

<p>To: Jordan Securities Commission Amman Stock Exchange Date: 29 / 7 / 2018 Subject: Semi- Annual Report as of 30/06/2018</p>	<p>السادة هيئة الاوراق المالية السادة بورصة عمان التاريخ: 2018 / 7 / 29 -الموضوع : التقرير نصف السنوي كما هو في <u>2018/06/30</u></p>
<p>Attached the company's Semi- Annual Report of (Injaz For Development & Projects) As of 30/06/2018</p> <p>Containing the required material in PDF format</p>	<p>مرفق طيه نسخة من التقرير نصف السنوي لشركة (انجاز للتنمية والمشاريع المتعددة) كما هو بتاريخ 2018 / 06 / 30 م بالإضافة ل CD بصيغة PDF للمادة المطلوبة</p>
<p>Kindly accept our highly appreciation and respect</p> <p>Company's Name(Injaz For Development & Projects)</p> <p>General Manager's Signature</p>	<p>وتفضلوا بقبول فائق الاحترام،،،</p> <p>اسم شركة : انجاز للتنمية والمشاريع المتعددة توقيع المدير العام</p> 

بورصة عمان
الدائرة الإدارية والمالية
الديوان
٢٩ تموز ٢٠١٨
الرقم التسلسلي، ٥٦ ٧٧
رقم الملف، ٥٨ ٤١
الجهة المختصة، المدير العام

انجاز للتنمية والمشاريع المتعددة
عمان - السويبية

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED FINANCIAL
STATEMENTS AND REVIEW REPORT
FOR THE PERIOD ENDED JUNE 30, 2018**

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS AND REVIEW REPORT
FOR THE PERIOD ENDED JUNE 30, 2018
(EXPRESSED IN JORDANIAN DINAR)**

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REPORT ON REVIEWING THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To the president and members of the board of directors
Injaz for Development and Projects Company P.L.C

Introduction

We have reviewed the accompanying Interim Consolidated Statement of Financial Position for Injaz for Development and Projects Company (P.L.C.) as of June 30, 2018, and the related statements of Interim Consolidated Comprehensive Income, other Comprehensive Income, Owners' equity and cash flows for the period then ended. The management is responsible for preparing and presenting the company's Interim Consolidated 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 moderate 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 to financial data. The range of our review is narrower than the broad range of audit procedures applied according to International Auditing Standards. Accordingly, getting assurances and confirmations about other important aspects checked through an audit procedure was not achievable. Hence, we don't express an opinion regarding this regard.

Conclusion

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

Other Matter

The financial statement for subsidiary (Arab Tower Contracting Company (Ltd)) for year ended December 31, 2017 whose financial statement represent 85% of total assets and 100% of the total revenue of the consolidated financial statement have been reviewed by another auditor and he release his unqualified opinion on February 28, 2018, and review the Interim Financial Statements for subsidiary (Arab Tower Contracting Company (Ltd)) for the six months ended June 30, 2018 whose financial statement represent 85% of total assets and 100% of the total revenue of the interim consolidated financial statement have been reviewed by another auditor and he release his unqualified opinion on July 22, 2018.

Ghosheh & Co.

Wald M. Taha

License No. (703)

Ghosheh & Co. (CPA's)



A member of
Nexia
International

غوشه و شركاه (محاسبون قانونيون)

Amman-Jordan

July 26, 2018

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2018 AND DECEMBER 31, 2017
(EXPRESSED IN JORDANIAN DINAR)**

	Note	2018	2017
ASSETS			
Non-current assets			
Goodwill	10	27,508,872	27,508,872
Property and equipment	4	23,078,651	23,988,272
Long-term projects retentions		5,894,314	6,879,227
Financial assets designated at fair value through other comprehensive income		216,296	234,221
Total non-current assets		56,698,133	58,610,592
Current assets			
Prepaid expenses and other receivables		6,086,376	4,608,928
Inventories		9,789,987	9,136,363
Projects under construction		8,205,727	7,997,965
Amount due from customers on construction contract		19,376,478	40,071,117
Accounts receivable and checks under collection	6	71,953,113	43,027,847
Short-term projects retentions		7,478,962	8,663,752
Cash and cash equivalents	5	6,765,134	6,097,773
Total current assets		129,655,777	119,603,745
TOTAL ASSETS		186,353,910	178,214,337
LIABILITIES AND OWNERS' EQUITY			
Owners' equity			
Share capital	1	37,720,000	37,720,000
Statutory reserve		1,468,614	1,468,614
Special reserve		21,906	21,906
Fair value reserve		(124,239)	(106,314)
Retained earnings		5,725,187	7,014,446
Equity attributable to equity holders of the parent company		44,811,468	46,118,652
Non- controlling interest		6,639,863	6,257,994
Total owners' equity		51,451,331	52,376,646
Current liabilities			
Accrued expenses and other liabilities		4,814,691	6,463,880
Advanced received payments from construction contract		15,334,229	14,752,832
Accounts payable and deferred checks	7	61,429,855	58,889,730
Notes payable		46,550	429,650
Short-term loans	8	36,389,869	29,498,048
Banks overdraft	9	16,887,385	15,803,551
Total current liabilities		134,902,579	125,837,691
TOTAL LIABILITIES AND OWNERS' EQUITY		186,353,910	178,214,337

