

**COMPREHENSIVE LAND DEVELOPMENT
AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED FINANCIAL
STATEMENTS AND REVIEW REPORT
FOR THE SIX MONTHS ENDED JUNE 30, 2017**

COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS AND
REVIEW REPORT
FOR THE SIX MONTHS ENDED JUNE 30, 2017**

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REPORT ON REVIEWING THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To the President and Members of the Board of Directors

Comprehensive Land Development and Investment

Introduction

We have reviewed the accompanying Interim Consolidated Statement of Financial Position of Comprehensive Land Development and Investments of June 30, 2017, and the related statements of Comprehensive income, Owners' equity and cash flows for the period then ended. The Management is responsible for preparing and presenting company's financial statements in accordance with International Accounting Standard No. 34 (Interim Financial Reporting) which is an integral part of International Financial Reporting Standards. Our responsibility is limited to issue a conclusion on these interim 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". This standard requires that we plan and perform the review to obtain reasonable assurance as to whether the financial statements are free of material misstatement. Our review is primarily limited to inquiries of the company's accounting and financial departments personnel as well as applying analytical procedures of financial data .The range of our review is narrower than the broad range of audit procedures applied according to International Auditing Standards, Accordingly, obtaining assurances and confirmations about other significant aspects checked through an audit procedure was not achievable, Hence, We do not express an opinion regarding the matter.

Conclusion

Based on our review, nothing has come to our attention that leads us to believe that the accompanying interim consolidated financial statements do not express a true and fair view in accordance with International Accounting Standard No. 34.

Ghosheh & Co.

Abdul Kareem Qunais
License No.(496)



Amman-Jordan
July16, 2017

COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS OF JUNE 30, 2017 AND DECEMBER 31, 2016
(EXPRESSED IN JORDANIAN DINAR)

	Note	2017	2016
ASSETS			
Non-current assets			
Property and equipment		937	1,536
Projects under construction	4	4,815,437	9,630,958
Real-estate investments	4	3,760,188	-
Deferred tax assets		516,917	516,917
Financial assets designated at fair value through statement of other comprehensive income	5	259,045	303,535
Total non-current assets		9,352,524	10,452,946
Current assets			
Prepaid expenses and other receivables		4,409	1,630
Lands held for sale	6	675,329	675,329
Apartments held for sale	7	340,356	340,356
Account receivables		52,423	60,947
Cash and cash equivalent	8	298,943	230,170
Total current assets		1,371,460	1,308,432
TOTAL ASSETS		10,723,984	11,761,378
LIABILITIES AND OWNERS' EQUITY			
Owners' equity			
Shares capital	1	10,000,000	10,000,000
Issuance premium	9	1,512,389	1,512,389
Statutory reserve	9	414,309	414,309
Voluntary reserve	9	259,642	259,642
Fair value reserve		(2,431,679)	(2,387,189)
Accumulated losses		(249,394)	(416,732)
Total owners' equity		9,505,267	9,382,419
Current liabilities			
Accrued expenses and other payables		600,113	385,830
Account Payables		13,774	9,530
Long-term loan	11	604,830	-
Banks overdrafts	10	-	1,983,599
Total current liabilities		1,218,717	2,378,959
TOTAL LIABILITIES AND OWNERS' EQUITY		10,723,984	11,761,378

the accompanying notes are an integral part of these interim consolidated financial statements

COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(UNAUDITED)

FOR THE SIX MONTHS ENDED JUNE 30, 2017

(EXPRESSED IN JORDANIAN DINAR)

	for the period		for the beginning of the year to	
	From April 1, 2017 to June 30, 2017	From April 1, 2016 to June 30, 2016	June 30, 2017	June 30, 2016
Land and real-estate sales	1,656,580	-	1,656,580	-
Cost of land and real-estate sales	(1,285,931)	-	(1,285,931)	-
Gross Profit	370,649	-	370,649	-
General and administrative expenses	(87,846)	(221,052)	(139,138)	(256,297)
Financial charges	(51,083)	(98,544)	(65,758)	(190,103)
Depreciation expenses	(157)	(1,229)	(599)	(2,458)
Other revenues and expenses	692	28,477	2,184	28,477
Net Profit / (loss)for the period	232,255	(292,348)	167,338	(420,381)
Other Comprehensive Income				
Change in fair value reserve	(28,755)	(50,375)	(44,490)	(50,438)
Total Other Comprehensive Income	203,500	(342,723)	122,848	(470,819)
Earning/loss per share:				
Earning/loss per share-JD/Share	0,023	(0,024)	0,017	(0,035)
Weighted average of outstanding shares	10,000,000	12,000,000	10,000,000	12,000,000

