenses		(387,152)	(407,990)	
General and administrative expenses		(125,153)	(125,434)	
Investors protection fund expenses		(18,380)	(27,120)	
Provisions for doubtful debts		-	(153,546)	
Depreciation and amortization		(38,985)	(42,850)	
Total expenses		(569,670)	(756,940)	
(Loss) income before income tax		(792,016)	412,263	
Income tax surplus (expenses)	10	112,820	(57,322)	
(Loss) income for the period		(679,196)	354,941	
Add: other comprehensive Income items				
Net change in financial assets valuation reserve		(2,432)	49,893	
Gains (losses) on sale of financial assets at fair value through comprehensive income		55,483	(145,646)	
Total comprehensive (loss) income for the period		(626,145)	259,188	
Losses (Earnings) per share	11	(0.085)	0.044	

The attached notes from 1 to 13 are an integral part of these interim condensed financial st

**UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

	Paid-in capital JD	Statutory reserve JD	Voluntary reserve JD	Fair value reserve - net JD	(Accumulated losses) retained earnings JD	Total shareholder's equity JD
2017						
(unaudited)						
Balance as at January 1, 2017	8,000,000	1,624,871	40,873	(312,066)	170,126	9,541,804
Total comprehensive loss for the period	-	-	-	-	(679,196)	(679,196)
Change in financial assets valuation reserve	-	-	-	(2,432)	-	(2,432)
Gain on sale of financial assets at fair value through other comprehensive income	-	-	-	274,355	(218,872)	55,483
Balance as at 30 September 2017	8,000,000	1,624,871	40,873	(40,143)	(727,942)	8,915,659
2016						
(Unaudited)						
Balance as at January 1, 2016	8,000,000	1,624,871	40,873	(908,868)	2,622,501	11,397,377
Total comprehensive income for the period	-	-	-	-	354,941	354,941
Change in financial assets valuation reserve	-	-	-	49,893	-	49,893
Loss on sale of financial assets at fair value through other comprehensive income	-	-	-	-	(145,646)	(145,646)
Dividends declared	-	-	-	-	(800,000)	(800,000)
Balance as at 30 September 2016	8,000,000	1,624,871	40,873	(858,975)	2,031,796	10,856,565

The attached notes from 1 to 13 are an integral part of these interim condensed financial statements

UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	30 September 2017	30 September 2016
	JD (unaudited)	JD (unaudited)
Operating activities:		
(Loss) profit for the period before tax	(792,016)	412,263
Adjustments for:		
Depreciation	36,870	39,124
Amortization	2,116	3,726
Provision for doubtful debts	-	153,546
Loss on valuation of financial assets through profit and loss	-	(96,225)
Gain on sale of financial assets through profit and loss	-	(216,560)
Dividends	-	(27,100)
Interest income	11,414	(13,828)
Changes in working capital:		
Financial assets at fair value through profit and loss	(187,169)	(1,086,542)
Account receivables	966,752	976,931
Other debit balances	(141,639)	(20,752)
Due from / to related parties	198,634	(273,068)
Accounts payable	45,241	(446,583)
Other credit balances	(80,181)	(467,681)
Cash flows from (used in) operating activities before income tax paid	60,022	(1,062,749)
Income tax paid	(74,093)	(368,569)
Net cash used in operating activities	(14,071)	(1,431,318)
Investing activities:		
Purchases of property and equipment	(5,882)	(5,089)
Purchases of intangible assets	(609)	(1,334)
Proceeds from sale of financial assets through other comprehensive income	288,585	334,712
Dividends received	-	27,100
Interest income	(11,414)	13,828
Net cash from investing activities	270,680	369,217
Financing activities:		
Dividends declared	-	(714,218)
Bank overdrafts	-	229,000
Net cash flows used in financing activities:	-	(485,218)
Net change in cash and cash equivalents	256,609	(1,547,319)
Cash and cash equivalents at the beginning of the period	1,633,685	3,508,225
Cash and cash equivalents at 30 September	1,890,294	1,960,906

