

Ref: PBP/040/2017  
Date: 14/05/2017

**Amman Stock Exchange**

**Subject: Quarterly Financial Statements**  
**for the period ending 31/03/2017**

Gentlemen,

Please find attached the quarterly financial statements of **Premier Business and Projects Co.** for the period ending 31/03/2017.

Best regards,

Basim Muasher  
Chairman

بورصة عمان
الدائرة الإدارية والمالية
الديوان
١٥ أيار ٢٠١٧
الرقم المتسلسل: 3063
رقم الملف: 41015
الجهة المختصة: 211/611

**PREMIER FOR BUSINESS AND PROJECTS**

**(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)**

**31 MARCH 2017**



Building a better  
working world

Ernst & Young Jordan

**REPORT ON REVIEW OF INTERIM CONDENSED FINANCIAL STATEMENT  
TO THE BOARD OF DIRECTOR OF PREMIER FOR BUSINESS AND PROJECTS COMPANY  
PUBLIC SHAREHOLDING COMPANY  
AMMAN - JORDAN**

We have reviewed the accompanying interim condensed financial statements of Premier for Business and Projects Company (a public shareholding Company) as at 31 March 2017 comprising the interim statement of financial position as at 31 March 2017 and the related interim income statement, interim statement of comprehensive income, interim statements of changes in equity and interim statement of cash flows for the three months period then ended and explanatory information. Board of Directors is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 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 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 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 statements are not prepared, in all material respects, in accordance with IAS 34.

Amman – Jordan  
25 April 2017

*Ernst & Young*

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2017 (UNAUDITED)**

	Notes	31 March 2017 JD (Unaudited)	31 December 2016 JD (Audited)
<b>ASSETS</b>			
<b>Non-current assets -</b>			
Financial assets at fair value through other comprehensive income		638,093	663,323
Investment in associates	4	3,349,963	3,205,621
Property and equipment		642,996	659,337
Investment properties		86,528	86,528
		<u>4,717,580</u>	<u>4,614,809</u>
<b>Current assets -</b>			
Other debit balances		20,926	20,285
Due from related parties	5	732	5,798
Cash on hand and at banks	6	1,840	2,335
		<u>23,498</u>	<u>28,418</u>
<b>Total assets</b>		<u>4,741,078</u>	<u>4,643,227</u>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>Shareholders equity -</b>			
Paid-in capital		1,330,008	1,330,008
Statutory reserve		784,554	784,554
Voluntary reserve		511,279	511,279
Fair value reserve		(902,311)	(877,081)
Retained earnings		1,582,109	1,544,761
<b>Net equity</b>		<u>3,305,639</u>	<u>3,293,521</u>
<b>Non-current liability -</b>			
Long-term loans		<u>387,500</u>	<u>387,500</u>
<b>Current liabilities -</b>			
Due to bank	6	42,540	-
Short-term loans		400,679	433,374
Shareholders deposits		98,015	98,102
Income tax provision		18,020	18,020
Other credit balances		368,394	398,277
Due to related parties	5	120,291	14,433
<b>Total current liabilities</b>		<u>1,047,939</u>	<u>962,206</u>
<b>Total liabilities</b>		<u>1,435,439</u>	<u>1,349,706</u>
<b>Total shareholders' equity and liabilities</b>		<u>4,741,078</u>	<u>4,643,227</u>

The accompanying notes from 1 to 10 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
INTERIM INCOME STATEMENT  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

	Notes	31 March 2017 JD	31 March 2016 JD
<b>Revenues</b>			
Sales		-	4,113,537
Cost of sales		-	(3,538,867)
<b>Gross profit</b>		-	574,670
Share of profit from associates	4	144,342	100,364
Other revenues		8,269	25,721
<b>Total Revenues</b>		152,611	700,755
<b>Expenses</b>			
Administrative expenses		(75,425)	(245,487)
Selling and distribution expenses		-	(233,787)
Provision for doubtful debts		-	(9,000)
Financing costs		(23,497)	(40,863)
Depreciation		(16,341)	(26,470)
<b>Total Expenses</b>		(115,263)	(555,607)
<b>Profit before income tax</b>		37,348	145,148
Income tax for the period		-	(28,592)
<b>Profit for the period</b>		37,348	116,556
		JD/ Fils	JD/ Fils
<b>Basic and diluted earnings per share</b>		0/028	0/088

The accompanying notes from 1 to 10 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
INTERIM STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

	31 March 2017 JD	31 March 2016 JD
Profit for the period	37,348	116,556
Add: Other comprehensive income after income tax		
Net change in fair value of financial assets in fair value through other comprehensive income	(25,230)	(253,649)
Total comprehensive income for the period	12,118	(137,093)