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COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF OWNERS' EQUITY (UNAUDITED)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)

	Share capital	Issuance premium	Statutory reserve	Voluntary reserve	Fair value reserve	Accumulated Losses	Total
Balance at January 1, 2017	10,000,000	1,512,389	414,309	259,642	(2,387,189)	(416,732)	9,382,419
Comprehensive income for the year	-	-	-	-	(44,490)	167,338	122,848
Balance at June 30, 2017	10,000,000	1,512,389	414,309	259,642	(2,431,679)	(249,394)	9,505,267
Balance at January 1, 2016	12,000,000	1,512,389	414,309	259,642	(2,390,384)	(4,783,300)	7,012,656
Comprehensive income for the year	-	-	-	-	(50,438)	(420,381)	(470,819)
Decrease of share capital	(4,783,300)	-	-	-	-	4,783,300	-
Balance at June 30, 2016	7,216,700	1,512,389	414,309	259,642	(2,440,822)	(420,381)	6,541,837

the accompanying notes are an integral part of these interim consolidated financial statements

COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)

	For the six months ended June30, 2017	For the six months ended June 30, 2016
OPERATING ACTIVITIES		
Profit / (Loss) of the year before income tax	167,338	(420,381)
Adjustments on Profit / (Loss) of the year before income tax:		
Depreciation	599	2,458
Gain on sale of fixed assets	-	(13)
Financial charges	65,758	190,103
Changes in operating assets and liabilities:		
Account receivables	8,524	696
Prepaid expenses and other receivables	(2,779)	4,695
Account Payables	4,244	1,827
Accrued Expenses and Other payables	214,283	61,552
Cash available from/(used in) operating activities	457,967	(159,063)
Financial charges paid	(65,758)	(190,103)
Net cash available from / (used in) operating activities	392,209	(349,166)
INVESTING ACTIVITIES		
Projects in progress and real-estate investment	1,055,333	-
Net cash available from investing activities	1,055,333	-
FINANCING ACTIVITIES		
Loans	604,830	(265,333)
Bank overdrafts	(1,983,599)	646,571
Net cash (used in) / available from financing activities	(1,378,769)	381,238
Net change in cash and cash equivalents	68,773	32,072
Cash and cash equivalents, January 1	230,170	73,692
CASH AND CASH EQUIVALENTS, JUNE 30	298,943	105,764

the accompanying notes are an integral part of these interim consolidated financial statements

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

1. ORGANIZATION AND ACTIVITIES

Comprehensive Land Development and Investment is a Public Shareholding Company ("The Company") registered on November 3, 1990 under commercial registration no. (210). the declared and paid up capital is 12,000,000 shares each for 1 JD.

The General Assembly, in its unusual meeting held on April 27, 2016, decided to restructure the capital as follows:

- A) Decreasing the capital from 12,000,000 to 7,216,700 through amortizing an amount of JD 4,783,300 of the accumulated losses at the end of 2015.
- B) Increasing the capital to JD 10,000,000 through the following shareholders by JD 2,783,300

Nichola George Abu Khader	JD/share 600,000
George Abu Khader	JD/share 1,300,000
The trading Vehicles Co.	JD/share 283,300
Jordan Investment and General Consultancy Company	JD/share 600,000
Total	JD/share 2,783,300

The above-mentioned procedures have been completed at the company controller on July 10, 2016.

On June 21, 2016, the Minister of Trading and Industry agreed on the restructuring of capital.

On July 26, 2016, decreasing the capital has been completed at Jordan Security Commission.

The Company's Principal Activity is purchasing lands and real-estates and developing it to establish housing, commercial, industrial, and agricultural and lease and mortgage it. The Company's Headquarter is in Amman.