The attached notes from 1 to 13 are an integral part of these interim condensed financial statements

**UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

(1) GENERAL INFORMATION

United Financial Investment Company was established on 8 October 1995, according to the Companies Law in force, as a public limited shareholding company and registered with the Ministry of Industry and Trade under No. (297). The company address is Abdul Aziz Al-Tha'alibi Street, Shmeisani, P.O. Box 927250 Amman, 11192 Jordan. The Company's capital was JD 1.5 million, divided into 1.5 million shares of JD 1 each. The Company's capital was increased in several stages, the last of which was during 2010. Accordingly, the Company's paid-up capital has become JD 8 million, divided into 8 million shares of JD 1 each.

The Company is 50.02% owned by the Jordan Kuwait Bank, and its financial statements are consolidated with those of the Bank.

The Company's main objectives are to provide administrative and consultation services on investment portfolios. In addition, the company provides agency or financial consultancy services, investing in securities, and performing feasibility studies.

The Company has been granted approval from the Jordan Securities Commission to operate in margin financing on 30 October 2006.

These condensed financial statements were approved by the board of directors on 22 October 2017.

(2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Following are the significant accounting policies used by the Company in the preparation of these interim condensed financial statements.

2.1 Basis of preparation

The interim condensed financial statements for the period ending 30 September 2017 for the Company have been prepared in accordance with International Accounting Standards No. (34) ("Interim Financial Reporting").

The reporting currency of these interim condensed financial statements is the Jordanian Dinar Which is the functional currency of the Company.

The interim condensed financial statements are prepared under the historical cost convention, except for financial assets at fair value through profit or loss and comprehensive income that have been measured at fair value at the date of the interim condensed financial statements.

These interim condensed financial statements do not include all the information and disclosures required in the annual financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the financial statements of the company for the year ended 31 December 2016. The results of the nine months ended September 30, 2017 do not necessary state the expected results for the year ending December 31, 2017.

2.2 Changes in accounting policies and disclosures

The accounting policies used in preparing the condensed interim financial statements agree with those used in preparing the financial statements for year ending 31 December 2016 except for adopting the new standards and amendments on the current standards as mentioned below.

(a) The Company applied the following standards and amendments for their annual reporting period commencing 1 January 2017, these standards do not apply significant effect on the company's interim condensed financial statements as of 30 September 2017:

- Amendments to IAS 12 - 'Income tax' which explains measurement and accounting for deferred tax assets.
- Amendments to IAS 7, 'Statement of cash flows'. The amendment requires additional disclosures about changes in liabilities arising from financing activities. The standard is effective for annual periods beginning on or after 1 January 2017 and early adoption is permitted.

(b) New standards and interpretations not yet adopted for the year commencing 1 January 2017, and had not been early adopted by the Company:

- IFRS 9, 'Financial instruments', addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. The standard is effective for accounting periods beginning on or after 1 January 2018. Early adoption is permitted.
- IFRS 15, 'Revenue from contracts with customers' deals with revenue recognition and establishes principles for reporting useful statements to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. The standard is effective for annual periods beginning on or after 1 January 2018 and earlier application is permitted.
- IFRS 16, 'Leases' which will replace IAS 17 'Leases'. The standard requires the lessee to book future lease commitments for all lease contracts including "rights to use assets". The standard is effective for annual periods beginning on or after 1 January 2019 and Early adoption is permitted if IFRS 15 is also adopted.

There are no other standards or amendments that are effective and have material impact on the financial statements of the company.

2.3 Accounting Estimates

Preparation of the interim condensed financial statements and the application of the accounting policies require the Company's management to perform assessments and assumptions that affect the amounts of financial assets and liabilities, fair value reserve and the disclosure of contingent liabilities. Moreover, these assessments and assumptions affect revenues, expenses, provisions, and changes in the fair value shown within the statement of comprehensive income. In particular, this requires the company's management to issue significant judgments and assumptions to assess future cash flow amounts and their timing. Moreover, the mentioned assessments are necessarily based on assumptions and factors with varying degrees of consideration and uncertainty. In addition, actual results may differ from assessments due to changes resulting from the conditions and circumstance of those assessments in the future.

**UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

(3) CAPITAL RISK MANAGEMENT

3.1 Capital risk factors

The Company manages its capital to ensure its ability to continue and maximize returns to shareholders by achieving optimal balance between shareholders' equity and debt.

The Company follows a strategy to maintain the debt to equity ratio at a reasonable level.

3.2 Market risk

Market risk is the loss in value resulting from changes in market prices such as changes in interest rates, foreign exchange rates, equity prices and therefore changes in the fair value of cash flows of financial instruments within and outside the statement of financial position.

A. Foreign exchange risk

Foreign currency risk arises from changes in the prices of financial instruments due to changes in exchange rates.

Most of the company's transactions are in Jordanian Dinars and US Dollars. The fact that the Jordanian Dinar (the Company's functional currency) is fixed against the US Dollar, the foreign exchange rate is not significant.

B. Interest rate risk

Interest rate risk is the risk associated with changes in the value of a financial instrument as a result of changes in market interest rates.

There are no significant interest bearing assets/liabilities as at 30 September 2017 and 31 December 2016

C. Risks of changing stock prices

The change in the prices of shares traded in securities as at the date of the financial statements by 5% increase or 5% decrease has the following effect on the results of the company:

	<u>Change in price</u>	<u>September 30 2017</u>	<u>31 December 2016</u>
		JD	JD
		(unaudited)	(audited)
Impact on profit and loss	5%	221,398	212,040
Impact on shareholders' equity	5%	830	13,861
		<u>222,228</u>	<u>225,901</u>

3.3 Liquidity risk

Liquidity risk, also known as financing risk, is the risk that the Company will face difficulty in providing funds to meet commitments. The Company manages liquidity risk by maintaining adequate levels of liquidity through continuous monitoring of actual and forecast cash flows and matching asset maturities finance with financial liabilities. A portion of the company's funds is invested in short-term deposits with banks.

**UNITED FINANCIAL INVESTMENT COMPANY
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FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

3.4 Credit risk

Credit risk is the risk that the counterparty will fail to meet its contractual obligation, causing losses to the Company. The Company follows a policy of dealing with creditworthy parties as well as obtaining adequate collateral in order to mitigate the risk of financial losses arising from non-fulfillment of obligations.

The Company's financial assets consist mainly of customer accounts, where credit control is maintained by monitoring the credit limits of each customer on a continuous basis.

(4) INVESTMENT IN AN ASSOCIATE

	<u>30 September 2017</u> JD (unaudited)	<u>31 December 2016</u> JD (audited)
Global First Investment Company* (Syria)	<u>41,672</u>	<u>41,672</u>

* The Company's management recognized impairment losses of JD 556,534 as at 31 December 2016 as a result of the turbulent political events in the Arab Syrian Republic.

(5) FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

	<u>30 September 2017</u> JD (unaudited)	<u>31 December 2016</u> JD (audited)
Shares listed on Amman Stock Exchange	5,647,727	6,297,593
Change in fair value	<u>(1,219,755)</u>	<u>(2,056,790)</u>
	<u>4,427,972</u>	<u>4,240,803</u>

(6) ACCOUNT RECEIVABLES

	<u>30 September 2017</u> JD (unaudited)	<u>31 December 2016</u> JD (audited)
Financial brokerage customers	3,207,612	3,229,444
Margin trading customers *	1,000,656	1,952,500
Employees' Receivable	<u>34,954</u>	<u>28,030</u>
	4,243,222	5,209,974
Provision for doubtful debts	<u>(1,346,527)</u>	<u>(1,346,527)</u>
Interest in suspense	<u>(166,442)</u>	<u>(166,442)</u>
Net receivables	<u>2,730,253</u>	<u>3,697,005</u>

UNITED FINANCIAL INVESTMENT COMPANY
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FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

