



بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ  
- بورصة عمان  
- كسب عم  
- كسب خاص  
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شركة الألبان الأردنية المساهمة العامة المحدودة  
JORDAN DAIRY COMPANY LTD.

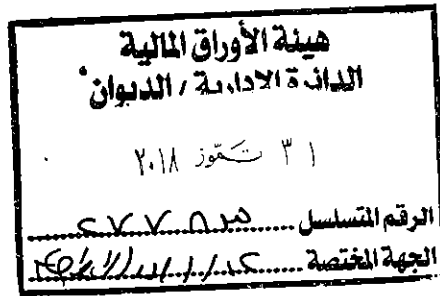
Date: 31/7/2018

M/S: JORDAN SECURITIES COMMISSION:

Disclosure

Kindly see the consolidated financial statements for the period 30/6/2018 and independent auditors report for Jordan Dairy Co

With regards



*Jordan Dairy Company  
Public Shareholding Company  
Interim Consolidated Financial Statements  
For the period from 1/1/2018 to 30/6/2018  
Report on the review of the interim financial  
information (Unaudited)*

**Jordan Dairy Company  
Public Shareholding Company**

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Report on the review of the interim consolidated financial information (Unaudited)

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**Report on the review of the interim consolidated financial information (Unaudited)**

**To the Board of Directors,  
Jordan Dairy Company  
Public Shareholding Company**

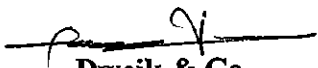
We have reviewed the accompanying interim consolidated financial statements of **Jordan Dairy Company (plc)** and the related Interim Consolidated Statement of Comprehensive Income, Interim Consolidated Changes in Equity and Interim Consolidated Cash Flow for the six months period ended on June 30<sup>th</sup>, 2018, and a summary of significant accounting policies and other explanatory notes from (1-7). Management is responsible for the preparation and fair presentation of this interim consolidated financial information in accordance with the International Standard 34 (Interim Financial Reports). Our responsibility is to express a conclusion on this interim consolidated financial information 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 consolidated 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 consolidated financial information does not give a true and fair view of the **Jordan Dairy Company (plc)** financial position as at June 30<sup>th</sup>, 2018, and of its consolidated financial performance and its consolidated cash flows for the six month period then ended in accordance International Standard 34 (Interim Financial Reports).

  
**Dweik & Co.**  
Member of  
**Leading Edge Alliance International**  
**Rafiq T. Dweik (PHD)**  
Audit license No (386)



**July 28<sup>th</sup>, 2018  
Amman - Jordan**

Statement (A)

**Jordan Dairy Company**  
**Public Shareholding Company**  
Statement of Interim Consolidated Financial Position  
as of June 30<sup>th</sup>, 2018

<b>Assets</b>	<b><u>30/6/2018/JD</u></b>	<b><u>31/12/2017/JD</u></b>
<b><u>Current Assets</u></b>		
Cash and cash equivalents	345772	1160260
Checks under collection	2011408	1590469
Accounts' receivable - Net	3188924	2407754
Inventory - Net	1620523	1659866
L/C's	54615	87728
Other current assets	553775	324309
<b>Total Current Assets</b>	<b><u>7775017</u></b>	<b><u>7230386</u></b>
<b><u>Non Current Assets</u></b>		
Property, plant & equipment	5336837	5305610
Biological assets	1558328	1706221
Property & plant under progress	999798	783481
<b>Total Non Current Assets</b>	<b><u>7894963</u></b>	<b><u>7795312</u></b>
<b>Total Assets</b>	<b><u>15669980</u></b>	<b><u>15025698</u></b>
<b><u>Liabilities &amp; Stockholders' Equity</u></b>		
<b><u>Current Liabilities</u></b>		
Due to banks	357357	000
Short term loan	247663	300000
Notes payable	288948	407080
Accounts' payable	2474889	2292591
Other current liabilities	716138	883391
<b>Total Current Liabilities</b>	<b><u>4084995</u></b>	<b><u>3883062</u></b>
<b><u>Non Current Liabilities</u></b>		
Long term loan	643824	207945
<b><u>Stockholders' Equity</u></b>		
Capital	4000000	4000000
Statutory reserve	1615381	1615381
Voluntary reserve	262500	262500
Shares' premium	1345417	1345417
Retained earnings	3717863	3711393
<b>Net Stockholders' Equity</b>	<b><u>10941161</u></b>	<b><u>10934691</u></b>
<b>Total Liabilities &amp; Stockholders' Equity</b>	<b><u>15669980</u></b>	<b><u>15025698</u></b>

