

التاريخ : ٢٠١٧/٥/١٥  
إشارة رقم: ١٧١ / ٢٠١٧

السادة / بورصة عمان المحترمين،،

عمان - الأردن

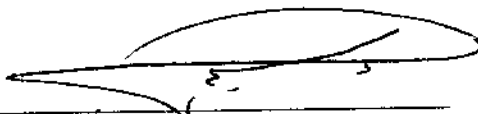
الموضوع / البيانات المالية السنوية لعام ٢٠١٦ بالانجليزي  
البيانات المالية الربع سنوية لعام ٢٠١٧ بالانجليزي

تحية طيبة وبعد،،

بالإشارة إلى الموضوع المبين أعلاه ، نرفق لكم نسخة من القوائم المالية الموحدة للشركة الأردنية للإدارة والاستشارات م.ع.م وتقرير المحاسب القانوني المستقل للشركة عن السنة المالية ٢٠١٦ كما في ٣١ / ١٢ / ٢٠١٦ باللغة الانجليزية ، وكذلك نسخة من القوائم المالية المرحلية للشركة وتقرير المحاسب القانوني المستقل عن الربع الاول من عام ٢٠١٧ كما في ٣١ / ٠٣ / ٢٠١٧ باللغة الانجليزية ،

وتفضلوا بقبول فائق الاحترام،،

الشركة الأردنية للإدارة والاستشارات



عضو مجلس الادارة العضو المنتدب  
وسيم وائل زعرب

<b>بورصة عمان</b>	
<b>الدائرة الإدارية والمالية</b>	
<b>الديوان</b>	
١٥ أيار ٢٠١٧	
الرقم المتسلسل،	3132
رقم الملف،	31252
الجهة المختصة،	٤١١٩٣/١١

**JORDAN MANAGEMENT AND CONSULTANCY–**

**PUBLIC SHAREHOLDING COMPANY**

**UNAUDITED INTERIM CONDENSED**  
**CONSOLIDATED FINANCIAL STATEMENTS**

**31 MARCH 2017**



Building a better  
working world

Ernst & Young Jordan  
P.O.Box 1140  
Amman 11118  
Jordan

Tel: 00 962 6580 0777/00 962 6552 6111  
Fax: 00 962 6553 8300  
www.ey.com/jno

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
TO THE BOARD OF DIRECTORS OF JORDAN MANAGEMENT AND CONSULTANCY  
PUBLIC SHAREHOLDING COMPANY  
AMMAN - JORDAN**

**Introduction**

We have reviewed the accompanying interim condensed consolidated financial statements of Jordan Management And Consultancy - Public Shareholding Company and its subsidiaries ('the Group'), comprising of the interim consolidated statement of financial position as at 31 March 2017 and the related interim consolidated statements of income, comprehensive income, changes in equity and cash flows for the three months period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 "IAS 34". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

**Scope of review**

We conducted our review in accordance with 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 the 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 consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Amman – Jordan  
27 April 2017

