

شركة مصانع الكابلات المتحدة  
United Cable Industries Co.

التاريخ : 2019/05/01م.  
الإشارة : SHR/034/19

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السادة هيئة الأوراق المالية المحترمين  
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الموضوع: البيانات المالية باللغة الانجليزية للربع الأول لعام 2019

تحية طيبة وبعد ،

إشارة إلى الموضوع أعلاه، نرفق لكم طيه البيانات المالية الخاصة  
بالربع الأول من العام 2019 باللغة الإنجليزية.

وتفضلوا بقبول فائق الاحترام ،،،

نائب رئيس مجلس الإدارة

م. سليمان عايش ابو لحية



هيئة الأوراق المالية  
الدائرة الإدارية / الديوان

۵ آيار ۲۰۱۹

الرقم التسلسلي ..... ٢٢٢٢٢٢٢٢

الجهة المختصة

**United Cable Industries Company**  
**Public Shareholding Company**  
**Condensed Interim Financial Statements (Unaudited)**  
**31 March 2019**

United Cable Industries Company  
Public Shareholding Company

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**Report on Review of Condensed Interim Financial Statements**

To The Board of Directors  
United Cable Industries Company  
Public Shareholding Company  
Amman - Jordan

**Introduction**

We have reviewed the accompanying condensed interim financial statements of United Cable Industries Company PLC, comprising the interim statement of financial position as at 31 March 2019 and the related interim statement of comprehensive income, interim statement of changes in equity and interim statement of cash flows for the three months period then ended and the notes about condensed interim financial statements. Management is responsible for the preparation and presentation of this condensed interim financial statement in accordance with International Accounting Standard number (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim financial statements based on our review.

**Scope of Review**


We conducted our review in accordance with the International Standard on Review Engagements number (2410) "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial statement 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 condensed interim financial statements are not prepared, in all material respects, in accordance with International Accounting Standard number (34) "Interim Financial Reporting".

25 April 2019  
Amman - Jordan



  
**Arab Professionals**  
**Ibrahim Hammoudah**  
**(License No. 606)**

United Cable Industries Company  
Public Shareholding Company  
Interim statement of financial position as at 31 March 2019  
(In Jordanian Dinar)

	31 March 2019 (Unaudited)	31 December 2018 (Audited)
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	16,039,491	16,362,762
Notes receivable - long term	1,450,629	1,582,130
Checks under collection - long term	175,000	232,000
<b>Total non-current assets</b>	<u>17,665,120</u>	<u>18,176,892</u>
<b>Current assets</b>		
Inventories	9,012,173	14,666,450
Spare parts	983,191	986,053
Sales tax withholdings	1,564,811	1,902,172
Other current assets	833,207	415,914
Accounts receivable	5,794,372	6,021,058
Notes receivable - short term	797,236	723,180
Checks under collection - short term	4,737,514	4,849,010
Cash and cash equivalents	5,004,230	2,128,109
<b>Total current assets</b>	<u>28,726,734</u>	<u>31,691,946</u>
<b>Total assets</b>	<u><u>46,391,854</u></u>	<u><u>49,868,838</u></u>
<b>Equity and Liabilities</b>		
<b>Equity</b>		
Paid-in capital	35,000,000	35,000,000
Statutory reserve	684,749	684,749
Voluntary reserve	14,418	14,418
Accumulated losses	(2,607,018)	(1,740,949)
<b>Total equity</b>	<u>33,092,149</u>	<u>33,958,218</u>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Bank facilities – long term	<u>1,626,529</u>	<u>1,623,219</u>
<b>Liabilities</b>		
Bank facilities – short term	10,407,201	12,053,930
Accounts payable	565,588	1,453,886
Shareholders withholdings	636,571	659,747
Postdated checks	14,550	36,375
Other current liabilities	49,266	83,463
<b>Total current liabilities</b>	<u>11,673,176</u>	<u>14,287,401</u>
<b>Total liabilities</b>	<u>13,299,705</u>	<u>15,910,620</u>
<b>Total equity and liabilities</b>	<u><u>46,391,854</u></u>	<u><u>49,868,838</u></u>

“The accompanying notes from (1) to (3) are an integral part of these condensed interim financial statements and read with review report”



**United Cable Industries Company**  
**Public Shareholding Company**  
**Interim statement of comprehensive income for the three months ended at 31 March 2019**

(In Jordanian Dinar)

	31 March 2019 <u>(Unaudited)</u>	31 March 2018 <u>(Unaudited)</u>
Sales	8,656,216	9,063,092
Cost of sales	<u>(9,157,211)</u>	<u>(8,425,587)</u>
<b>Gross (loss) profit</b>	<b>(500,995)</b>	<b>637,505</b>
Administrative expenses	(125,903)	(175,839)
Selling and distribution expenses	(76,377)	(92,980)
Financing expenses	(177,735)	(85,896)
Interest revenues	-	51,017
Other Income	<u>14,941</u>	<u>-</u>
<b>(Loss) profit for the period before income tax</b>	<b>(866,069)</b>	<b>333,807</b>
Income tax	<u>-</u>	<u>(15,145)</u>
<b>Total comprehensive (loss) income for the period</b>	<b><u>(866,069)</u></b>	<b><u>318,662</u></b>
<b>Basic and diluted (losses) earnings per share</b>	<b><u>(0.025)</u></b>	<b><u>0.008</u></b>

"The accompanying notes from (1) to (3) are an integral part of these condensed interim financial statements and read with review report"

