

Date: 11/08/2021
Ref: UPAC/COM/2021/050

To: Boursa Kuwait,

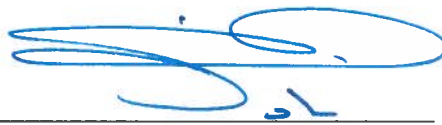
السادة: بورصة الكويت للأوراق المالية المحترمين،
تحية طيبة وبعد،

الموضوع: النتائج المالية للفترة المنتهية في 30 يونيو 2021
Subject: Financial results for the period ending on 30th June 2021

With reference to the above-mentioned subject, United Projects for Aviation Services Company K.S.C.P. would like to report that the Board of Directors has met today, 11th August 2021 at 02:00 PM, the interim consolidated financial statements for the period ending on 30th June 2021 has been approved in accordance with the attached financial results form.

بالإشارة إلى الموضوع أعلاه، تفيد شركة المشاريع المتحدة للخدمات الجوية ش.م.ك.ع. بأن مجلس الإدارة قد اجتمع اليوم الأربعاء الموافق 11 أغسطس 2021 في تمام الساعة 02:00 مساءً، هذا وقد تم اعتماد البيانات المالية المرحلية المجمعة للفترة المنتهية في 30 يونيو 2021 وفقاً لنموذج نتائج البيانات المالية المرفق.

وتفضلوا بقبول فائق الاحترام والتقدير،



نادية عبدالله عقيل
نائب رئيس مجلس الإدارة والرئيس التنفيذي
Nadia Abdullah Akil
Vice Chairperson and CEO



Copy to CMA.

نسخة الى السادة / هيئة أسواق المال.

Attachments:

- Financial results form.
- Approved financial statements.
- Approved auditor's report.

المرفقات:

- نموذج نتائج البيانات المالية.
- نسخة من البيانات المالية المعتمدة.
- نسخة من تقرير مراقب الحسابات المعتمد.

2/5

Company Name	اسم الشركة
United Projects for Aviation Services Company K.S.C.P	شركة المشاريع المتحدة للخدمات الجوية ش.م.ك.ع.

Second quarter results Ended on	2021-06-30	نتائج الربع الثاني المنتهي في
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Board of Directors Meeting Date	2021-08-11	تاريخ اجتماع مجلس الإدارة
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Required Documents	المستندات الواجب إرفاقها بالنموذج
Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided	نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم إرفاق هذه المستندات

التغيير (%)	فترة السنة المقارنة	فترة السنة القدر الحالية	البيان
Change (%)	Six Month Comparative Period	Six Month Current Period	Statement
	2020-06-30	2021-06-30	
(118.0%)	(3,577,461)	644,659	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(117.6%)	(14.92)	2.62	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
40.1%	4,270,928	5,982,438	الموجودات المتداولة Current Assets
39.2%	128,103,791	178,264,279	إجمالي الموجودات Total Assets
224.0%	10,706,815	34,687,299	المطلوبات المتداولة Current Liabilities
37.4%	55,255,474	75,938,894	إجمالي المطلوبات Total Liabilities
41.0%	71,926,646	101,414,933	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
6.9%	3,219,599	3,440,789	إجمالي الإيرادات التشغيلية Total Operating Revenue
(149.9%)	(3,296,862)	1,645,802	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
لا يوجد None	لا يوجد None	لا يوجد None	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital



التغيير (%)	الربع الثاني المقارن	الربع الثاني الحالي	البيان
Change (%)	Second quarter Comparative Period	Second quarter Current Period	Statement
	2020-06-30	2021-06-30	
(137.3%)	(2,283,180)	851,146	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(136.3%)	(9.52)	3.46	ربحية (خسارة) السهم الأساسية والمخففة Basic & Diluted Earnings per Share
242.0%	522,422	1,786,598	إجمالي الإيرادات التشغيلية Total Operating Revenue
(161.6%)	(2,199,577)	1,354,342	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)

• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

Increase/Decrease In Net Profit (Loss) is due to	سبب ارتفاع/الانخفاض صافي الربح (الخسارة)
The increase profits during the six months ended on 30 June 2021 is mainly due to following: <ul style="list-style-type: none">The revenue for six months ended on 30 June 2021 is showing a positive variance of 6.9% compared to same period of last year as a result of one off rental waivers granted last year due to lockdown.During the six months period ended on 30 June 2021, UPAC received the payment of the outstanding airport service fees from the Directorate General of Civil Aviation (DGCA) amounting to KD 2,024,222, which positively impacted the EBITDA by an amount of KD 1,054,023.	تعود زيادة الأرباح خلال السنة أشهر المنتهية في 30 يونيو 2021 بشكل رئيسي لما يلي: <ul style="list-style-type: none">أظهرت إيرادات الستة أشهر المنتهية في 30 يونيو 2021 تبايناً إيجابياً بنسبة 6.9% مقارنةً بذات الفترة من العام الماضي نتيجة الإعفاءات الإيجارية التي مُنحت للمستأجرين بالعام الماضي بسبب الإغلاق.خلال فترة الستة أشهر المنتهية في 30 يونيو 2021، تم استلام رسوم الخدمات المترصدة لدى الإدارة العامة للطيران المدني بمبلغ وقدره 2,024,222 دينار كويتي، مما أثر إيجابياً على الأرباح قبل الفوائد والضرائب والاستهلاك والإطفاء بواقع 1.054.023 دينار كويتي.

Total Revenue realized from dealing with related parties (value, KWD)	5,758	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
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Total Expenditures incurred from dealing with related parties (value, KWD)	(301,808)	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
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Auditor Opinion		رأي مراقب الحسابات
1.	Unqualified Opinion	<input checked="" type="checkbox"/> 1. رأي غير متحفظ
2.	Qualified Opinion	<input type="checkbox"/> 2. رأي متحفظ
3.	Disclaimer of Opinion	<input type="checkbox"/> 3. عدم إبداء الرأي
4.	Adverse Opinion	<input type="checkbox"/> 4. رأي معاكس

In the event of selecting item No. 2, 3 or 4, the following table must be filled out, and this form is not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

Not Applicable	لا ينطبق	نص رأي مراقب الحسابات كما ورد في التقرير
Not Applicable	لا ينطبق	شرح تفصيلي بالحالة التي استدعت مراقب الحسابات لإبداء الرأي
Not Applicable	لا ينطبق	الخطوات التي ستقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات
Not Applicable	لا ينطبق	الجدول الزمني لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات

Corporate Actions		استحقاقات الأرباح (الإجراءات المؤسسية)	
النسبة	القيمة		
None لا يوجد	None لا يوجد	توزيعات نقدية Cash Dividends	
None لا يوجد	None لا يوجد	توزيعات أسهم منحة Bonus Share	
None لا يوجد	None لا يوجد	توزيعات أخرى Other Dividend	
None لا يوجد	None لا يوجد	عدم توزيع أرباح No Dividends	
None لا يوجد	None لا يوجد	علاوة الإصدار Issue Premium	زيادة رأس المال Capital Increase
None لا يوجد	None لا يوجد		تخفيض رأس المال Capital Decrease

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		نائب رئيس مجلس الإدارة والرئيس التنفيذي Vice Chairperson and CEO	نادية عبدالله محمد عقيل Nadia Abdullah Mohammed Akil



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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF UNITED PROJECTS COMPANY FOR AVIATION SERVICES K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of United Project Company For Aviation Services K.S.C.P. (the “Parent Company”) and its subsidiaries (collectively, the “Group”) as at 30 June 2021, and the related interim condensed consolidated statement of income and the interim condensed consolidated statement of comprehensive income for the three months and six months periods then ended, and the related interim condensed consolidated statement of cash flows and interim condensed consolidated statement of changes in equity for the six months period then ended. Management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard IAS 34: Interim Financial Reporting (“IAS 34”). Our responsibility is to express a conclusion on this interim condensed 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 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, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34.

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company’s Memorandum of Incorporation and Articles of Association, as amended, during the six months period ended 30 June 2021 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No 7 of 2010 concerning the Capital Markets Authority and its related regulations during the six months period ended 30 June 2021 that might have had a material effect on the business of the Parent Company or on its financial position.