The accompanying notes are an integral part of these consolidated financial statements

INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED INCOME STATEMENT (Unaudited)
FOR THE PERIOD ENDED JUNE 30, 2018
(EXPRESSED IN JORDANIAN DINAR)

	For the period		For the beginning of the year to	
	April 1, 2018 till June 30, 2018	April 1, 2017 till June 30, 2017	June 30, 2018	June 30, 2017
Revenues	31,314,270	55,289,941	67,115,076	113,256,238
Cost of revenues	(29,788,182)	(53,974,888)	(64,007,065)	(109,691,734)
Gross profit	1,526,088	1,315,053	3,108,011	3,564,504
General and administrative expenses	(555,834)	(621,511)	(1,379,942)	(1,452,065)
Financial charges	(448,204)	(396,442)	(641,688)	(805,231)
Other revenues and expenses	195,513	121,301	425,143	150,076
Income before income tax	717,563	418,401	1,511,524	1,457,284
Income tax	(91,062)	(192,610)	(344,314)	(376,974)
INCOME FOR THE PERIOD	626,501	225,791	1,167,210	1,080,310
Attributable to:				
Equity holders of the parent	424,578	142,289	785,341	718,929
Non-controlling interests	201,923	83,502	381,869	361,381
	626,501	225,791	1,167,210	1,080,310
Earning pershare				
Earning pershare- JD/ share	0,011	0,004	0,020	0,020
Outstanding weighted average share	37,720,000	35,250,000	37,720,000	35,250,000

The accompanying notes are an integral part of these consolidated financial statements

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)
FOR THE PERIOD ENDED JUNE 30, 2018
(EXPRESSED IN JORDANIAN DINAR)**

	For the period		For the beginning of the year to	
	April 1, 2018 till June 30, 2018	April 1, 2017 till June 30, 2017	June 30, 2018	June 30, 2017
Income for the period	626,501	225,791	1,167,210	1,080,310
Changes on fair value reserve	(69,309)	(10,755)	(17,925)	99,185
Total other comprehensive income for the period	557,192	215,036	1,149,285	1,179,495
Attributable to:				
Equity holders of the parent	175,323	131,534	767,416	818,114
Non-controlling interests	381,869	83,502	381,869	361,381
	557,192	215,036	1,149,285	1,179,495

The accompanying notes are an integral part of these consolidated financial statements

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED STATEMENT OF OWNERS' EQUITY (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2018
(EXPRESSED IN JORDANIAN DINAR)**

	Note	Share capital	Issuance premium	Statutory reserve	Special reserve	Fair value reserve	Retained earnings	Equity attributable to equity holders of the parent	Non-Controlling Interest	Total Owners' equity
Balance at December 1, 2018		37,720,000	-	1,468,614	21,906	(106,314)	7,014,446	46,118,652	6,257,994	52,376,646
Dividends		-	-	-	-	-	(2,074,600)	(2,074,600)	-	(2,074,600)
Comprehensive income for period		-	-	-	-	(17,925)	785,341	767,416	381,869	1,149,285
Balance at June 30, 2018		37,720,000	-	1,468,614	21,906	(124,239)	5,725,187	44,811,468	6,639,863	51,451,331
Balance at December 1, 2017		35,250,000	2,470,000	1,143,193	21,906	(99,144)	7,610,661	46,396,616	4,724,668	51,121,284
Increase Share of capital	1	2,470,000	(2,470,000)	-	-	-	-	-	-	-
Dividends		-	-	-	-	-	(3,525,000)	(3,525,000)	-	(3,525,000)
Comprehensive income for period		-	-	-	-	99,185	718,929	818,114	361,381	1,179,495
Balance at June 30, 2017		37,720,000	-	1,143,193	21,906	41	4,804,590	43,689,730	5,086,049	48,775,779

The accompanying notes are an integral part of these consolidated financial statements

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED JUNE 30, 2018
(EXPRESSED IN JORDANIAN DINAR)**