* The Company grants credit facilities to margin customers up to a maximum of 50% of the market value of securities on the date of purchase provided that this percentage is not less than 30% of (maintenance margin) of the customer's investment values as per marginal financing instructions for the year 2006 issued by the Jordan Securities Commission with interest up to 9% with a guarantee of financing investments, the details as at 30 September 2017 are as follows:

- The Total market value of the portfolios is 302,878 JD (2016: 1,407,994 JD).
- The Total funded by the company is JD 41,233 (2016: 871,141 JD).
- Total Total financed by customers (security margin) 261,645 JD (2016: 536,853 JD).
- The Percentage of amounts funded by customers to the total market value of the portfolios is 86% (2016: 38%).

The Company follows a policy of obtaining adequate customer guarantees where appropriate to reduce the risk of financial losses arising from non-fulfillment of obligations. The Company takes an allowance for receivables that may not be collected in accordance with International Financial Reporting Standards (IFRS) and the directives of the Central Bank of Jordan. The following table shows the maturity of due accounts receivable:

	30 September 2017 JD (unaudited)	31 December 2016 JD (audited)
Financial brokerage customers		
1 day - 7 days	1,254,698	1,185,688
8 days - 30 days	649,857	1,534,831
31 days - 60 days	798,270	8,482
61 days - 90 days	3,147	11
91 days - 120 days	1,359	90,000
More than 120 days	500,281	410,432
	<u>3,207,612</u>	<u>3,229,444</u>
Margin trading customers	<u>1,000,656</u>	<u>1,952,500</u>
	<u>4,208,268</u>	<u>5,181,944</u>

The movement of provision for impairment of financial brokerage customer during the period / year is as follows:

	30 September 2017 JD (unaudited)	31 December 2016 JD (audited)
Balance as at 31 st of December	1,346,527	1,092,981
Provision for the period / year	-	253,546
Balance as at 30 th of September 2017	<u>1,346,527</u>	<u>1,346,527</u>

**UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

(7) CASH ON HAND AND AT BANKS

	<u>30 September 2017</u>	<u>31 December 2016</u>
	JD	JD
	(unaudited)	(audited)
Cash on hand	1,618	105,696
Cash at banks	<u>1,888,676</u>	<u>1,527,989</u>
	<u>1,890,294</u>	<u>1,633,685</u>

(8) PAID IN CAPITAL

The authorized and paid-up capital of the Company is JD 8,000,000 divided into 8,000,000 fully paid-up shares with a par value of JD 1 per share.

(9) STATUTORY RESERVE

In accordance with the requirements of the Jordanian Companies Law and the Bylaws, the Company shall deduct 10% of the annual net profits and transfer them to the statutory reserve. This deduction shall continue for each year, provided that the balance of the compulsory reserve shall not exceed 25% of the Company's capital. For the purposes of this Act, net profit represents profit before deduction of income tax provision. This reserve is not available for distribution to shareholders. A statutory reserve has not been deducted during the period ended 30 September 2017, and will be deducted at the end of each reporting period.

(10) INCOME TAX

	<u>30 September 2017</u>	<u>31 December 2016</u>
	JD	JD
	(Unaudited)	(audited)
Balance at 31 December	135,925	428,230
Income tax paid	(74,093)	(368,569)
Income tax (surplus) due on current period profits	(531)	76,264
Balance at 30 September 2017	<u>61,301</u>	<u>135,925</u>

Income tax expense presented in the interim statement of comprehensive income consists of the following:

	<u>30 September 2017</u>	<u>30 September 2016</u>
	JD	JD
	(unaudited)	(audited)
Income tax payable on profit for the period year/	(531)	76,264
Deferred tax assets	(112,289)	(36,851)
Deferred tax assets - reversal	-	2,935
Deferred tax liabilities	-	14,974
	<u>(112,820)</u>	<u>57,322</u>

**UNITED FINANCIAL INVESTMENT COMPANY
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FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

The income tax provision for the period ended 30 September 2017 and 31 December 2016 has been calculated in accordance with Income Tax Law No. 34 of the year 2014.