**JORDAN MANAGEMENT AND CONSULTANCY PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2017**

<b>ASSETS</b>	<b>Notes</b>	<b>31 March 2017</b>	<b>31 December 2016</b>
		<b>JD (Unaudited)</b>	<b>JD (Audited)</b>
<b>Non-current assets</b>			
Property and equipment, net		118,665	121,795
Long term notes receivables		2,576,623	2,472,380
Financial assets at fair value through other comprehensive income		16,000	14,200
		<u>2,711,288</u>	<u>2,608,375</u>
<b>Current assets</b>			
Due from related parties	7	1,839,720	1,332,507
Inventory		9,336	10,376
Other current assets		102,449	114,599
Accounts receivables, net		537,497	584,976
Short term notes receivables		2,405,016	2,278,946
Cheques under collection		1,062,123	1,371,190
Cash at banks		296,669	319,223
		<u>6,252,810</u>	<u>6,011,817</u>
<b>Total Assets</b>		<u>8,964,098</u>	<u>8,620,192</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>			
Paid in capital		2,300,000	2,300,000
Statutory reserve	8	446,455	446,455
Voluntary reserve	8	872,658	872,658
Fair value reserve		2,805	1,005
Retained earnings		1,351,136	1,229,148
<b>Total equity attributable to shareholders</b>		<u>4,973,054</u>	<u>4,849,266</u>
Non-controlling interest		(12,962)	(2,965)
<b>Total shareholders' equity</b>		<u>4,960,092</u>	<u>4,846,301</u>
<b>Non-current liability</b>			
Deferred revenue from long term installments		<u>266,393</u>	<u>252,613</u>
<b>Current liabilities</b>			
Other current liabilities		310,958	328,217
Deferred revenue from short term installments		489,840	470,348
Medical claims		669,533	690,831
Accounts payable		1,326,778	1,238,014
Current portion of long term loans		400,000	400,000
Bank overdraft		279,504	171,176
Due to related parties		2,064	14,001
Income tax provision	6	258,936	208,691
		<u>3,737,613</u>	<u>3,521,278</u>
<b>Total Liabilities</b>		<u>4,004,006</u>	<u>3,773,891</u>
<b>Total Equity and Liabilities</b>		<u>8,964,098</u>	<u>8,620,192</u>

The attached notes from 1 to 10 form part of these interim condensed consolidated financial statements

**JORDAN MANAGEMENT AND CONSULTANCY PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

	<u>Notes</u>	For the three months period ended 31 March	
		2017	2016
		JD	JD
<b>Revenues</b>			
Management and medical services revenue		293,685	270,946
Installments operations		231,501	243,625
Vehicles maintenance		47,461	21,361
Others		30,671	39,001
<b>Total revenues</b>		<u>603,318</u>	<u>574,933</u>
<b>Expenses</b>			
General administrative expenses		(369,642)	(345,613)
Cost of vehicles maintenance		(36,863)	(40)
Interest expense		(13,790)	(14,448)
Provision for impairment of notes receivable		(20,787)	(23,869)
<b>Total expenses</b>		<u>(441,082)</u>	<u>(383,970)</u>
<b>Income before tax for the period</b>		162,236	190,963
Income tax	6	<u>(50,245)</u>	<u>(56,030)</u>
<b>Profit for the period</b>		<u>111,991</u>	<u>134,933</u>
<b>Attributable to:</b>			
Shareholders of the Company		121,988	141,231
Non- controlling interests		<u>(9,997)</u>	<u>(6,298)</u>
		<u>111,991</u>	<u>134,933</u>
		<u>JD/Fils</u>	<u>JD/Fils</u>
<b>Basic and diluted earnings per share, from the profit for the period</b>	9	<u>0.053</u>	<u>0.061</u>

The attached notes from 1 to 10 form part of these interim condensed consolidated financial statements

**JORDAN MANAGEMENT AND CONSULTANCY PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

For the three months period  
ended 31 March

	2017	2016
	JD	JD
Profit for the period	111,991	134,933
<b>Add: Other comprehensive Income which will not be reclassified to profit or loss in subsequent periods</b>		
Change in fair value of financial assets at fair value through other comprehensive income	1,800	2,200
<b>Total comprehensive income for the period</b>	<b>113,791</b>	<b>137,133</b>
<b>Attributable to:</b>		
Shareholders of the Company	123,788	143,431
Non-controlling interests	(9,997)	(6,298)
	<b>113,791</b>	<b>137,133</b>

The attached notes from 1 to 10 form part of these interim condensed consolidated financial statements