	For the Six months ended June 30, 2018	For the Six months ended June 30, 2017
OPERATING ACTIVITIES		
Income for the period	1,167,210	1,080,310
Adjustments on income for the period:		
Depreciation	1,930,353	1,992,376
Financial charges	641,688	805,231
Changes in operating assets and liabilities:		
Prepaid expenses and other receivables	(1,477,448)	(188,946)
Projects retentions	2,169,703	(2,109,508)
Accounts receivable and checks under collection	(28,925,266)	(3,384,301)
Amount due from customers on construction contract	20,694,639	17,143,701
Notes payable	(383,100)	(287,683)
Inventory	(653,624)	(159,458)
Accrued expenses and other liabilities	(1,649,189)	(652,963)
Advanced received payments from construction contract	581,397	(6,892,885)
Accounts payable and deferred checks	2,540,125	3,269,807
Net Cash (used in) / available from operating activities	(3,363,512)	10,615,681
Financial charge paid	(641,688)	(805,231)
Net Cash (used in) / available from operating activities	(4,005,200)	9,810,450
INVESTING ACTIVITIES		
Net change property and equipment	(1,020,732)	(1,441,758)
Projects under construction	(207,762)	-
Net cash used in investing activities	(1,228,494)	(1,441,758)
FINANCING ACTIVITIES		
Banks overdraft	1,083,834	766,519
Dividends	(2,074,600)	(3,525,000)
Short-term loans	6,891,821	(5,722,639)
Net Cash available / (used in) from financing activities	5,901,055	(8,481,120)
Net change in cash and cash equivalents	667,361	(112,428)
Cash and cash equivalents, January 1	6,097,773	7,164,168
Cash and cash equivalents June 30	6,765,134	7,051,740
Non-cash transaction		
Share capital Increase by capitalizing issuance premium	-	2,470,000

The accompanying notes are an integral part of these consolidated financial statements

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2018
(EXPRESSED IN JORDANIAN DINAR)**

1. ORGANIZATION AND ACTIVITIES

Injaz For Development and Projects is a Jordanian public shareholding Company ("the Company"), registered on January 1, 1976 under Commercial registration number (104) at the Controller of Companies at the Ministry of Industry and Trade.

On April 23, 2015 the general assembly decided in its extraordinary meeting to increase its declared capital from 25,000,000 shares/JD to 35,250,000 shares/JD by offering 10,250,000 shares each for 1 JD or 90% from closing price on the date of the approve of Jordan Securiries Commission which is higher. In which the closing price of the shares on the date of the approve of Jordan Securiries Commission 1.27 (1 Jd for the share) to the shareholder Eng. Ziad Khalaf Manaseer the processes of capital increase have been completed at the Ministry of Industry, Trade and Supply on May 18, 2016, and the processes of registration in Jordan Securiries Commission on May 30, 2016 in reference to Jordan Securiries Commission NO (138/2016), the declared and paid capital and underwriter has become 35,250,000 shares/JD.

On April 25, 2017 the general assembly decided in its extraordinary meeting to increase its declared capital from 35,250,000 shares/JD to 37,720,000 shares/JD by capitalizing issuance premium of 2,470,000 shares/JD, approval obtained from securities commission on May 22, 2017 by decision number (143/2017) of Jordan securities commissioner.

The Company main activity is purchasing lands, real-estate and developing, trading it as well as investing in shares and bonds.

The Company's headquarter is in Amman.

The consolidated financial statements as at June 30, 2018 December 31, 2017 includes the financial statements of the following subsidiaries:

<u>Name of subsidiary</u>	<u>Place of registration</u>	<u>Registration year</u>	<u>Ownership percentage</u>	<u>The main activity</u>
Arab Tower Contracting Company (Ltd)	Hashemite Kingdom of Jordan	2007	68.75%	Civil construction and related activities

2- NEW AND REVISED STANDARDS AND AMENDMENTS TO IFRSs IN ISSUE BUT NOT YET EFFECTIVE:-

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

New Standards

Effective Date

(IFRS) No.16 – Leases

January 1, 2019

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

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2018 (Continued)
(EXPRESSED IN JORDANIAN DINAR)**

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

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

The interim financial statements are 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 statements and must be reviewed with the ended financial statement at December 31, 2017, in addition to that the result for the six months ended in June 30, 2018 is not necessarily to be the expected results for the financial year ended December 31, 2018.

The accompanying consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards.

Significant accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the audited financial statements for the year ended 31 December 2017.

Basis of Interim Consolidation Financial Statements

The Consolidated Financial Statements incorporate the financial statements of Injaz for Development And Projects Company (Public Shareholding 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 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 have, the current ability to direct the activities related to the time needed to make decisions, including how to vote at previous shareholders meetings.

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2018 (Continued)
(EXPRESSED IN JORDANIAN DINAR)**

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.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Croup's accounting policies.

All intra-entity assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Equity instruments at FVTOCI

Investments in equity instruments at FVTOCI are initially measured at fair value plus transaction costs. Subsequently , They are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the cumulative changes in fair value of securities reserve: The cumulative changes or loss will not be reclassified investments. But reclassified to retained earnings. The Company has designated all instruments that are not held for trading as at FVTOCI

Dividends on these investments in equity instruments arc recognized in profit or loss when the Company right to receive the dividends is established, unless the dividends clearly represents a recovery of a part of the cost of the investments. Other net gains and losses are recognized in OCI and are never reclassified to profit or loss.

Debt instruments at amortized cost or at FVTOCI

The Company assesses the classification and measurement of the cash flow characteristics of the contractual asset and the Company 's business model for managing the asset

For an asset to be classified and measured at amortized cost or at FVTOCI, contractual terms should give rise to cash flows that solely represent payments of principal and interest on the principal outstanding (SPPI).