The interim consolidated financial statement as of June 30, 2017 and December 31, 2016 include the financial statement of subsidiary:

Subsidiary Company	Percentage of Equity and votes	Registration year	Place of registration	Principal activity
Comprehensive Real-estates Co.	100%	2007	Hashemite Kingdom of Jordan	Sale and purchase of real estate, developing real-estate as well as brokerage, agency and leasing.
Ain Al Rebbat Real-estates Co.	100%	2010	Hashemite Kingdom of Jordan	Purchase and ownership of lands and establish housing projects on them.

According to Equity method:

	2017	2016
Book value of the Investment in Comprehensive Real-estates Co.	1,363	1,363
Book value of the Investment in Ain Al Rebbat Real-estates Co.	407,243	407,933
The Company's share from Comprehensive Real-estates' outcomes	-	(528)
The Company's share from Ain Al Rebbat Real-estates' outcomes	(690)	5,600

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
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**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

As of June 30, 2017 and December 31, 2016 a summary of total assets, liabilities, revenues and income of the Company's direct subsidiaries and the significant assets and liabilities are as follows:

A- Comprehensive Real-Estates Co.

	<u>2017</u>	<u>2016</u>
Total assets	1,363	1,363
Total owners' equity	1,363	1,363
Share Capital	30,000	30,000
Loss of the year	-	(528)

B- Ain Al Rebbat Real-estates Co.

	<u>2017</u>	<u>2016</u>
Total assets	402,344	403,034
Total liabilities	7,992	7,992
Total owners' equity	394,352	395,042
Cash and Cash Equivalent	2,675	7,815
Apartments held for sale	327,465	327,465
Share Capital	1,000	1,000
Profit of the year	(690)	5,600

2. NEW AND REVISED STANDARDS AND AMENDMENTS TO IFRSs ISSUED BUT NOT YET EFFECTIVE:-

The following new standards and amendments to the standards have been issued but not yet effective and the Company intends to adopt these standards, where applicable, when they become effective.

<u>New Standards</u>	<u>Effective Date</u>
(IFRS) No.9 – Financial Instruments	January 1,2018
(IFRS) No.15–Contract Revenues	January 1,2018
(IFRS) No.16 – Leases	January 1,2019

Board of directors of the company expects that the application of these standards and interpretations will not have a substantial impact on the Company's financial statements.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The preparation of financial statements

The interim financial statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting".

The interim financial statement is presented in Jordanian Dinar, since that is the currency in which the majority of the Company's transactions are denominated.

The interim financial statements have been prepared on historical cost basis.

The interim statements do not include all the information and notes needed in the annual financial statement and must be reviewed with the ended financial statement at December 31, 2016, in addition to that the result for the six months ended in June 30, 2017 is not necessarily to be the expected results for the financial year ended December 31, 2017.

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

Significant accounting policies

The accounting policies used in the preparation of the interim consolidated financial statement are consistent with those used in the preparation of financial statements for the period ended December 31, 2016.

Basis of financial statements consolidation

The consolidated financial statements incorporate the financial statements of Comprehensive Land Development and Investment Company and the subsidiaries controlled by the Company.

Control is achieved where the Company:

- Ability to exert power over the investee.
- Exposure, or rights, to variable returns from its involvement with the investee.
- Ability to exert power over the investee to affect the amount of the investor's returns.

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control described in the accounting policy for subsidiaries above.

When the Company has less than a majority of the voting, The Company shall have control over the investee when the voting rights sufficient to give it the ability to direct relevant activities of the investee individually.

When The Company reassesses whether or not it controls an investee, it consider all the relevant facts and circumstances which is includes:

- Size of the holding relative to the size and dispersion of other vote holders
- Potential voting rights, others vote-holders, and Other parties
- Other contractual rights
- Any additional facts and circumstances may indicate that the company has, or does not has, the current ability to direct the activities related to the time needed to make decisions, including how to vote at previous shareholders meetings.

The consolidation process begins when the company's achieve control on the investee enterprise (subsidiary), while that process stops when the company's loses control of the investee (subsidiary). In particular, Income and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated income statement, and the consolidated comprehensive income statement from the effective date of acquisition and up to the effective date of which it loses control of a subsidiary Company.

The profit or loss and each component of other comprehensive income elements distributed on the company's owners and owners of non-controlling interests, total comprehensive income for the subsidiary distributed to the owners of the company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balances.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the parent company.

All intra-group transactions, balances, income and expenses are eliminated in full on consolidation.