The accompanying notes from 1 to 10 represent an integral part of these interim condensed financial statements and to be read with them

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

	Paid in capital	Reserves		Fair value reserve	Retained earnings	Total
		Statutory	Voluntary			
<b>31 March 2017 -</b>	JD	JD	JD	JD	JD	JD
Balance at 1 January 2017	1,330,008	784,554	511,279	(877,081)	1,544,761	3,293,521
Total comprehensive income for the period	-	-	-	(25,230)	37,348	12,118
<b>Balance at 31 March 2017</b>	<u>1,330,008</u>	<u>784,554</u>	<u>511,279</u>	<u>(902,311)</u>	<u>1,582,109</u>	<u>3,305,639</u>
<b>31 March 2016 -</b>						
Balance at 1 January 2016	1,330,008	784,554	511,279	(670,886)	(57,899)	1,897,056
Total comprehensive income for the period	-	-	-	(253,649)	116,556	(137,093)
<b>Balance at 31 March 2016</b>	<u>1,330,008</u>	<u>784,554</u>	<u>511,279</u>	<u>(924,535)</u>	<u>58,657</u>	<u>1,759,963</u>

- The retained earnings include a restricted amount of JD 351,802 as of 31 March 2017 which represents the profit from revaluating the investment in associate.

- The Company cannot use a restricted amount of JD 902,311 as of 31 March 2017 (31 December 2016: JD 877,081) which represents the negative fair value reserve.

**The accompanying notes from 1 to 10 represent an integral part of these interim condensed financial statements and to be read with them**

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
INTERIM STATEMENT OF CASH FLOWS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

	<u>Notes</u>	31 March 2017 JD	31 March 2016 JD
<b><u>Operating Activities</u></b>			
Profit for the period before income tax		37,348	145,148
<b>Adjustments -</b>			
Depreciation		16,341	26,470
Share of profit from associates	4	(144,342)	(100,364)
Financing costs		23,497	40,863
<b>Working capital changes:</b>			
Inventory		-	(312,742)
Accounts receivable		-	(1,342,504)
Notes receivable		-	(196,414)
Other debit balances		(641)	(16,917)
Accounts payable and other credit balances		60,356	189,360
Due from/ to related parties		20,685	1,126,348
<b>Net cash flows from (used in) operating activities</b>		<u>13,244</u>	<u>(440,752)</u>
<b><u>Investing Activities</u></b>			
Purchase of property and equipment		-	(47,334)
<b>Net cash flows used in investing activities</b>		<u>-</u>	<u>(47,334)</u>
<b><u>Financing Activities</u></b>			
Short-term loans paid		(32,695)	(1,576)
Financing costs paid		(23,497)	(40,863)
Dividends paid		(87)	(117)
<b>Net cash flows used in financing activities</b>		<u>(56,279)</u>	<u>(42,556)</u>
Net decrease in cash and cash equivalents		(43,035)	(530,642)
Cash and cash equivalents at the beginning of the period		2,335	84,241
<b>Cash and cash equivalents at the end of the period</b>	6	<u>(40,700)</u>	<u>(446,401)</u>

The accompanying notes from 1 to 10 represent an integral part of these interim condensed financial statements and to be read with them



**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
AT 31 MARCH 2017 (UNAUDITED)**

---

**(1) GENERAL**

Arab Chemical Detergent Industries Co., Ltd. was established in 1973 and registered as a public shareholding company with a capital of JD 250,000. This was in the form of several amendments to the capital, the last was during 2005 for which the authorized and paid in capital of the company reached JD 1,330,008 at a par value of 1 JD per share.

The extraordinary general assembly approved in its meeting held on 25 April 2007 to change the objectives and the name of the company, to become Premier for Business and Projects public shareholding Company.

The objectives of the company are to invest in companies of all kinds and to buy and sell lands, real estates and movable and immovable property.

**(2) BASIS OF PREPARATION AND ACCOUNTING POLICIES**

The interim condensed financial statements of the company as of 31 March 2017 have been prepared in accordance with International Accounting Standard 34 (Interim financial reporting).

The interim condensed financial statements are presented in 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 other comprehensive income which have been measured at fair value at the financial statement date.

The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Company annual financial statements as of 31 December 2016. In addition, results for the three months period ended 31 March 2017 do not necessarily indicate the expected results for the financial year ending 31 December 2017.

**(3) CHANGES IN ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2016, except for the adoption of new standards effective as of 1 January 2017.