**JORDAN MANAGEMENT AND CONSULTANCY PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

	Paid in capital	Statutory reserve	Voluntary reserve	Fair value reserve	Retained earnings	Non- controlling interest		Total
	JD	JD	JD	JD	JD	JD	JD	JD
<b>2017-</b>								
<b>Balance at 1 January 2017</b>	2,300,000	446,455	872,658	1,005	1,229,148	(2,965)		4,846,301
Profit for the period	-	-	-	-	121,988	(9,997)		111,991
Other comprehensive income	-	-	-	1,800	-	-		1,800
Total comprehensive income for the period	-	-	-	1,800	121,988	(9,997)		113,791
<b>Balance at 31 March 2017</b>	<u>2,300,000</u>	<u>446,455</u>	<u>872,658</u>	<u>2,805</u>	<u>1,351,136</u>	<u>(12,962)</u>		<u>4,960,092</u>
<b>2016-</b>								
<b>Balance at 1 January 2016</b>	2,300,000	394,186	768,120	(3,595)	1,018,035	-		4,476,746
Non-controlling interest in subsidiary's paid in capital	-	-	-	-	-	15,000		15,000
Profit for the period	-	-	-	-	141,231	(6,298)		134,933
Other comprehensive income	-	-	-	2,200	-	-		2,200
Total comprehensive income for the period	-	-	-	2,200	141,231	(6,298)		137,133
<b>Balance at 31 March 2016</b>	<u>2,300,000</u>	<u>394,186</u>	<u>768,120</u>	<u>(1,395)</u>	<u>1,159,266</u>	<u>8,702</u>		<u>4,628,879</u>

The attached notes from 1 to 10 form part of these interim condensed consolidated financial statements

**JORDAN MANAGEMENT AND CONSULTANCY PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED)**

		For the three months ended 31 March	
	Notes	2017	2016
		JD	JD
<b><u>OPERATING ACTIVITIES</u></b>			
Income before tax for the period		162,236	190,963
<b>Adjustments for:</b>			
Depreciation		8,526	8,364
Interest expense		13,790	14,448
Provision for impairment of notes receivable		20,787	23,869
<b>Working capital adjustments:</b>			
Inventory		1,040	(700)
Accounts receivable		47,479	115,276
Notes receivable		(251,100)	(344,437)
Due from related parties		(507,213)	(13,230)
Other current assets		12,150	22,780
Due to related parties		(11,937)	-
Accounts payable		88,764	43,775
Cheques under collection		309,067	(88,700)
Deferred revenue		33,272	78,357
Medical claims		(21,298)	(6,639)
Other current liabilities		(17,053)	64,253
Other provisions		(206)	-
Paid income tax		-	(7,746)
<b>Net cash flows (used in) from operating activities</b>		<b>(111,696)</b>	<b>100,633</b>
<b><u>INVESTING ACTIVITIES</u></b>			
Purchases of property, plant and equipment		(5,396)	(55,171)
<b>Net cash flows used in investing activities</b>		<b>(5,396)</b>	<b>(55,171)</b>
<b><u>FINANCING ACTIVITIES</u></b>			
Loan		-	100,000
Non-controlling interest in subsidiary's paid in capital		-	15,000
Paid interest expense		(13,790)	(14,448)
<b>Net cash flows (used in) from financing activities</b>		<b>(13,790)</b>	<b>100,552</b>
Net (decrease) increase in cash and cash equivalents		(130,882)	146,014
Cash and cash equivalents at the beginning of the period		148,047	227,077
<b>Cash and cash equivalents at the end of the period</b>	<b>5</b>	<b>17,165</b>	<b>373,091</b>

The attached notes from 1 to 10 form part of these interim condensed consolidated financial statements



**JORDAN MANAGEMENT AND CONSULTANCY PUBLIC SHAREHOLDING COMPANY**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**31 MARCH 2017 (UNAUDITED)**

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**(1) GENERAL**

Jordan Management and Consultancy Ltd. is a Jordanian Public Shareholding (the "Company") was registered on 26 February 2006 to the Companies General Controller at the Ministry of Trading and Industry under no. (386). The Company obtained the permit for operations on 3 October 2006 from the Ministry of Trading and Industry. The authorized paid in capital is JD 1,500,000 divided into 1,500,000 shares, and the paid in capital is JD 1,400,000 divided into 1,400,000 shares at par value of JD 1 each.

The General Assembly resolved during its extraordinary meeting held on 28 April 2011, to increase the Company's paid in capital from JD/Share 1,400,000 to become JD/Share 1,540,000 through capitalizing 10% of retained earnings as share dividends. On 5 May 2011, the resolution was approved by the Ministry of Trading and Industry (Companies Control Department). On 18 July 2011, Jordan Securities Commission approved the capital increase.