At initial recognition of a financial asset, the Company determines whether newly recognized financial assets are part of an existing business model or whether they reflect the commencement of a new business model. The Company reassess its business models each reporting period to determine whether the business models have changed since the preceding period. For the current and prior reporting period the Company has not identified a change in its business models.

When a debt instrument measured a FVTOCI is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss. In contrast, for an equity investment designated as measured FVTOCI , the cumulative gain/loss previously recognized in OCI is not subsequently reclassified to profit or loss but transferred within equity

Debt instruments that are subsequently measured at amortized cost or FVTOCI are subject to impairment.

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2018 (Continued)
(EXPRESSED IN JORDANIAN DINAR)**

Financial assets at FVTPL

Financial assets at FVTPL are:

- (i) assets with contractual cash flows that are not SPPI ; or and
- (ii) assets that are held in a business model other than held to collect contractual cash flows or held to collect and sell; or
- (iii) assets designated at FVTPL using the fair value option.

These assets are measured at fair value, with any gains / losses arising on re-measurement recognized in profit or loss.

Fair value option: A financial instrument with a reliably measureable fair value can be designated as FVTPL (the fair value option) on its initial recognition even if the financial instrument was not acquired or incurred principally for the purpose of selling or repurchasing .The fair value option can be used for financial assets if it eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities, or recognizing related gains and losses on a different basis (an "accounting mismatch").

Reclassifications

If the business model under which the Company holds financial assets changes. The financial assets affected are reclassified. The classification and measurement requirements related to the new category applies prospectively from the first day of the first reporting period following the change in business model that results in reclassifying he Company 's financial assets. During the current financial year and previous accounting period, there was no change in the business model under which the Company holds financial assets and therefore no reclassifications were made

Impairment

IFRS 9 replaces the "incurred loss" model in IAS 39 with an expected credit loss model (ECLs). The Company recognizes loss allowance for expected credit losses on the following financial instruments that are not measured at FVTPL

- Cash and bank balances;
- Trade and other receivables;
- Due from related party.

With the exception of purchased or originated credit impaired (POCI) financial assets (which are considered separately below), ECLs are required to be measured through a loss allowance at an amount equal to:

- 12 Month ECL, i.e. lifetime ECL that results from those default events on the financial instrument that are possible within 12 months after the reporting date(referred to as stage1); or
- Full lifetime ECL, i.e. Lifetime ECL that results from all possible default events over the life of the financial instruments, (referred to as stage2 and stage3).

A loss allowance for full lifetime ECL is required for a financial instrument if the credit risk on that financial Instrument has increased significantly since initial recognition. For all other financial instruments, ECLs are measured at an amount equal to the 12-monh ECL.

The Company has elected to measure loss allowances of cash and bank balances. Trade and other receivables, and due from a related party at an amount equal to life time ECLs.

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2018 (Continued)
(EXPRESSED IN JORDANIAN DINAR)**

ECLs are probability-weighted estimate of the present value of credit losses. These are measured as the present value of the difference between the cash flow to the Company under the contract and the cash flows that the Company expects to receive arising from weighting of multiple future economic scenarios. Discounted at the asset's EIR.

Loss allowance for financial investments measured at amortized costs are deducted from gross carrying amount of assets. For debt securities a FVTOCI, the loss allowance is recognized in the OCI, instead of reducing the carrying amount of the asset.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs the Company considers reasonable and supportable information that is relevant and available without undue costs or effort. This includes both quantitative and qualitative including forward-looking information.

For certain categories of financial assets, assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio as well as observable changes in national or local economic conditions that correlate with default on receivables.

Impairment losses related to cash and bank balances, trade and other receivables and due from a related party, are presented separately in the interim condensed statement of income and other comprehensive income

The Company considers a debt security to have low credit risk when its credit risk rating is equivalent to the globally understood definition of the grade of the investment
Measurement of ECL.

The Company employs statistical models for ECL calculations. ECLs are a probability-weighted estimate of credit losses. For measuring ECL under IFRS 9, the key input would be the term structure of the following variables.

- Probability of default (PD);
- Loss given default (LGD); and
- Exposure at default (EAD).

These parameters will be derived from our internally developed statistical models and other historical data. They will be adjusted to reflect forward – looking information

Credit-impaired financial assets

A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial assets have occurred. Credit-impaired financial assets are referred to as stage 3 assets. At each reporting date, the Company assesses Whether financial assets carried at amortized costs and debt securities at FVTOCI are credit-impaired. A financial asset is credit impaired when one or more events that have a detrimental impact in the estimated future cash flows of the financial asset have occurred.

**INJAZ FOR DEVELOPMENT AND PROJECTS
(PUBLIC SHAREHOLDING COMPANY)**

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2018 (Continued)
(EXPRESSED IN JORDANIAN DINAR)**

DE-recognition of financial assets

The Company de-recognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On de recognition of a financial asset measured at amortized cost or measured at FVTPL, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss.

On DE recognition of a financial asset that is classified as FVTOCI, the cumulative gain or loss previously accumulated in the cumulative changes in fair value of securities reserve is not reclassified to profit or loss, but is reclassified to retained earnings.

