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Ref: PBP/043/2020
Date: 03/11/2020

الرقم: م أ م / 043/2020
التاريخ: 2020/11/03

**Amman Stock Exchange
Jordan Securities Commission**

السادة بورصة عمان
السادة هيئة الأوراق المالية

**Subject: Interim Financial Statements
as of 30/09/2020**

الموضوع: البيانات المالية الربع السنوية كما في
2020/09/30

Gentlemen,

تحية طيبة وبعد،

Please find attached the Interim Financial
Statements for **Premier Business and
Projects Co.** as of 30/09/2020 in English.

مرفق طيه نسخة من البيانات المالية الربع السنوية
لشركة المتصدرة للأعمال والمشاريع كما في
2020/09/30 باللغة الانجليزية.

Best regards,

وتفضلوا بقبول فائق الاحترام والتقدير،،،

Rasim Muasher
Chairman

باسم المعشر
رئيس مجلس الإدارة



PREMIER BUSINESS AND PROJECTS

(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONDENSED FINANCIAL STATEMENTS (UNAUDITED)

30 SEPTEMBER 2020



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

Introduction

We have reviewed the accompanying interim condensed financial statements of Premier Business and Projects Company (a Public Shareholding Company) as at 30 September 2020 comprising the interim statement of financial position as at 30 September 2020 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 nine 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.

Emphasis of Matter

We draw attention to notes No. (7) in the accompanying financial statements, that there is an account receivable balance due from the Chairman of the Board of Directors amounting to JD 322,288 as of 30 September 2020. This matter does not modify our opinion on the financial statements.

Amman – Jordan
27 October 2020

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2020 (UNAUDITED)**

	Notes	30 September 2020 JD (Unaudited)	31 December 2019 JD (Audited)
<u>ASSETS</u>			
Non-current assets -			
Financial assets at fair value through other comprehensive income	5	282,514	242,566
Investment in associates	6	2,182,306	2,435,093
Property and equipment		418,605	461,760
Investment properties		80,003	80,003
		<u>2,963,428</u>	<u>3,219,422</u>
Current assets -			
Other debit balances		22,128	12,001
Due from related parties	7	322,288	406,703
Cash on hand and at banks		104,604	50
		<u>449,020</u>	<u>418,754</u>
Total assets		<u>3,412,448</u>	<u>3,638,176</u>
<u>SHAREHOLDERS' EQUITY AND LIABILITIES</u>			
Shareholders equity -			
Paid-in capital		1,500,000	1,500,000
Statutory reserve		784,554	784,554
Voluntary reserve		511,279	511,279
Fair value reserve		(762,742)	(927,597)
Retained earnings		900,423	908,568
Net equity		<u>2,933,514</u>	<u>2,776,804</u>
Current liabilities -			
Short-term bank loan		-	320,000
Shareholders deposits		111,184	111,184
Income tax provision	8	18,020	18,020
Other credit balances		185,674	149,795
Other provisions		164,056	176,856
Due to related parties	7	-	85,517
Total liabilities		<u>478,934</u>	<u>861,372</u>
Total shareholders' equity & liabilities		<u>3,412,448</u>	<u>3,638,176</u>

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM INCOME STATEMENT
FOR THE THREE AND THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

	Notes	For the three months ended 30 September		For the nine months ended 30 September	
		2020	2019	2020	2019
		JD	JD	JD	JD
Revenues -					
Dividends income from financial assets at fair value through other comprehensive income		-	-	-	11,041
Share of profit from associates	6	159,031	125,175	307,213	278,184
Other revenues		18,291	15,402	54,874	32,777
Total revenues		177,322	140,577	362,087	322,002
Expenses					
Administrative expenses		(82,624)	(63,221)	(212,619)	(202,220)
Financing costs		-	(4,479)	-	(35,466)
Depreciation		(14,489)	(16,705)	(43,155)	(49,570)
Total Expenses		(97,113)	(84,405)	(255,774)	(287,256)
Profit before income tax		80,209	56,172	106,313	34,746
Income tax for the period		-	-	-	-
Profit for the period		80,209	56,172	106,313	34,746
		JD/ Fils	JD/ Fils	JD/ Fils	JD/ Fils
Basic and diluted earnings per share from the profit of the period		0/053	0/037	0/071	0/023

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE AND THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

	For the three months ended 30 September		For the nine months ended 30 September	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	JD	JD	JD	JD
Profit for the period	80,209	56,172	106,313	34,746
Add: Other comprehensive income				
Net change in fair value of financial assets at fair value through other comprehensive income	<u>52,212</u>	<u>(643)</u>	<u>50,397</u>	<u>(18,160)</u>
Total comprehensive income for the period	<u><u>132,421</u></u>	<u><u>55,529</u></u>	<u><u>156,710</u></u>	<u><u>16,586</u></u>

