

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

الرقم : 119 / م هـ / 17

التاريخ : 2017/05/11

السادة / بورصة عمان المحترمين

الموضوع / البيانات المالية للربع الأول من العام الحالي

تحية طيبة وبعد،،،،

استنادا لأحكام المادة (13 / ب / 11) من تعليمات إدراج الأوراق المالية لعام 2016 ، نرفق لكم طيا البيانات المالية باللغة الإنجليزية للربع الأول من عام 2017 كما في 31 / 03 / 2017 والمراجعة من قبل مدقق الحسابات الخارجي السادة شركة طلال أبو غزالة ومشاركوه الدولية .

وتقبلوا فائق الاحترام والتقدير

المرفقات /

- البيانات المالية باللغة الإنجليزية

مي سمور

نائب المدير العام
R
I
C
الركائز للاستثمار

بورصة عمان
الدائرة الإدارية والمالية
الديوان
١٤ أبريل ٢٠١٧
الرقم المتسلسل ٢٠٤٩
رقم الملف ٢١٢٦١
الجهة المختصة: اللجنة الإدارية

- نسخة
- هيئة الأوراق المالية
- مركز إيداع الأوراق المالية

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

**Financial Statements
and Review Report
for the three months ended March 31, 2017**

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

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Report On Review of Interim Condensed Financial Statement

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

We have reviewed the interim condensed statement of financial position of of Al-Rakaez Investment Company (Public Shareholding Company), as at March 31, 2017, and the related interim condensed statements of comprehensive income, changes in equity and cash flows for the three months period then ended. Management is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with International Financial Reporting Standard no. (34) "Interim Financial Reporting". Our responsibility is to express a conclusion about this interim condensed financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagement no. (2410) "Review of interim financial information performed by the independent auditor of the entity". A review of interim condensed financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Talal Abu-Ghazaleh & Co. International



Aziz Abdel-Kader
(License # 867)

Amman, on 25 April 2017

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

Interim condensed statement of financial position as at March 31, 2017- (Reviewed and unaudited)

	March 31, 2017 (Reviewed and unaudited)	December 31, 2016 (Audited)
	JD	JD
ASSETS		
Non-current Assets		
Property and equipment	12,379,615	12,490,428
Total Non-current Assets	<u>12,379,615</u>	<u>12,490,428</u>
Current Assets		
Inventory	49,515	46,477
Accounts receivable and other debit balances	327,523	263,946
Cash and cash equivalents	21,611	60,070
Total Current Assets	<u>398,649</u>	<u>370,493</u>
TOTAL ASSETS	<u><u>12,778,264</u></u>	<u><u>12,860,921</u></u>
EQUITY AND LIABILITIES		
Equity		
Authorized and paid-in capital	12,500,000	12,500,000
Statutory reserve	86,187	86,187
Accumulated losses	(782,235)	(699,904)
Net Equity	<u>11,803,952</u>	<u>11,886,283</u>
Liabilities		
Current Liabilities		
Bank overdraft	80,770	-
Accounts payable and other credit balances	674,942	756,054
Income tax provision	18,600	18,600
Loan - current portion	200,000	199,984
Total Current Liabilities	<u>974,312</u>	<u>974,638</u>
Total Liabilities	<u>974,312</u>	<u>974,638</u>
TOTAL EQUITY AND LIABILITIES	<u><u>12,778,264</u></u>	<u><u>12,860,921</u></u>

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

Interim condensed statement of comprehensive income for the three month ended March 31, 2017
- (Reviewed and unaudited)

	<u>March 31, 2017</u>	<u>March 31, 2016</u>
	JD	JD
Revenues		
Hotel revenues	460,498	520,988
Rent revenues	44,863	52,288
Total Revenues	<u>505,361</u>	<u>573,276</u>
Expenses		
Operating expenses	(438,786)	(404,682)
Other operating expenses	(5,110)	(12,135)
Administrative expenses	(45,418)	(45,890)
Depreciation	(110,337)	(111,567)
Total Expenses	<u>(599,651)</u>	<u>(574,274)</u>
Operating loss	<u>(94,290)</u>	<u>(998)</u>
Other revenues, net	16,209	887
Financing costs	(4,250)	(25,441)
Loss	<u>(82,331)</u>	<u>(25,552)</u>
Weighted average number of shares	<u>12,500,000</u>	<u>12,500,000</u>
Basic earning per share	<u>(0/007) JD</u>	<u>(0/002) JD</u>

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

Interim condensed statement of changes in equity for the three months ended March 31, 2017 - (Reviewed and unaudited)

	Capital	Statutory reserve	Accumulated losses	Total
	JD	JD	JD	JD
For the three months ended on March 31, 2017				
Balance as at January 1, 2017	12,500,000	86,187	(699,904)	11,886,283
Loss	-	-	(82,331)	(82,331)
Balance as at March 31, 2017	12,500,000	86,187	(782,235)	11,803,952
For the three months ended on March 31, 2016				
Balance as at January 1, 2016	12,500,000	73,783	(792,943)	11,780,840
Loss	-	-	(25,552)	(25,552)
Balance as at March 31, 2016	12,500,000	73,783	(818,495)	11,755,288

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

Interim condensed statement of cash flows for the three month ended March 31, 2017
- (Reviewed and unaudited)

	<u>March 31, 2017</u>	<u>March 31, 2016</u>
	JD	JD
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss	(82,331)	(25,552)
Adjustments for :		
Depreciation	110,337	111,567
Loss from disposal of property and equipment	476	-
Change in operating assets and liabilities:		
Accounts receivable and other debit balances	(63,577)	(59,354)
inventory	(3,038)	4,836
Accounts payable and other credit balances	(81,112)	(17,515)
Net cash from operating activities	<u>(119,245)</u>	<u>13,982</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>-</u>	<u>(574)</u>
Net cash from investing activities	<u>-</u>	<u>(574)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Bonds	-	(50,000)
Loan	16	-
Bank overdraft	80,770	2,833
Net cash from financing activities	<u>80,786</u>	<u>(47,167)</u>
Net change in cash and cash equivalents	(38,459)	(33,759)
Cash and cash equivalents - beginning of period	60,070	80,054
Cash and cash equivalents - end of period	<u><u>21,611</u></u>	<u><u>46,295</u></u>

Al-Rakaez Investment Company
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Notes to the consolidated financial statements

1. Legal status and activities

- Al-Rakaez Investment Company was established as a public shareholding company and registered in the register of public shareholding companies under number (418) on September 27, 2006.
- The main objectives of the Company are:
 - Sports gym
 - Body, skin and nail care center.
 - Tourist restaurant
 - Establishing, managing, owning, buying, selling and leasing resorts.
 - Establish hotel suits.
 - Buy and sell properties and lands.
- On June 1, 2011, the soft opening of the hotel was held, and the business started on that date. The Company signed a contract with a foreign company to manage the hotel to operate under the trademark (Quality Suites) for a period of five years starting from the date of initial operation on June 1, 2011.
- On March 27, 2014 the General Assembly decided to terminate the contract of the commercial name for the Quality suites hotel starting from the current contract expiry date on June 30, 2014 and replacing it by the commercial name of Ayas Suites and Hotel owned by Ayas motors without any cost implications for using this name.
- The financial statements were approved by the Company's board of directors in its session held on April 25, 2017.

2. Financial statements preparation framework and significant accounting policies

- The interim condensed financial information for the company were prepared according to the International Accounting Standard (34) "Interim Financial Reporting".
- Accounting policies used in preparing the consolidated interim financial statement are consistent with those policies used in preparing the financial statements for the year ended December 31, 2016.