Presentation of allowance for ECL are presented in the condensed interim financial information

Loss allowances for ECL are presented in the in the condensed interim financial information as follows:

For financial assets measured at amortized cost (loans and advances, cash and bank balances): as a deduction from the gross carrying amount of the assets.

for debt instruments measured at FVTOCI no loss allowance is recognized in the interim condensed statement of financial position as the carrying amount is at fair value. However, the loss allowance is included as part of the revaluation amount in re-evaluation reserve and recognized in other comprehensive income.

Revenue recognition

IFRS 15 "Revenue from contracts with customers" outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes current revenue recognition guidance found across several standards and Interpretation within IFRSs. It establishes a new five-step model that will apply to revenue arising from contracts with customers.

Step1: identify the contract with customer : A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for each of those rights and obligations.

Step 2: Identify the performance obligations in the contract : performance obligation in a contract is a promise to transfer a good or service to the customer

Step 3 :Determine the transaction price Transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring the goods and services to a customer excluding amount collected on behalf of third parties.

Step 4 : Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation the Company will allocate the transaction price to each performance obligation in an amount that depicts the consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

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Step 5: Recognize revenues as and when the entity satisfies the performance obligation
The Company recognizes revenue over time if any one of the following criteria is met:

The customer simultaneously receives and consumes the benefits provided by the Company performance as The Company performs.

The Company performance creates or enhances an asset that the customer controls as the asset is created or enhanced or

The Company's performance does not create an asset with an alternative use to the Company and the entity has an enforceable right to payment for performance obligation completed to date the Company allocates the transaction price to the performance obligations in a contract based on the input method which requires the revenue recognition on the basis of the Company's efforts or inputs to the satisfaction of the performance obligations. The Company estimates the total costs to complete the projects in order to determine amount of revenue to be recognized.

Impact of changes in accounting policies due to adoption of new standards (continued)

Revenue recognition (continued)

When the Company satisfies A performance obligation by delivering the promised goods and services, it creates a contract asset based on the amount of consideration earned by the performance. where the amount of consideration received from the customer exceeds the amount of revenue recognized this gives rise to a contract liability

Revenue is measured at the fair value of consideration received or receivable, taking into account the contractually agreed terms of payment. the Company assesses its revenue arrangements against specific criteria to determine if it is acting as a principal or agent and has concluded that it is acting as a principal in all of its revenue arrangements.

Revenue is recognized in the interim condensed consolidated financial statements to the extent that it is probable that the economic benefits will flow to the Company and the revenue and costs, if and when applicable, can be measured reliably .

Critical accounting judgments and key sources of estimation uncertainty

The preparation of condensed consolidated financial statements requires management to make judgments estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates .

In preparing these condensed consolidated financial statements, the significant Judgments made by management in applying the Company accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual consolidated financial statements for the year ended 31 December 2017, except for the adoption of IFRS 9 which has resulted in changes in accounting judgments for recognition of financial assets and Liabilities and impairment of financial assets, as set out below.

Critical judgments in applying the Company 's accounting policies in respect of IFRS 9

Business model assessment: Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Company's determines the business model at a level that reflects how the Company's financial assets were managed together to achieve a particular business objective. This assessment includes judgments reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. Monitoring is part of the Companys continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets .

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Significant increase of credit risk

ECLs are measured as an allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL assets for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. IFRS 9 does not define what constitutes a significant increase in credit risk. In assessing whether the credit risk of an asset has significantly increased the Company takes into account qualitative and quantitative reasonable and supportable forward looking information.

Establishing Company's assets with similar credit risk characteristics

When ECLs are measured on a collective basis, the financial instruments are Company collected on the basis of shared risk characteristics (e.g., instrument type, credit risk grade, collateral type, date of initial recognition, remaining term to maturity, industry, geographic location of the borrower, etc.). The Company monitors the appropriateness of the credit risk characteristics on an ongoing basis to assess whether they continue to be similar. This is required in order to ensure that when credit risk characteristics change there is appropriate re-segmentation of the assets. This may result in new portfolios being created or assets moving to an existing portfolio that better reflects the similar credit risk characteristics of that Company of assets. Re-segmentation of portfolios and movement between portfolios is more common when there is a significant increase in credit risk (or when that significant increase reverses) and so assets move from 12-month to lifetime ECLs, or vice versa, but it can also occur within portfolios that continue to be measured on the same basis of 12 month or lifetime ECLs but the amount of the ECLs changes because the credit risk of the portfolios differ.

Models and assumptions used

The Company uses various models and assumptions in measuring fair value of financial assets as well as in estimating ECL. Judgment is applied in identifying the most appropriate model for each type of asset, as well as for determining the assumptions used in these models, including assumptions that relate to key drivers of credit risk.

Key sources of estimation uncertainty in respect of IFRS 9

The following are key estimations that the management has used in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognized in condensed consolidated interim financial statements

Establishing the number and relative weightings of forward-looking scenarios for each type of product /market determines the forward looking information relevant to each scenario: When measuring ECL the Company uses reasonable and supportable forward looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other.