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

	Paid in capital	Reserves		Fair value reserve	Retained earnings	Total
		Statutory	Voluntary			
	JD	JD	JD	JD	JD	JD
For Period ended 30 September 2020 -						
Balance at 1 January 2020	1,500,000	784,554	511,279	(927,597)	908,568	2,776,804
Total comprehensive income for the period	-	-	-	50,397	106,313	156,710
Loss on sale of financial assets at fair value through other comprehensive income	-	-	-	114,458	(114,458)	-
Balance at 30 September 2020	<u>1,500,000</u>	<u>784,554</u>	<u>511,279</u>	<u>(762,742)</u>	<u>900,423</u>	<u>2,933,514</u>
For Period ended 30 September 2019 -						
Balance at 1 January 2019	1,500,000	784,554	511,279	(1,080,963)	1,101,495	2,816,365
Total comprehensive income for the period	-	-	-	(18,160)	34,746	16,586
Balance at 30 September 2019	<u>1,500,000</u>	<u>784,554</u>	<u>511,279</u>	<u>(1,099,123)</u>	<u>1,136,241</u>	<u>2,832,951</u>

- The Company cannot use a restricted amount of JD 762,742 as of 30 September 2020 (31 December 2019: JD 927,597) from retained earnings and voluntary reserve which represents the negative fair value reserve.

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
INTERIM STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2020 (UNAUDITED)**

	Note	For the nine months ended 30	
		September	
		2020	2019
		JD	JD
<u>Operating Activities</u>			
Profit for the period		106,313	34,746
Adjustments -			
Depreciation		43,155	49,570
Share of profit from associate	6	(307,213)	(278,184)
Financing costs		-	35,466
Dividends from financial assets at fair value through other comprehensive income		-	(11,041)
Working capital changes:			
Other debit balances		(10,127)	4,869
Other credit balances		23,079	60,377
Net cash flows used in operating activities		(144,793)	(104,197)
<u>Investing Activities</u>			
Dividends from associate	6	560,000	976,000
Proceeds from selling financial assets at fair value through other comprehensive income		10,449	-
Dividends from financial assets at fair value through other comprehensive income		-	11,041
Net cash flows from investing activities		570,449	987,041
<u>Financing Activities</u>			
Dividends paid		-	(699)
Net cash movement of related parties' balances		(1,102)	(538,486)
Short-term loans paid		(320,000)	(272,916)
Financing costs paid		-	(55,466)
Net cash flows used in financing activities		(321,102)	(867,567)
Net increase in cash and cash equivalents		104,554	15,277
Cash and cash equivalents at the beginning of the period		50	1
Cash and cash equivalents at the end of the period		104,604	15,278

The accompanying notes from 1 to 9 represent an integral part of these interim condensed financial statements

(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 divided into 250,000 shares with par value of JD 1 per share. There were several amendments to the capital during the years, the last amendment was during 2017 for which the authorized and paid in capital of the company became JD 1,500,000.

The objectives of the company are to invest in all types of companies 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 30 September 2020 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 are presented at fair value as of the date of the financial statement.

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 2019. In addition, results for the nine months period ended 30 September 2020 do not necessarily indicate the expected results for the financial year ending 31 December 2020.

(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 2019, except for the adoption of new standards effective as of 1 January 2020.

Amendments to IFRS 3: Definition of a Business

The IASB issued amendments to the definition of a business in IFRS 3 Business Combinations to help entities determine whether an acquired set of activities and assets is a business or not. They clarify the minimum requirements for a business, remove the assessment of whether market participants are capable of replacing any missing elements, add guidance to help entities assess whether an acquired process is substantive, narrow the definitions of a business and of outputs, and introduce an optional fair value concentration test.

The amendments are applied to transactions that are either business combinations or asset acquisitions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 January 2020. Consequently, the Company did not have to revisit such transactions that occurred in prior periods. Earlier application is permitted and must be disclosed.

These amendments do not have any impact on the Company's financial statements.

Interest Rate Benchmark Reform Amendments to IFRS 9 and IFRS 7

Interest Rate Benchmark Reform Amendments to IFRS 9 and IFRS 7 includes a number of reliefs, which apply to all hedging relationships that are directly affected by interest rate benchmark reform. A hedging relationship is affected if the reform gives rise to uncertainties about the timing and or amount of benchmark-based cash flows of the hedged item or the hedging instrument. As a result of interest rate benchmark reform, there may be uncertainties about the timing and or amount of benchmark-based cash flows of the hedged item or the hedging instrument during the period before the replacement of an existing interest rate benchmark with an alternative risk-free interest rate (an RFR). This may lead to uncertainty whether a forecast transaction is highly probable and whether prospectively the hedging relationship is expected to be highly effective.

The amendments provide temporary reliefs which enable hedge accounting to continue during the period of uncertainty before the replacement of an existing interest rate benchmark with an alternative risk-free interest rate (an "RFR"). The effective date of the amendments was for annual periods beginning on or after 1 January 2020, with early application permitted. The requirements must be applied retrospectively. However, any hedge relationships that have previously been de-designated cannot be reinstated upon application, nor can any hedge relationships be designated with the benefit of hindsight.