**Amendments to IAS 7 Statement of Cash Flows: Disclosure Initiative**

Limited amendments which require entities to provide disclosures about changes in their liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes (such as foreign exchange gains or losses). However, the adoption of these amendments have no impact on the Company's interim condensed financial statements.

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
AT 31 MARCH 2017 (UNAUDITED)**

**Amendments to IAS 12 Income Taxes: Recognition of Deferred Tax Assets for Un-recognised Losses**

Limited amendments to clarify that an entity needs to consider whether tax law restricts the sources of taxable profits against which it may make deductions on the reversal of that deductible temporary difference and some other limited amendments, the adoption of these amendments have no impact on the Company's interim condensed financial statements.

**(4) INVESTMENT IN ASSOCIATES**

This item consists of the following:

	Ownership interest		Activity	31 March	31 December
	31 March 2017	31 December 2016		2017 JD (Unaudited)	2016 JD (Audited)
Henkel Comany – Jordan	40%	40%	Marketing and distribution	2,474,689	2,302,494
Obeji for consumer products Company	50%	50%	Marketing and distribution	875,274	903,127
				<u>3,349,963</u>	<u>3,205,621</u>
				31 March 2017 JD (Unaudited)	31 December 2016 JD (Audited)
Balance at the beginning of the period/ year				3,205,621	2,366,995
Company's share of associates profit				144,342	540,384
Contribution in Obeji Co. capital increase				-	450,000
Transferred from an investment in a subsidiary				-	400,000
Selling shares of investment in an associate				-	(551,758)
Balance at the end of the period/ year				<u>3,349,963</u>	<u>3,205,621</u>

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
AT 31 MARCH 2017 (UNAUDITED)**

**(5) RELATED PARTIES TRANSACTION**

Related parties represent associated companies, key management personnel and board of directors. Pricing policies and terms of these transactions are approved by the Company's management.

The balances of related parties included in the interim statement of financial position are as follows:

	31 March 2017 JD (Unaudited)	31 December 2016 JD (Audited)
<b>Due from related parties:</b>		
Henkel Co. – Jordan (Associate)	732	732
Chairman of board of directors	-	5,066
	<u>732</u>	<u>5,798</u>
<b>Due to related parties:</b>		
Obeji for Consumer Products – Jordan (Associate)	29,686	14,068
Obeji for Consumer Products Holding	365	365
Chairman of board of directors	90,240	-
	<u>120,291</u>	<u>14,433</u>
<b>Financial assets at fair value through other comprehensive income:</b>		
Financial Investments	<u>199,367</u>	<u>206,818</u>

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
AT 31 MARCH 2017 (UNAUDITED)**

The transactions with related parties included in the interim income statement are as follows:

	31 March 2017	31 March 2016
	JD	JD
	(Unaudited)	(Unaudited)
<b>Executive management compensation:</b>		
Salaries	18,750	72,511

**Guarantees:**

There are personal guarantees provided by the Chairman of the board of directors against a loan to the Premier for Business and Projects public shareholding company.

**(6) CASH AND CASH EQUIVALENT**

The cash and cash equivalent represented in the interim cash flow statement as the following:

	31 March 2017	31 March 2016
	JD	JD
	(Unaudited)	(Unaudited)
Cash on hand and at banks	1,840	69,393
Due to banks	(42,540)	(515,794)
	(40,700)	(446,401)

**(7) CONTINGENCIES LIABILITIES**

The Company has contingent liabilities in the form of bank guarantee amounting to JD 62,686 as at 31 March 2017 (31 December 2016: JD 62,686).

**(8) INCOME TAX**

The Company received a final clearance from the Income Tax Department until the year 2012.

The tax declaration from 2013 to 2016 were submitted and have not yet been reviewed yet by the Income and Sales tax department.

**PREMIER FOR BUSINESS AND PROJECTS  
(PUBLIC SHAREHOLDING COMPANY)  
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS  
AT 31 MARCH 2017 (UNAUDITED)**

---

**(9) DIVIDENDS**

The general assembly of the shareholders approved in its meeting on 6 April 2017 cash dividends to shareholders for the year ended 31 December 2016 profits representing 10% per share. In addition approved in its extra ordinary meeting held on 6 April 2017 to increase the Company's share capital from 1.330.008 share / JD to 1.500.000 share / JD through the capitalization of JD 169.992 from retained earnings and distribute it as share dividend to shareholders representing 12.78% per share.

**(10) LEGAL RESERVES**

The Company did not deduct the legal reserves according to the provisions of the Companies Law since these are interim financial statements.