Probability of Default

PD constitutes a key input in measuring ECL. PD is an estimate of the likelihood of Default over a given time horizon, the calculation which includes historical data, assumptions and expectations of future conditions.

Loss Given to Default

LGD is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements.

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Cash and cash equivalents

Cash and cash equivalents include cash, demand deposits, and highly liquid investments with original maturities of three months or less and which are not exposed to a significant risk of value change.

Accounts receivable

Accounts receivable are stated at the fair value of the consideration given and are carried at amortized cost after provision for doubtful debts.

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.

Expenses

General and administrative expenses include direct and indirect costs not specifically part of cost of revenues as required under generally accepted accounting principles.

Goodwill

International Accounting Standards Board issued International Financial Reporting Standard No.3 (Integration).

The recorded increase purchase cost over the fair value of invested as goodwill. When the recoverable amount of this goodwill less that the net book value, goodwill is reduced to the recoverable amount and the value of the declining are recorded in the consolidated income statement.

Resulting Goodwill on acquisition of subsidiary or joint control of an entity represents the purchase cost for the company's share in the net fair value of the assets, liabilities and contingent liabilities of the subsidiary identified and recognized as at the date of purchasing. First, goodwill recorded as an asset on the basis of cost, then measured later on the basis of cost less accumulated decline in value.

For the purpose of impairment testing, goodwill is allocated to each of the Group's cash-generating units expected to benefit from the synergies of the combination. Cash-generating units to which goodwill has been allocated are tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit. Impairment loss recognized for goodwill is not reversed in a subsequent period.

On elimination of a subsidiary or a jointly controlled entity, the attributable amount of goodwill is included in the determination of the profit or loss on elimination.

Inventories

Inventories are stated at the lower of cost and net realizable value. Cost comprises direct materials, production and conversion costs, and other costs necessary to bring the inventory to the Group's location and condition. In the case of manufactured inventory and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Cost is calculated using the weighted average method, Net realizable value represents the estimated selling price less all estimated costs of completion and costs necessary to make the sale.

When the net realizable value of the inventories is lower than the cost, they provides for an allowance for the decline in the value of the inventory and recognizes the write-down as an expense in profit or loss.

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Property and equipment

Property and equipment are stated at cost less accumulated depreciation. Expenditures on maintenance and repairs are expensed. While expenditures for betterment are 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>
Buildings	2%
Caravans	20%
Vehicles	10%
Machines and equipment	10-20%
Surveying equipment	10-20%
Stud system	20%
Electrical devices	10-20%
Tools and supplies	10-20%
Woods	40%
Office Supplies	10%

Useful lives and the depreciation method are reviewed periodically to make sure that the method and amortization period appropriate with the expected economic benefits of property and equipment. Impairment test is performed to the value of the property and equipment that appears in the consolidated Statement of Financial Position When any events or changes in circumstances shows that this value is non-recoverable.

In case of any indication to the low value, impairment losses are calculated according to the policy of the declining value of the assets

At the exclusion of any subsequent property and equipment recognize the value of gains or losses resulting. Which represents the difference between the net proceeds of exclusion and the value of the property and equipment that appears in the consolidated Statement of Financial Position. Gross Profit and loss.

Provisions

The provisions had been formed, when the company has a present obligation (legal or expected) from past events which its cost of repayment consider accepted and it has ability to estimate it reliably.

The provision had been measured according to the best expectations of the required alternative to meet the obligation as of the balance sheet date after considering the risks and not assured matters about the obligation. When the provision had been measured with the estimated cash flows to pay the present obligation, then the accounts receivable had been recognized as asset in case of receipt and replacement of the amount is certain and it able to measure the amount reliably.

Segment reporting

A business segment is a group of assets and operation engaged in providing products or services that are subject to risks and returns that are different from those of other business segments, and segment is engaged in providing products or services within a particular economic environment and Company include significant business sectors in the purchase, develop and trade of lands and real estate in addition to investing in securities and bonds, the company operates only in the Hashemite Kingdom of Jordan.

Offsetting

Financial assets and financial liabilities are offset, and the net amount is reflected in the statement of financial position only when there are legal rights to offset the recognized amounts, the Company intends to settle them on a net basis, or assets are realized and liabilities settled simultaneously.

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Income Tax

The Company is subject to Income Tax Law, 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 No. (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 transactions

Foreign currency transactions are translated into Jordanian Dinars at the rates of exchange prevailing at the time of the transactions. The operation occurs during the year are translated at weighted average rates at time of transaction. Gains and Losses from settlement and transaction of foreign currency transaction are included in the statement of comprehensive income.