United Cable Industries Company  
Public Shareholding Company  
Interim statement of changes in equity for the three months ended at 31 March 2019

(In Jordanian Dinar)

	Paid - in Capital	Reserves		Accumulated (Losses) Earnings	Total
		Statutory	Voluntary		
Balance at 1 January 2019	35,000,000	684,749	14,418	(1,740,949)	33,958,218
Total comprehensive loss for the period	-	-	-	(866,069)	(866,069)
Balance at 31 March 2019	<u>35,000,000</u>	<u>684,749</u>	<u>14,418</u>	<u>(2,607,018)</u>	<u>33,092,149</u>
Balance at 1 January 2018	40,000,000	684,749	14,418	1,211,845	41,911,012
Total comprehensive income for the period	-	-	-	318,662	318,662
Balance at 31 March 2018	<u>40,000,000</u>	<u>684,749</u>	<u>14,418</u>	<u>1,530,507</u>	<u>42,229,674</u>

"The accompanying notes from (1) to (3) are an integral part of these condensed interim financial statements and read with review report"

United Cable Industries Company  
Public Shareholding Company  
Interim statement of cash flows for the three months ended at 31 March 2019  
(In Jordanian Dinar)

	31 March 2019 (Unaudited)	31 March 2018 (Unaudited)
<b>Operating Activities</b>		
(Loss) profit for the period before income tax	(866,069)	333,807
Depreciation	324,048	284,914
<b>Changes in working capital</b>		
Checks under collection	168,496	(241,163)
Accounts receivable	226,686	(93,876)
Notes receivable	57,445	379,737
Inventories	5,654,277	86,558
Spare parts	2,862	(65,943)
Sales Tax withholding	337,361	-
Other current assets	(417,293)	(792,665)
Accounts payable	(888,298)	(1,112,475)
Other current liabilities	(34,197)	(57,723)
Postdated checks	(21,825)	-
Paid income tax	-	(9,246)
<b>Net cash flows from (used in) operating activities</b>	<u>4,543,493</u>	<u>(1,288,075)</u>
<b>Investing Activities</b>		
Property, plant and equipment	(777)	(82,138)
Projects under construction	-	(9,734)
<b>Net cash flows used in investing activities</b>	<u>(777)</u>	<u>(91,872)</u>
<b>Financing Activities</b>		
Bank facilities	(1,643,419)	2,158,150
Shareholders withholdings	(23,176)	-
<b>Net cash flows (used in) from financing activities</b>	<u>(1,666,595)</u>	<u>2,158,150</u>
<b>Changes in cash and cash equivalents</b>	<u>2,876,121</u>	<u>778,203</u>
Cash and cash equivalents, beginning of the year	<u>2,128,109</u>	<u>7,841,768</u>
Cash and cash equivalents, end of the period	<u><u>5,004,230</u></u>	<u><u>8,619,971</u></u>

"The accompanying notes from (1) to (3) are an integral part of these condensed interim financial statements and read with review report"



**United Cable Industries Company**  
**Public Shareholding Company**  
**Notes to the Condensed Interim Financial Statements (Unaudited)**  
**31 March 2019**  
**(In Jordanian Dinar)**

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**1 . General**

United Cable Industries Company was established on 5 July 2007 in accordance with Jordanian Companies Law No. (441) as a Public Shareholding Company. The Company head office is in the Hashemite Kingdom of Jordan. Company's main objective is manufacturing cables and related products.

Company's shares are listed in Amman Stock Exchange – Jordan.

The accompanying condensed interim financial statements were authorized for issue by the Company's Board of Directors in its meeting held on 25 April 2019.

**2 . Summary of Significant Accounting Policies**

**Basis of Preparation**

The condensed interim financial statements of the Company have been prepared in accordance with International Accounting Standard number (34) "Interim Financial Reporting". They do not include all of the information required in annual financial statements in accordance with IFRSs, and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2018.

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

The condensed interim financial statements are presented in Jordanian Dinar which is the functional currency of the Company.

The accounting policies are consistent with those used in the previous period, except for the adoption of new and amended standards effective as at the beginning of the period.

**Use of Estimates**

The preparation of the interim financial statements requires management to make estimates and assumptions that affect the reported amount of financial assets and liabilities and disclosure of contingent liabilities. These estimates and assumptions also affect the revenues, expenses and the provisions. Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgment and uncertainty and actual results may differ resulting in future changes in such provisions.

The main estimates used in the preparation of the condensed interim financial statements are as follow:

- Management reviews periodically the tangible assets in order to assess the depreciation for the period based on the useful life and future economic benefits. Any impairment is taken to the interim statement of profit or loss.
- Inventories are held at the lower of cost or net realizable value. When inventories become old or obsolete, an estimate is made of their net realizable value. For individually significant amounts this estimation is performed on an individual basis. Amounts which are not individually significant, but which are old or obsolete, are assessed collectively and a provision applied according to the inventory type and the degree of ageing or obsolescence, based on historical selling prices.
- The measurement of impairment losses under IFRS 9 requires judgment, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances. Elements of the expected credit loss model that are considered accounting judgments and estimates include Probability of default (PD), Loss given default (LGD) and Exposure at default (EAD).

**3 . Tax Status**

- The Company has settled its tax liabilities with the Income Tax Department up to the year ended 2015.
- The income tax returns for the years 2016 , 2017 and 2018 have been filed with the Income Tax Department but the Department has not reviewed the Company's records till the date of this report.
- No income tax provision has been taken on the Company's results of operations for the three months ended at 31 March 2019 as the Company's expenses exceeded its taxable revenues.