The General Assembly resolved in its extraordinary meeting held on 24 April 2012 to increase the Company's paid in capital from JD/Shares 1,540,000 to become JD/Shares 2,000,000 through private offering to the Company's shareholders.

The General Assembly resolved in its extraordinary meeting held on 28 April 2014 to increase the Company's paid in capital to become JD 2,300,000 through capitalizing 15% of the retained earnings as share dividends. On 20 May 2014, Jordan Securities Commission has approved registering the capital increase amounted by shares 300,000.

The Company's main activities are represented in establishing, contributing, managing and owning Company with various types and objectives, in addition to purchasing, selling, trading, importing and exporting products and materials such as machines, equipment and vehicles whether for sale, installment sale or financial leasing. The Company and its subsidiaries are located in Amman.

## **(2) BASIS OF PREPARATION**

The condensed interim consolidated financial statements for the period ended on 31 March 2017 are prepared in accordance with IAS 34.

The condensed interim consolidated financial statements are presented in Jordanian Dinars, which represents the functional currency of the Group.

The condensed interim consolidated financial statements are prepared under the historical cost convention; except the financial assets at fair value through other comprehensive income which are presented at fair value at the date of the consolidated financial statements.

The interim condensed financial statements do not contain all the information and disclosures that are required by the International Financial Reporting Standards (IFRSs) for preparing the annual financial statements, and should be read in conjunction with Group's annual report as at 31 December 2016. Furthermore, the results of operations for the three-month period ended 31 March 2017 do not necessarily reflect the expected results of operations for the 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 Group's annual consolidated 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 Group's consolidated interim condensed financial statements.

### **Amendments to IAS 12 Income Taxes: Recognition of Deferred Tax Assets for Unrecognised 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 Group's consolidated interim condensed financial statements.

#### **(4) BASIS OF CONSOLIDATION**

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries (the "Group") as at 31 March 2017:

	<u>Activity</u>	<u>Country</u>	<u>Ownership</u>
Specialized Medical Insurance Company	Insurance management	Jordan	100%
Specialized Auto Services Company	Vehicles maintenance	Jordan	70%

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

The financial statements of the Company and subsidiaries are prepared for the same reporting period and using the same accounting policies.

#### **(5) CASH AND CASH EQUIVALENT**

Cash and cash equivalents in the consolidated statement of cash flows represents the following balances presented in the consolidated statement of financial position:

	<u>Three months period ended 31 March</u>	
	<u>2017</u>	<u>2016</u>
	<u>JD</u>	<u>JD</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>
Cash at banks	296,669	595,289
Bank overdraft*	(279,504)	(222,198)
Cash and cash equivalent	<u>17,165</u>	<u>373,091</u>

- \* The Group obtained an overdraft account from Invest Bank with ceiling of JD 300,000 to an interest at 8% and commission of 1% paid on monthly basis. The loan is guaranteed by commercial bills at 125% of loans face amount, this percentage should not be less than the loan balance.

**(6) INCOME TAX PROVISION**

The movement on income tax provision is as follows:

	31 March 2017 JD (Unaudited)	31 December 2016 JD (Audited)
Beginning balance for the period/year	208,691	190,128
Income tax paid	-	(169,172)
Provision for the period	50,245	187,735
Ending balance for the period/year	258,936	208,691

Med Service Limited Liability Company (the subsidiary) reached a final settlement with Income and Sales Tax Department until the year 2015.

No income tax provision was calculated for Specialized Auto Services Company (a subsidiary), from the period since inception up to 31 December 2016 as expenses exceeded taxable income.

The Group did not record deferred tax assets, as it is not material and due to uncertainty around utilization in the near future.

**(7) RELATED PARTIES TRANSACTIONS**

Related parties represent associated companies and major shareholders. Pricing policies and term of these transactions are approved by the Group's management.