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

Financial assets designated at fair value through statement of comprehensive income

Financial assets are classified as at fair value through statement of income when the financial asset is either held for trading or it is designated as at fair value through statement of income. A financial asset is classified as held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- It is a derivative that is not designated and effective as a hedging instrument.

A financial asset other than a financial asset held for trading may be designated as at fair value through statement of income upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial asset forms part of a group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and IAS 39 *Financial Instruments: Recognition and Measurement* permits the entire combined contract (asset or liability) to be designated as at fair value through statement of income.

Financial assets at fair value through statement of income are stated at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'other gains and losses' line item in the consolidated income statement.

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
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**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

Financial assets designated at fair value through statement of other comprehensive income

Specific financial assets at fair value through statement of other comprehensive income are non-derivative financial assets, the purpose of the acquisition is to keep them as available for sale until the date of maturity, not for trading

Differences in the change in fair value of financial assets specified at fair value through other comprehensive income statement are recorded in other comprehensive income statement,

Financial assets specified at fair value through statement of other comprehensive income that is have a market prices stated at fair value after deducting any accumulated Impairment losses in its fair value,

Financial assets specified at fair value through statement of other comprehensive income that is do not have a market prices and cannot determine the fair value stated at cost and any Decline in its value recorded in other comprehensive income statement,

Profits and losses resulting from differences of foreign currency translation for the debt instruments are recorded within the financial assets specified at fair value through other comprehensive income statement in the statement of other comprehensive income, while differences from foreign currency translation for the debt instruments are recorded in the accumulated change in fair value in owners' equity.

Revenues

Revenues, from the selling of lands, apartments and projects, are recognized on the date of sale contract with the buyer.

Expenses

Marketing and selling expenses mainly include the costs spent on marketing and selling the lands and other expenses are classified as general and administrative expenses.

General and administrative expenses include direct and indirect costs which are not specifically part of production costs as required under Generally Accepted Accounting principles, Allocations between general and administrative expenses and cost of sales are made on a consistent basis when required.

Cash and cash equivalents

Cash and cash equivalents include cash, demand deposits, and highly liquid investments with original maturities of three months or less.

Accounts receivable

Account receivables are stated at invoice amount less any provision for doubtful debts. provision for doubtful debts is taken when there is an indication that the receivable may not be collected, and are written off in the same period when there is impossible recovery of them.

Accounts payable and accruals

Accounts payable are recognized against the value of obligation for services or goods received, whether billed or not billed by the supplier.

Investments in Lands held for sale

Investments in land and real estate are stated at cost. International Accounting Standard N.O (40) States that investments in lands should be stated at their cost or at fair value whichever more clearly determinable. The Company chose recording it's their investments in lands at their cost in accordance with the Accounting principles and Standards.

Projects under construction

Projects under construction are stated at cost, and borrowing costs are capitalized on withdrawals from loans to finance these projects.

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

The Decline in value of the financial assets

On date of each interim consolidated statement of financial position, values of the financial assets have been reviewed, to determine if there indication to decline in its value,

As for the financial assets such as trade accounts receivable and assets was evaluated as individual low-value, were evaluated for the decline in the value on a collective basis, The substantive evidence for decline in portfolio of the accounts receivable includes the past experience about the collection of payments, And the increase in the number of the late payments portfolio (which it's beyond the rate of borrowing) also it includes the significant changes in the international and local economic conditions that are related with non-collection of accounts payable.

The Reduce in the listed value of the financial assets is the amount of loss decline of value directly, And this is for all the financial assets except the trade accounts receivable as the listed value had been reduced by provisions accounts, When is one of the accounts receivables are non-collected then write off the amount of this debt and the equal amount from account of provisions,

The changes in the listed value for the provisions account recognized in the interim consolidated statement of comprehensive income,

As for the ownership equity tools which are available for sale, decline losses are not closed in the recognized value in the interim consolidated comprehensive income statement, However any increase in the fair value become after decline loss has recognized directly in interim consolidated owner's equity statement,

De-recognition

The Company cancels the recognition of financial assets only when the contractual rights about receipt of cash flows from the financial assets had ended, and substantially all the risks and benefits of the ownership to another firm. In the case of the company doesn't transfer or retain substantially risks or benefits of the ownership and continue in control of the transferred assets, the company in this case recognize it's retained share in the transferred assets and the related liabilities in the limits of the amounts expected to be paid. In the other case, when the company retained substantially all risks and benefits of ownership of the transferred assets, the company will continue to recognize the financial assets.