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4. PROPERTY AND EQUIPMENT

	June 30, 2018	December 31, 2017
Cost:		
Beginning balance	50,656,938	46,858,051
Additions	1,103,091	3,911,477
Disposals	(113,300)	(112,590)
Ending balance	51,646,729	50,656,938
Beginning balance	26,668,666	22,711,631
Depreciation	1,930,353	4,049,035
Disposals	(30,941)	(92,000)
Ending balance	28,568,078	26,668,666
Net book value	23,078,651	23,988,272

5. CASH AND CASH EQUIVALENTS

	2018	2017
Cash on hand	28,054	20,472
Cash at banks	6,737,080	6,077,301
	6,765,134	6,097,773

6. ACCOUNTS RECEIVABLE AND CHECKS UNDER COLLECTION

	2018	2017
Account receivables	1,569,656	5,828,063
Checks under collection	10,088,889	-
Due from related parties (Note – 11)	60,294,568	37,199,784
	71,953,113	43,027,847

7. ACCOUNTS PAYABLE AND DEFERRED CHECKS

	2018	2017
Accounts payable	34,934,165	21,960,491
Deferred checks	-	16,332,817
Due to related parties (Note-13)	26,495,690	20,596,422
	61,429,855	58,889,730

8. SHORT-TERM LOANS

	2017	2016
Arab Bank	12,432,235	16,859,543
Egyptian arab land bank	3,889,668	-
Bank al Etihad	-	906,356
Jordan Kuwait Bank	8,269,231	7,572,095
Jordan Ahli Bank	11,798,735	4,160,054
	36,389,869	29,498,048

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10. BANK OVERDRAFT

	2018	2017
Arab Bank	11,758,261	9,053,624
Bank of Jordan	892,615	879,367
Bank al Etihad	894,425	1,114,872
Jordan Ahli Bank	1,907,125	422,978
Jordan Kuwait Bank	1,378,395	2,908,453
Housing Bank	56,564	1,424,257
	16,887,385	15,803,551

10. GOODWILL

During 2012 the purchase of 25% of Arab Tower Contracting Company (Ltd) shares of capital have been made on equity method on January 1, 2012, and the cost of acquire the additional an amount of 13,500,000 Jordanian Dinar.

During 2014 the Company increased its share capital in Arab Tower Contracting Company (Ltd) by 23,75% turn out to be the total percentage of shares capital 48,75% and the cost of acquire the additional shares an amount of 11,500,000 Jordanian Dinar

During 2016 the Company increased its share capital in Arab Tower Contracting Company (Ltd) by 20% turn out to be the total percentage of shares capital 68,75% and the cost of acquire the additional shares an amount of 10,250,000 Jordanian Dinar. And as a result of that the financial statements were consolidated with Arab Tower Contracting Company (Ltd) .

The total cost of acquisition as follows :-

The cost of acquiring 25% of shares	13,500,000
The cost of acquiring 23,75% of shares	11,500,000
The cost of acquiring 20% of shares	10,250,000
Total	35,250,000
Add: Legal title transfer fees	211,705
The total cost of acquiring 68,75% of shares	35,461,705
Legal title transfer fees amortization	(211,705)
Net cost of acquisition	35,250,000

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The fair value of Assets and liabilities of Arab Tower Contracting Company (Subsidiary) as follows :-

Assets	Fair value	Book value at aquisition
Property and equipment	18,101,977	18,101,977
Inventories	5,958,223	5,958,223
Accounts receivable and checks under collection	50,377,233	50,377,233
projects retentions	8,347,160	8,347,160
Amount due from customers on construction contract	43,552,646	43,552,646
Financial assets designated at fair value through other comprehensive income	340,535	340,535
Prepaid expenses and other receivables	6,767,905	6,767,905
Cash and cash equivalents	9,205,895	9,205,895
Total assets	142,651,574	142,651,574
 Liabilities		
Short-term loans	21,591,850	21,591,850
Banks overdraft	9,809,450	9,809,450
Payment received in advance from construction contract	28,100,587	28,100,587
Accounts payable and deferred checks	68,824,944	66,563,489
Accrued expenses and other liabilities	3,064,921	3,064,921
Total liabilities	131,391,752	129,130,297
Net owned assets	11,259,822	13,521,277
Company share of Net owned assets after decleration (68,75%)	7,741,128	
Cash paid (Investment cost until acquisition date)	35,250,000	
Goodwill as a result of acquisition	27,508,872	

Annual test for impairment:

During 2017 the parent company has assessed the recoverable amount of the goodwill, and has been identified that there is no impairment in the value of the goodwill associated with the subsidiary, which is working with construction contracting.

The recoverable amount of cash generating unit (construction contracting) measured on the basis of value in use. Were calculating using the expected cash flows through the budgets and approved by the directors of the company which covers the next five years on the basis of a discount rate of 13.8 %annually.