“ The accompanying notes are an integral part of these statements ”

**Jordan Dairy Company (plc)**  
**Amman – Jordan**  
**Statement of Interim Consolidated Comprehensive Income**  
**for the Period Ended June 30<sup>th</sup>, 2018, 2017**

<b><u>Comprehensive income</u></b>	<b><u>30/6/2018</u></b> <b><u>JD</u></b>	<b><u>30/6/2017</u></b> <b><u>JD</u></b>
Net sales	8714994	8296516
Cost of sales	(7314144)	(6840697)
<b>Gross income</b>	<b>1400850</b>	<b>1455819</b>
<b><u>Overhead expenses &amp; other costs</u></b>		
Sales & distribution expenses	(498808)	( 490407)
Overhead expenses	(425360)	( 371326)
Depreciation	(77389)	( 76665)
Banking interest & expenses	(335)	( 2187)
Change in fair value of biological assets	(117807)	(127059)
Other revenue	17202	13316
Gains of disposal of property & equipment	8117	21552
Commission for acquiring financial assets	000	( 999)
(Loss) of disposal of financial assets fair value through comprehensive income	000	( 4453)
<b>Income for the period/ Comprehensive income</b>	<b>306470</b>	<b>417591</b>
<b>Earnings per share from comprehensive income for the period</b>	<b>7,66%</b>	<b>10.44%</b>
<b>Weighted Average Shares</b>	<b>4000000</b>	<b>4000000</b>

**“ The accompanying notes are an integral part of these statements ”**

Statement (C)

**Jordan Dairy Company (plc)**  
**Amman – Jordan**  
**Statement of Interim Consolidated Changes in Equity**  
**for the Period Ended June 30<sup>th</sup>, 2018, 2017**

Description	Capital	Statutory reserve	Voluntary reserve	Shares' Premium	Retained Earnings		Total
					Realized	Unrealized	
Balance as of Dec. 31, 2017	4000000	1615381	262500	1345417	3373023	338370	10934691
Dividends for distribution	000	000	000	000	( 300000)	000	( 300000)
Income for the period / Comprehensive income	000	000	000	000	424277	(117807)	306470
<b>Balance as of June 30<sup>th</sup>, 2018</b>	<b>4000000</b>	<b>1615381</b>	<b>262500</b>	<b>1345417</b>	<b>3497300</b>	<b>220563</b>	<b>10941161</b>
Balance as of Dec. 31, 2016	4000000	1462111	262500	1345417	2625741	278674	9974443
Income for the period / Comprehensive income	000	000	000	000	544650	(127059)	417591
<b>Balance as of June 30<sup>th</sup>, 2017</b>	<b>4000000</b>	<b>1462111</b>	<b>262500</b>	<b>1345417</b>	<b>3170391</b>	<b>151615</b>	<b>10392034</b>

“The accompanying notes are an integral part of these statements”

Statement (D)

**Jordan Dairy Company (plc)**  
**Amman – Jordan**  
**Statement of Interim Consolidated Cash Flows**  
**for the Period Ended June 30<sup>th</sup>, 2018, 2017**

	<u>30/6/2018</u>	<u>30/6/2017</u>
	<u>JD</u>	<u>JD</u>
<b>Cash Flows From Operating Activities:</b>		
Income for the period / Comprehensive income	306470	417591
<b>Adjustments:</b>		
Depreciation	377937	365076
Gains on disposal of property & equipment	(8117)	( 21552)
Change in fair value of biological assets	117807	127059
<b>Operating income before working capital changes:</b>	<u>794097</u>	<u>888174</u>
Accounts' receivable and other current assets	(1398462)	(435866)
Inventory	39343	65989
Accounts' payable and other current liabilities	15045	( 11954)
<b>Net cash flows from operating activities</b>	<u>(549977)</u>	<u>506343</u>
<b>Cash Flows From Investing Activities:</b>		
Biological assets	30086	71451
Property, plant & equipment	(401047)	(230425)
Property & equipment under process	(216317)	(188721)
Financial assets fair value through comprehensive income	000	182919
<b>Net cash flows from investing activities</b>	<u>(587278)</u>	<u>(164776)</u>
<b>Cash Flows From Financing Activities:</b>		
Notes' payables	(118132)	44741
Due to banks	357357	(169621)
Loans	383542	225212
Dividends	(300000)	000
<b>Net cash flows from financing activities</b>	<u>322767</u>	<u>100332</u>
<b>Net change in cash and cash equivalents</b>	<u>(814488)</u>	<u>441899</u>
<b>Cash &amp; cash equivalents at beginning of the period</b>	<u>1160260</u>	<u>532527</u>
<b>Cash &amp; cash equivalents at end of the period</b>	<u><u>345772</u></u>	<u><u>974426</u></u>