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
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**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

Property and equipment

Property and equipment are stated at cost less accumulated depreciation. Expenditure on maintenance and repairs is expensed, while expenditure for betterment is capitalized. Depreciation is provided over the estimated useful lives of the applicable assets using the straight line method. The estimated rates of depreciation of the principal classes of assets are as follows:

	<u>Annual depreciation rate</u>
Surveying equipments	%20
Electronic devices and air-conditioners	%20
Furniture and decors	%15
Computers and communication equipments	%20
Programs and websites	%25
Promotional signs	%15
Customer Service administration system	%25
Vehicles	%25

The review of the useful life and depreciation method is done on a regular basis to ensure that the depreciation method and period match with the expected economic benefits of property and equipment.

The decline in value of the non-current assets

The decline in value of the non-current assets in the date of each the financial position statement the company review the listed values for its assets to specify if there is an indication to be decline losses of the value. If there indication to that, the recovery value of the asset will be appreciated to determine the loss of decline in the value if it be .In case, in ability to appreciate the recovery value of specific asset. The company estimate the recovery value for unit producing of cash that related in the same asset .when there is ability to determine basis of distribution that is fixed and reasonable, the joint assets distribute to units producing of cash that related in the same asset. when there is ability to determine basic of distribution that is fixed and reasonable , the joint assets distribute to specific units producing of cash or it distribute to smallest group from units producing cash that it able to determine basic of distribution fixed and reasonable for it.

The Recovery value is the fair value of asset minus the cost of sale or used value whichever is higher.

In case, the recovery value (or the unit producing of cash) distribute lower than the listed value, reduce the listed value for asset (or unit producing of cash) to the recovery value. Losses of the decline recognize directly in the comprehensive income statement except the asset that is reevaluation then record losses of the decline as reduction from re-evaluation provision.

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In case , recovery losses for decline of the value , Increase the listed value of asset (or unit producing of cash) to the fair value of recovery as not to increase the adjusted listed value of asset (on unit producing of cash) as if it had not been calculating the losses of the value decline in the previous years. Record recovery of losses in value decline directly either in the profit or the loss except the asset had been recording in the re-evaluation value. In this case, record recovery of losses in value decline as increase in the re-evaluation provision.

Provisions

Provision are recognized when the company has an obligation at the date of the financial statements as a result of past events, and the cost to settle the obligation are both probable and measured reliably. The amount recognized as a provision is the best estimate of the consideration required to settle the preset obligation at the financial statements date, taking into consideration the risks and uncertainties surrounding the obligation where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of these cash flow.

When it is expected to recover some or all amounts due from other parties, the due amount will be recognized within the assets if the value can be measured reliably.

Use of estimates

Preparation of the financial statements and application of the accounting policies require the Company's management to perform estimates and judgments that affect the amounts of the financial assets and liabilities, and disclosures relating to contingent liabilities. These estimates and judgments also affect revenues, expenses, provisions and changes in the fair value shown within comprehensive income. In particular, management is required to issue significant judgments to assess future cash flows and their timing. The above –mentioned estimates are based on several assumptions and factors with varying degrees of estimation and uncertainty.

Moreover, the actual results may differ from the estimates due to changes resulting from the circumstances and situations of those estimates in the future.

The sectored report

The business sector represents a collection of assets and operation engaged together in providing product or services subjected to risks and returns that are different from those of other business sectors, which are measured according to the reports that are used by the executive director and the main decision – makers in the Company.

Geographical segment is engaged in providing products subject to the risks and rewards of a particular economic environment different from those of segments operating in other economic environments.

Offsetting

Financial assets and financial liabilities are only offset and the net amount is reported in the statement of financial position when there is a legally enforceable right to set off the recognized amounts and the company intends to either settle on a net basis, or to realize the asset and settle the liability simultaneously.