	31 March 2017 JD (Unaudited)	31 December 2016 JD (Audited)
<b><u>Statement of financial position items :</u></b>		
Jordan French Insurance company (Shareholder)	1,832,366	1,325,774
Med Service Company – Egypt (under inception)	1,430	1,430
Top management receivables	5,924	5,303
	<u>1,839,720</u>	<u>1,332,507</u>
 Financial assets at fair value through other comprehensive income (Jordan French Insurance company)	 <u>14,200</u>	 <u>14,200</u>
 Cheques under collection (Jordan French Insurance Company)	 <u>1,061,923</u>	 <u>1,370,640</u>
 <b><u>Income statement items:</u></b>	 31 March 2017 JD (Unaudited)	 31 March 2016 JD (Unaudited)
Medical institutions revenue – Jordan French Insurance company (shareholder)	102,335	133,138
Insurance contracts revenues – Jordan French Insurance Company (shareholder)	60,617	56,500
	<u>162,952</u>	<u>189,638</u>
 Compensation of key management personnel of the Company:		
	31 March 2017 JD (Unaudited)	31 March 2016 JD (Unaudited)
Key management salaries, wages and benefits	<u>70,715</u>	<u>68,148</u>

**(8) LEGAL RESERVES**

The Company did not appropriate for legal reserves in accordance with the regulations of Companies Law as these financial statements are interim financial statements.

**(9) EARNINGS PER SHARE**

	For the Three-Month Period- Ended 31 March	
	2017	2016
Profit for the period attributable to parent company (JOD)	121,988	141,231
Weighted average number of shares (Share)	2,300,000	2,300,000
	JD/Fils	JD/Fils
Basic and diluted earnings per share (JD) from the profit for the period	0.053	0.061

**(10) OPERATIONAL SECTORS**

The presentation of main sectors has been determined based on the fact that risks and rewards related to the Group are significantly affected by changing in these sectors products and services. Those sectors are organized and managed separately based on the nature of provided products and services.

Each sector is measured separately based on reports used by the chief executive officer and the primary decision maker of the Group.

For managerial purposes, the Group is organized through operational sectors as follows:

- Selling on installment
- Medial insurance management
- Vehicles maintenance

The Group monitors operational sectors separately for performance evaluation purposes. The performance is evaluated based on operational profit or loss for each sector.

Revenues, profits, assets and liabilities according to operational sectors are as follows:

	Installment sales	Medical insurance management	Vehicles maintenance	Total
	JD	JD	JD	JD
<b>Three months period ended</b>				
<b>31 March 2017 (Unaudited) -</b>				
<u>Revenues</u>				
Installments revenues	231,501	-	-	231,501
Management and medical services revenue	-	293,685	-	293,685
Vehicles maintenance revenue	-	-	47,461	47,461
Other income	-	30,671	-	30,671
<u>Business results:</u>				
Profit (loss) for the period	61,867	83,447	(33,323)	111,991
<u>Other sector information</u>				
Capital expenditure	150	4,989	-	5,139
Depreciation	420	5,106	3,000	8,526
<b>Three months period ended</b>				
<b>31 March 2016 (Unaudited) -</b>				
<u>Revenues</u>				
Installments revenues	243,625	-	-	243,625
Management and medical services revenue	-	270,946	-	270,946
Vehicles maintenance revenue	-	-	21,361	21,361
Other income	-	39,001	-	39,001
<u>Business results:</u>				
Profit (loss) for the period	87,298	68,628	(20,993)	134,933
<u>Other sector information</u>				
Capital expenditure	370	1,051	53,750	55,171
Depreciation	374	7,990	-	8,364
<b>As at 31 March 2017 (Unaudited) -</b>				
<u>Assets and liabilities</u>				
Sector assets	5,000,407	3,854,100	109,591	8,964,098
Sector liabilities	1,841,790	2,081,188	81,028	4,004,006
<b>As at 31 December 2016 (Audited) -</b>				
<u>Assets and liabilities</u>				
Sector assets	4,800,984	3,669,054	150,154	8,620,192
Sector liabilities	1,705,877	1,979,742	88,272	3,773,891