“The accompanying notes are an integral part of these statements”



**Jordan Dairy Company (plc)**  
**Amman – Jordan**  
**Notes to Interim Consolidated Financial Statements**  
**June 30<sup>th</sup>, 2018**

**1- Constitution and objectives:**

- A- The company is registered as a public shareholding company in the public shareholding companies register at Companies Control Department under the No. (68) on February 29<sup>th</sup>, 1968, and justified its legal status on December 10<sup>th</sup>, 1989.
- B- The interim consolidated financial statements were approved by the broad of directors on 28/July/2018.
- C- **Objectives:**  
To establish plants for dairy products, establishing projects and industries related to dairy industry and marketing its products and trading in its products.

**2- Significant accounting policies:**

The interim consolidated financial statements are prepared under the International Standard 34 (Interim Financial Reports) and the related interpretations originated by the International financial Reporting Interpretations Committee.

The interim consolidated financial statements do not include all significant matters and explanatory notes that are required for the annual financial statements and are prepared in accordance with the International Financial Reporting Standards, in addition the interim consolidated financial performance is not necessarily represents an indicator of the annual financial performance.

Accounting policies are implemented on consistent bases in the financial statements as previously implemented.

**3- Investment in Subsidiary:**

The company owns 100% of the capital of the subsidiary company (Al Maha Agricultural & Zoological Investments Co. L.L.C.) that being JD (1,000,000), the subsidiary's interim financial statements show that its assets as of 30/6/2018 are JD (7,375,284), comprehensive income for the period/ Comprehensive income is JD (519,781) and net equity is JD (5,612,353). For the purposes of preparing separate interim financial statements, investments in subsidiaries are recorded using the cost method, with the recognition of any decline in the investment's value - if any -. Dividends arising from investments in subsidiaries are recorded when the General Assembly of the subsidiary decide distributing such dividends

4- **Corporate Tax position:**

- ◆ The tax position of the Company was finalized with Income and Sales Tax Department till end of the year 2015.
- ◆ Tax declaration of the Company for the years 2016, 2017 were submitted to Income and Sales Tax Department, and tax assessment still not made by the Department yet.
- ◆ The tax position of the subsidiary was finalized with Income and Sales Tax Department till end of the year 2015.

5- **Operating Segments:**

- ◆ The company and its subsidiary practice it's activities through:
  1. **Industrial activity:**

Industrial activity includes the production and sale of various dairy products and miscellaneous plastic bottles.
  2. **Cattle and trees' farms activity:**

Cattle and trees' farms' activities include fattening and breeding cattle, sheep and calves and establishing farms and trading with its products.
- ◆ The following table shows the presentation of the results of the operating segments:

<b><u>A- Comprehensive Income Information</u></b>	<b><u>Industrial Activity</u></b>	<b><u>Farms Activity</u></b>	<b><u>30/6/2018</u></b>
	<b><u>JD</u></b>	<b><u>JD</u></b>	<b><u>JD</u></b>
Net sales	5001808	3713186	8714994
Cost of sales	(4394986)	(2919158)	(7314144)
<b>Gross profit</b>	<b>606822</b>	<b>794028</b>	<b>1400850</b>
Allocated expenses	(498808)	(274247)	(773055)
Unallocated expenses	000	000	(346644)
Unallocated revenues	000	000	25319
<b>Income for the period / Comprehensive income</b>			<b>306470</b>
<b><u>B- Other Information</u></b>			
Assets segment except cash	10568028	4756180	15324208
Unallocated assets	000	000	345772
<b>Total Assets</b>			<b>15669980</b>

6- **Contingencies**

Following are the parent and subsidiary's contingent liabilities as at the date of the interim consolidated financial statements:

	<u>30/6/2018</u>
	<u>JD</u>
L/C's & collections	95392
L/Gs	500696
<b>Total</b>	<u><u>596088</u></u>

7- **General:**

- a) Attention must be drawn to the effect of the Jordan Securities Commission regulations and Jordanian Companies Law on calculating statutory reserve only on the realized earnings bases, as well as presenting the unrealized earnings separately in the retained earnings item. Attention to be drawn to restrictions on the distributing dividends for unrealized earnings.
- b) The General Assembly decided in its Ordinary Meeting held on 28/4/2018 to distribute part of the retained earnings as of 31/12/2017 to the shareholders by JD (300000).