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
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**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
FOR THE SIX MONTHS ENDED JUNE 30, 2017
(EXPRESSED IN JORDANIAN DINAR)**

Income Tax

The Company is subject to Income Tax Law for the year 2009 and its subsequent amendments and the regulations issued by the Income Tax Department in the Hashemite Kingdom of Jordan and provided on accrual basis, Income Tax is computed based on adjusted net income, According to International Accounting Standard number (12), the company may have deferred taxable assets resulting from the differences between the accounting value and tax value of the assets and liabilities related to the provisions, these assets are not shown in the periodic financial statements since it's immaterial.

Foreign currency translation

Foreign currency transactions are translated into Jordanian Dinar at the rates of exchange prevailing at the time of the transactions, Monetary assets and liabilities denominated in foreign currencies at the periodic financial position date are translated at the exchange rates prevailing at that date, Gains and losses from settlement and translation of foreign currency transactions are included in the consolidated comprehensive income statement.

Leasing Contracts

Leasing contracts are classified as Capital contracts if any risks and rewards of ownership are transferred to the lease, otherwise it is classified as operational contracts.

Accrued rent under operating leases are charged to the consolidated interim statement of comprehensive income for the period of the operating lease using the straight-line method.

4. PROJECTS UNDER CONSTRUCTION AND REAL-ESTATE INVESTMENTS

This item represents the amount spent on each of the project Dabouq (Ras al-Jundi) and Mecca Street project, are as follows:

	As on June 30, 2017	As on December 31, 2016
Total cost of projects under construction	9,630,958	9,630,958
Less: Transferred to real-estate investments	3,760,188	-
	5,870,770	9,630,958
Less: Cost of projects sold	1,055,333	-
	4,815,437	9,630,958

Among the projects under construction the land of Mecca Street project registered in the name of the company, On June 28, 2016 a partnership and investment agreement was signed between the company and Mahmoud Saudi and Ahmad Saudi companies. It was agreed that the company Mahmoud Saudi and Ahmed Saudi design, construction of the project and supervision of its implementation until the completion.

So that the parties become 50% of the total project. During 2017 the project was completed and the company's share of the project was converted into real estate investments at a total cost of JD 3,760,188 consisting of four exhibitions and seven offices with a total area of 1,347 Square meters.

COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
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**5. FINANCIAL ASSETS DESIGNATED AT FAIR VALUE THROUGH STATEMENT
OF OTHER COMPREHENSIVE INCOME**

	Number of shares		Value of shares	
	2017	2016	2017	2016
General Lightweight Concrete Industries Co. *	130,141	130,141	19,521	19,521
Arab Bank	216	216	1,274	1,333
Comprehensive Multiple Transportations Co. **	251,875	251,875	201,500	239,281
Comprehensive Multiple Projects	35,000	35,000	36,750	43,400
			259,045	303,535

*General Lightweight Concrete Industries Company is under liquidation.

** During 2016, Comprehensive Multiple Transportations Company decreased its capital approximately by 78, 33%

6- LANDS HELD FOR SALE

- Investments in lands held for sale include a land in Dair Ghbbar within a cost of JD 504,723, and based on the evaluation of authenticated experts in 2011, the fair value of the land is JD 25,323 in which a provision has been made so the value became JD 479,400 and during 2016, improvements on the land has been made by JD 3,823.

- Investments in lands held for sale also include a land in Zamelat Al Qaraqeer within a cost of JD 192,106.

7- APARTMENTS HELD FOR SALE

*The land of Al Shmisani project which is registered by the name of Ain Al Rebat Company (Subsidiary Company). In 2012, the company purchased the portions of partners by JD 350,000 on the basis of owner's equity as of December 31, 2011 which equaled JD 321, 692 and the difference between the cost of purchase and owners' equity which equal JD 28,308 has been considered an increase of the value of the land. During 2014, the project has been completed and five apartments have been sold in 2014 and three in 2015 out of twelve apartments.

	As on June 30, 2017	As on December 31, 2016
Project Value January 1	340,356	338,106
Additions	-	2,250
Cost of apartments held for sale	340,356	340,356

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
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8- CASH AND CASH EQUIVALENTS

	As on June 30, 2017	As on December 31, 2016
Cash on hand	1,650	1,992
Cash at banks *	297,293	228,178
	298,943	230,170

* Cash at banks include a deposit by JD 200,000.

9. RESERVES

Issuance Premium:

The Item represents the accumulated amounts of amounts resulting from the differences between issuance price and book value per share resulting from increasing the capital.