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13. RELATED PARTIES TRANSACTIONS

NAME	RELATIONSHIP
Manaseer Group for Industrial and Commercial Investments Co.	Holding Company
Eng. Hisham EL Wadi	Partner in Subsidiary company
Jordan Modern for Information Technology Co.	Sister
Developed Crushes Co.	Sister
Jordan Modern for Oil and Fuel Services Co.	Sister
Jordan Modern for Cement and Mining Co.	Sister
Al Addeiat Al Sareeah for machinery trading Co.	Sister
Architectural Lines for Housing	Sister
Manaseer for Trade Services	Sister
Jordan Modern for Import and Export	Sister
Jordan Modern Ready Mix Concrete	Sister
AL-Bunyan For Cement And Concrete Products Manufacturing	Sister
Advanced Transportation and Shipping Services	Sister
Trust Industrial Concrete Co.	Sister
United Iron And Steel Manufacturing Co.	Sister
Vision For Maintenance and Spare Parts Co.	Sister

Due from related parties as at June 30, 2018 and December 31, 2017 as follows:-

	2018	2017
AL-Bunyan For Marble and Granite	350,045	-
Jordan Modern for Information Technology	516,292	262,690
Developed Crushes	1,345,430	877,492
Jordan Modern for Cement and Mining	23,894,650	12,117,004
Al Addeiat Al Sareeah for machinery trading	6,807,427	1,729,755
Architectural Lines for Housing	8,677,696	5,489,348
Manaseer for Trade Services	18,450,185	16,674,817
Jordan Modern for Import and Export	4,004	4,004
AL-Bunyan for Cement and Concrete Products Manufacturing	-	44,674
Jordainian magnesia co.	248,839	-
	60,294,568	37,199,784

Due to related parties as at June 30, 2018 and December 31, 2017 as follows:-

	2018	2017
Eng. Hisham EL Wadi	6,539,053	5,723,321
Jordan Modern Ready Mix Concrete	9,870,716	7,590,186
AL-Bunyan for Cement and Concrete Products Manufacturing	202,007	-
Advanced Transportation and Shipping Services	1,942,842	2,956,052
Trust Industrial Concrete	279,338	108,525
Vision For Maintenance and Spare Parts	1,038	1,854
Manaseer Group for Industrial and commercial Investment	1,878,581	832,748
United Iron and Steel Manufacturing	2,203,745	803,251
Jordan Modern for Oil and Fuel Services	3,294,824	2,467,705
Jordan Modern Company for Goods Clearance	240,520	112,780
Jordan Modern International Trading	43,026	-
	26,495,690	20,596,422

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12. RESERVS

Statutory reserve

In accordance with the Companies' Law in the Hashemite Kingdome 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 to continue to deduct this annual ratio until this reserve is equal to the authorized capital of the Company in full. This reserve is not available for dividend distribution, The General Assembly is entitled to decide, in its unusual meeting, to amortize its losses by the accumulated statutory reserve if all other reserves pay off, to rebuild it again in accordance with the law.

Special reserve

In accordance with the Companies' Law in the Hashemite Kingdome of Jordan and the Company's Article of Association, the Company can establish a special reserve by an appropriation no more than 20% of net income. This reserve is for the expansion of the Company's financial position and is available for dividend distribution till the approval of the Company's Board of Directors.

13. FINANCIAL INSTRUMENTS

The Fair Value

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

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

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

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

June 30, 2018	level one	Second Level	Third level	Total
Financial assets designated at fair value through statement of other comprehensive income	216,296	-	-	216,296
	216,296	-	-	216,296
December 31, 2017	level one	Second Level	Third level	Total
Financial assets designated at fair value through statement of other comprehensive income	234,221	-	-	234,221
	234,221	-	-	234,221

The value set out in the third level reflect 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.

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Management of share capital risks

The Company manages its capital to make sure that the Company will continue when it takes the highest return by the best limit for debts and owners equity balances. The Company's strategy doesn't change from 2017.

Structuring of Company's capital includes the owners' equity in the Company which includes share capital, statutory reserve, issuance premium and retained earnings as it listed in the changes in owners' equity statement.

The debt rate

The board of directors is reviewing the share capital structure periodically, as a part of this reviewing, the board of directors consider the cost of share capital and the risks that is related in each faction from capital and debt factions. The Company capital structure includes debts from borrowing. The Company's doesn't determine the highest limit of the debt rate during 2018.

The management of the financial risks

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

Management of the foreign currencies risks

The company is not exposed to significant risks related to foreign currency price changes, so there is no need for effective management for this exposure.

Interest rate risk

The Company is exposed to interest rate risk on its interest bearing assets and liabilities (bank deposits, interest bearing loans and borrowings).

The sensitivity of the statement of comprehensive income is the effect of the assumed changes in interest rates on the Company's profit for one year, and it is calculated based on the financial liabilities which carry variable interest rates at the end of the year.

Other price risk

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, The significant credit exposed for any parts or group of parts that have a similar specification.

The Company classified the parts which have similar specifications as a related parties. Except the amounts which are related in the cash money. The credits risks that are resulting from the cash money are specific because the parts that are dealing with it are local banks have good reputations and have been controlled from control parties.

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Liquidity risk management

Liquidity risk management is the responsibility of the Board of Directors to manage the Company's cash, short-, medium- and long-term liquidity requirements. The Company manages liquidity risk by monitoring future cash flows that are permanently valued and corresponding to the maturity statuses of monetary assets and liabilities.

14. APPROVAL OF INTERIMCONSOLIDATED FINANCIAL STATEMENTS

TheInterimconsolidated financial statements were approved by the Directors and authorized for issuance on July 26, 2018.