With phase one completed, the IASB is now shifting its focus to consider those issues that could affect financial reporting when an existing interest rate benchmark is replaced with an RFR. This is referred to as phase two of the IASB's project.

These amendments do not have any impact on the Company's financial statements.

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 30 SEPTEMBER 2020 (UNAUDITED)**

(4) LEGAL RESERVES

The Company did not allocate legal reserves as required by the provisions of the Jordanian Companies Law since these are interim financial statements.

(5) FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 September 2020	31 December 2019
	JD	JD
	(Unaudited)	(Audited)
Investment in companies shares - quoted	<u>282,514</u>	<u>242,566</u>

The movement in the fair value reserve is summarized below:

	30 September 2020	31 December 2019
	JD	JD
	(Unaudited)	(Audited)
Balance at the beginning of the period / year	(927,597)	(1,080,963)
Unrealized losses	50,397	(63,650)
Realized losses	<u>114,458</u>	<u>217,016</u>
Balance at the end period / year	<u>(762,742)</u>	<u>(927,597)</u>

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 30 SEPTEMBER 2020 (UNAUDITED)**

(6) INVESTMENT IN ASSOCIATES

This item consists of the following:

	Ownership interest		Activity	30 September	31 December
	30 September 2020	31 December 2019		2020	2019
				JD (Unaudited)	JD (Audited)
Henkel Company – Jordan	40%	40%	Marketing and distribution	2,182,306	2,435,093
Obeji for consumer products Company – Jordan*	7.5%	50%	Marketing and distribution	-	-
				<u>2,182,306</u>	<u>2,435,093</u>

* On 31 May 2020, the company sold 680,000 shares of its 800,000 shares (equivalent to 85%) in Obeji consumer products Company - Jordan, for one JD for the entire number of shares.

The movement in the investment in associates is summarized below:

	30 September 2020	31 December 2019
	JD (Unaudited)	JD (Audited)
Balance at the beginning of the period/year	2,435,093	3,098,315
Company's share of Henkel Co. - Jordan profit	307,213	563,535
Company's share of Obeji Co. - Jordan loss	-	(250,757)
Less: received dividends - Henkel Co - Jordan	(560,000)	(976,000)
Balance at the ending of the period/year	<u>2,182,306</u>	<u>2,435,093</u>

**PREMIER BUSINESS AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
AT 30 SEPTEMBER 2020 (UNAUDITED)**

(7) RELATED PARTIES TRANSACTION

Related parties represent associated companies, major shareholders, 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:

	30 September 2020	31 December 2019
	JD	JD
	(Unaudited)	(Audited)
Due from related parties:		
Obeji for Consumer Products (Holdings)	-	7,789
Chairman of Board of Directors	322,288	398,914
	<u>322,288</u>	<u>406,703</u>
	30 September 2020	31 December 2019
	JD	JD
	(Unaudited)	(Audited)
Due to related parties:		
Obeji for Consumer Products – Jordan (Associate)	-	85,517
	<u>-</u>	<u>85,517</u>
	30 September 2020	31 December 2019
	JD	JD
	(Unaudited)	(Audited)
Financial assets at fair value through other comprehensive income:		
Financial Investments	78,913	78,913
	<u>78,913</u>	<u>78,913</u>
	For the nine months ended 30 September	
	2020	2019
	JD	JD
	(Unaudited)	(Unaudited)
Other income		
Rental income of Henkel Co. - Jordan (Associate Company)	27,375	26,062
	<u>27,375</u>	<u>26,062</u>

For the nine months ended 30 September	
2020	2019
JD	JD

Executive management remuneration and salaries

Salaries and other benefits – Executive management	73,500	56,250
Provision for board of directors’ remuneration	23,300	56,250

(8) INCOME TAX

The Company did not calculate the income tax for the periods ended 30 September 2020 due to the excess of expenses over the taxable income in accordance with the Income Tax Law No. (38) of 2018. The Company reached a final settlement with the Income Tax Department up to the year of 2017.

The Company submitted the income tax return to the Income Tax Department for the years 2018 and 2019 but they have not been reviewed by the Tax Department yet.

(9) CORONAVIRUS SPREAD (COVID – 19) AND ITS IMPACT ON THE COMPANY

As a result of the continued impact of the Corona virus (Covid-19) on the global economy and various business sectors and the accompanying restrictions and measures imposed by the Jordanian Government and neighboring countries and the rest of the world, it is possible that operational activities may be affected by global developments that currently affect various economic and geographical sectors. The management assessed the impact of the Corona virus on activities and the financial performance to take appropriate measures to enable it to continue its activities in the current circumstances. The company's management believes that the impact of the pandemic on its business will be limited by the decrease in the value of its investment portfolio in the stock market.