Statutory reserve:

In accordance with the Companies' Law in the Hashemite Kingdom of Jordan and the Company's Article of Association, the Company has established a statutory reserve by the appropriation of 10% of net income until the reserve equals 25% of the capital. However, the Company may, with the approval of the General Assembly continue deducting this annual ratio until this reserve is equal to the subscribed capital of the Company in full. This reserve is not available for dividends distribution.

Voluntary reserve:

In accordance with the Companies' Law in the Hashemite Kingdom of Jordan and the Company's Article of Association, the Company can establish a voluntary reserve by and an appropriation of no more than 20% of net income. This reserve is available for dividends distribution till the approval of the Company's General Assembly.

10. BANK OVERDRAFTS

The Company obtained facilities from Etihad Bank by JD 3,150,000 in which interests are capitalized for the first year until December 31, 2016, afterwards the interests are monthly paid within an interest of % 8,75 and without commission. The facilities are paid back on one installment on December 31, 2016 in which it is personally guaranteed by Nichola George Abu Khadeer, and the mortgage of Mecca (Note-11).

11. LOANS

The credit facilities were transferred to a reduced loan from Union Bank with a balance of JD 1,934,000 payable under 5 annual installments of JD 387,000 excluding interest paid starting from September 1, 2017, And so on at the beginning of every subsequent year until the full payment except for the last installment, which represents the rest of the balance, which is due on September 1, 2021 at an interest rate of 8.75% minus margin at the rate of 1.5% per annum against a mortgage of the first class on a plot of land No. (126) Soldier No. (22) and a second class mortgage with a value of (434,000) JD on the same piece of land No. (126) Ras Al-Jundi Basin No. (22).

COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
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12. FINANCIAL INSTRUMENTS

The Fair Value

The fair value of financial assets and financial liabilities Financial assets include cash and cash equivalents and checks under collection and receivables, securities, and include accounts payable, credit facilities and loans and credits and other financial liabilities.

First level: the market prices stated in active markets for the same financial instruments.

Level II: assessment methods depend on the input affect the fair value and can be observed directly or indirectly in the market.

Level III: valuation techniques based on inputs affect the fair value cannot be observed directly or indirectly in the market.

June 30, 2017	level one	Second Level	third level	Total
Financial assets designated at fair value through statement of comprehensive income	-	-	-	-
Financial assets designated at fair value through statement of other comprehensive income	259,045	-	-	259,045
	259,045	-	-	259,045
December 31, 2016	level one	Second Level	third level	Total
Financial assets designated at fair value through statement of comprehensive income	-	-	-	-
Financial assets designated at fair value through statement of other comprehensive income	303,535	-	-	303,535
	303,535	-	-	303,535

The value set out in the third level reflects the cost of buying these assets rather than its fair value due to the lack of an active market for them, this is the opinion of Directors that the purchase cost is the most convenient way to measure the fair value of these assets and that there was no impairment.

Management of Capital Risks

The Company manages its capital to make sure that the Company will continue when it is take the highest return by the best limit for debts and shareholders' equity balances. The Company's strategy has not change from year 2016.

Structuring of Company's capital includes debts, and the shareholders equity in the Company which includes Common stock, additional paid in capital, reserves, Accumulated change in fair value, proposed dividends and retained earnings as it listed in the consolidated statement of changes in owner's equity.

**COMPREHENSIVE LAND DEVELOPMENT AND INVESTMENT
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Continued)
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Financial Risks Management

Market risks

The Company's activities might be exposing mainly to the followed financial risks:

Foreign currencies Risks Management

The company doesn't expose to significant risks related with the foreign currencies changing, so there is no need to effective management for this exposed.

Interest Price Risks Management

Risk related to interest rate result mainly from borrowing money at varying interest rates and short term deposits at fixed interest rates.

Other prices risks

The Company exposes to price risks resulting from its investments in owners' equity to other companies. The Company keeps investments in other company's owner's equity for strategic purposes and not for trading purposes.

The Company has no trading activity in those investments.

Credit risk management

The credit risks represent in one part of the financial instruments contracts has not obligated to pay the contractual obligations and cause of that the Company is exposing financial losses, However, there are no any contracts with any other parts so the Company doesn't expose to different types of the credit risks

13-APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the Directors and authorized for issuance on July 16, 2017.