WALEED A. AL-OSAIMI
LICENCE NO. 68 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

11 August 2021
Kuwait

United Projects Company For Aviation Services K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME

(UNAUDITED)

For the period ended 30 June 2021

	Notes	Three months ended		Six months ended	
		30 June		30 June	
		2021	2020	2021	2020
		KD	KD	KD	KD
Revenues		1,786,598	522,422	3,440,789	3,219,599
Operating costs		(274,826)	(292,999)	(522,720)	(567,984)
GROSS PROFIT		1,511,772	229,423	2,918,069	2,651,615
General and administrative expenses		(381,018)	(357,194)	(637,424)	(893,482)
Salaries and employee benefits		(279,819)	(288,357)	(591,505)	(617,300)
Share of results of associates		(39,982)	(21,514)	(65,155)	(991,440)
Other income	4	1,053,921	-	1,065,575	1,590
Profit (Loss) before interest, taxation, depreciation and amortisation (“EBITDA”)		1,864,874	(437,642)	2,689,560	150,983
Depreciation		(7,040)	(90,995)	(14,053)	(105,175)
Amortisation		(503,492)	(1,670,940)	(1,029,705)	(3,342,670)
Profit (Loss) before interest and taxation (“EBIT”)		1,354,342	(2,199,577)	1,645,802	(3,296,862)
Interest income		2,861	870	5,412	4,442
Finance cost		(506,275)	(539,333)	(1,017,556)	(1,109,516)
Profit (Loss) before taxation		850,928	(2,738,040)	633,658	(4,401,936)
Taxation	10	(3,897)	-	(3,897)	-
PROFIT (LOSS) FOR THE PERIOD		847,031	(2,738,040)	629,761	(4,401,936)
BASIC AND DILUTED EARNINGS (LOSS) PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	3	3.46 Fils	(9.52) fils	2.62 Fils	(14.92) fils
Attributable to:					
Equity holders of the Parent Company		851,146	(2,283,180)	644,659	(3,577,461)
Non-controlling interests		(4,115)	(454,860)	(14,898)	(824,475)
		847,031	(2,738,040)	629,761	(4,401,936)

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.


United Projects Company For Aviation Services K.S.C.P. and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 June 2021

		30 June 2021 KD	(Audited) 31 December 2020 KD	30 June 2020 KD
ASSETS				
Non-current assets				
Property and equipment		43,788	56,380	69,331
Intangible assets	5	4,134,455	5,160,581	6,160,009
Investment in an associate	6	4,671,241	4,617,461	4,576,769
Loan to an associate	6, 13	163,432,357	136,233,725	113,026,754
		<u>172,281,841</u>	<u>146,068,147</u>	<u>123,832,863</u>
Current assets				
Accounts receivable and other assets		2,460,451	3,257,041	3,479,278
Cash and cash equivalents		3,521,987	1,813,086	791,650
		<u>5,982,438</u>	<u>5,070,127</u>	<u>4,270,928</u>
TOTAL ASSETS		<u><u>178,264,279</u></u>	<u><u>151,138,274</u></u>	<u><u>128,103,791</u></u>
EQUITY AND LIABILITIES				
Equity				
Share capital	9	38,250,000	38,250,000	16,450,000
Share premium	9	48,605,000	48,605,000	42,065,000
Statutory reserve		7,000,058	7,000,058	7,000,058
Treasury shares	7	(1,544,594)	(1,544,594)	(1,544,594)
Other reserve		(864,082)	(1,060,873)	(1,194,515)
Foreign currency translation reserve		(50,555)	27,301	83,773
Retained earnings		10,019,106	9,374,447	9,066,924
Equity attributable to holders of the Parent Company		<u>101,414,933</u>	100,651,339	71,926,646
Non-controlling interests		910,452	925,350	921,671
Total equity		<u>102,325,385</u>	101,576,689	72,848,317
Non-current liabilities				
Loans and borrowings	8	34,275,382	35,115,382	36,395,382
Accounts payable and other liabilities		6,366,412	6,630,890	7,577,080
Employees' end of service benefits		609,801	597,095	576,197
		<u>41,251,595</u>	<u>42,343,367</u>	<u>44,548,659</u>
Current liabilities				
Accounts payable and other liabilities		34,687,299	7,218,218	10,706,815
Total liabilities		<u>75,938,894</u>	<u>49,561,585</u>	<u>55,255,474</u>
TOTAL EQUITY AND LIABILITIES		<u><u>178,264,279</u></u>	<u><u>151,138,274</u></u>	<u><u>128,103,791</u></u>

Tarek Ibrahim Mohammad Al Mousa
Chairman


Nadia Abdulllah Mohammad Akil
CEO & Vice Chairperson

The attached notes 1 to 14 form part of this interim condensed consolidated financial information.