A final clearance has been obtained from the Income and Sales Tax Department for the period since its establishment on October 8, 1995 until 31 December 2014.

- The company submitted the tax returns for 2015 and 2016 on the date specified by law. Moreover, the Income and Sales Tax Department has not reviewed the Company's accounts yet.
- Management and the tax advisor believe that the company will not have any obligations exceeding the appropriation booked at 30 September 2017.

(11) LOSSES (EARNINGS) PER SHARE

	<u>30 September 2017</u>	<u>30 September 2016</u>
	JD	JD
	(Unaudited)	(Unaudited)
(Loss) profit for the period	<u>(679,196)</u>	<u>354,941</u>
Average number of shares for the period	<u>8,000,000</u>	<u>8,000,000</u>
Losses (earnings) per share	<u>(0.085)</u>	<u>0.044</u>

The basic earnings per share of the company is equal to the diluted earnings per share as the company did not issue any financial instruments.

(12) FAIR VALUE HIERARCHY

The following table represents the financial instruments recorded at fair value based on the valuation method. The different levels are defined as follows:

Level 1: quoted (unadjusted) prices of assets or liabilities in active markets, most of the financial assets at fair value through the statement of comprehensive income in the Amman Stock Exchange.

Level 2: quoted prices in active markets for similar financial assets and liabilities, or other valuation methods whose underlying data are based on market information.

Level 3: Pricing methods where not all material data are based on observable market information and the Company uses the carrying amount, which is the best instrument available to measure the fair value of such investments.

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FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017

	Level 1 JD	Level 2 JD	Level 3 JD	Total JD
(unaudited)				
30 September 2017				
Financial assets at fair value through other comprehensive income	16,600	-	-	16,600
Financial assets at fair value through profit and loss	2,029,848	2,398,124	-	4,427,972
	<u>2,046,448</u>	<u>2,398,124</u>	<u>-</u>	<u>4,444,572</u>
(audited)				
31 December 2016				
Financial assets at fair value through other comprehensive income	19,800	-	257,422	277,222
Financial assets at fair value through profit and loss	3,044,311	1,196,492	-	4,240,803
	<u>3,064,111</u>	<u>1,196,492</u>	<u>257,422</u>	<u>4,518,025</u>

The fair value of financial instruments not carried at fair value in the interim statement of financial position is not materially different from the carrying amount included in the financial statements. The fair value of trade receivables that carried at amortized cost is not materially different from the carrying amount included in the interim condensed financial statements.

(13) RELATED PARTIES

The parties are considered as related parties when they have the ability to control the other party or exercise significant influence in making financial and operational decisions:

The balances and transactions with related parties during the period / year were as follows:

	As at 30 September 2017 (unaudited)			For the nine months ending 30 September 2017 (unaudited)	
	Bank Guarantees	Current accounts	Payables	Revenues	Expenses
	JD	JD	JD	JD	JD
Jordan Kuwait Bank (parent company)	746,000	1,888,676	-	10,615	16,548
Board members of the bank and their relatives	-	-	47,432	39,070	160,640
	<u>746,000</u>	<u>1,888,676</u>	<u>47,432</u>	<u>49,685</u>	<u>177,188</u>

Salaries, bonuses, benefits, and key management compensation amounted to JD 160,640 for the nine months ended 30 September 2017 (30 September 2016: JD 147,990).

**UNITED FINANCIAL INVESTMENT COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2017**

	As of 31 December 2016 (audited)			For the nine months ending September 2016 30 (unaudited)	
	Bank Guarantees	Current accounts	Payables	Revenues	Expenses
	JD	JD	JD	JD	JD
Jordan Kuwait Bank (The owner)	1,007,000	1,239,217	-	20,385	7,465
Board members of the bank	-	-	321,926	39,411	147,990
Contemporary for Housing projects Company – Member of the Joint Board of Directors	-	-	8,891	3,804	-
	<u>1,007,000</u>	<u>1,239,217</u>	<u>330,817</u>	<u>63,600</u>	<u>155,455</u>