

Date: 11/11/2020
Ref: UPAC/COM/2020/059

To: Boursa Kuwait,

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

الموضوع: النتائج المالية للفترة المنتهية في 30 سبتمبر 2020
Subject: Financial results for the period ending on 30th September 2020

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, 11 November 2020 at 02:00 PM, and approved the interim consolidated financial statements for the period ending on 30th September 2020, 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 نوفمبر 2020 في تمام الساعة 02:00 مساءً، هذا وقد تم اعتماد البيانات المالية المرحلية المجمعة للفترة المنتهية في 30 سبتمبر 2020 وفقاً لنموذج نتائج البيانات المالية المرفق.

وتفضلوا بقبول فائق الاحترام والتقدير،



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



Copy to CMA.

نسخة الى السادة / هيئة أسواق المال.

Attachments:

المرفقات:

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

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

Financial Results Form
Kuwaiti Company (KWD)

نموذج نتائج البيانات المالية
الشركات الكويتية (د.ك.)

Third quarter results Ended on	2020-09-30	نتائج الربع الثالث المنتهي في
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Company Name	United Projects for Aviation Services Company K.S.C.P	اسم الشركة شركة المشاريع المتحدة للخدمات الجوية ش.م.ك.ع.
Board of Directors Meeting Date	2020-11-11	تاريخ اجتماع مجلس الإدارة
Required Documents		المستندات الواجب إرفاقها بالنموذج
<input checked="" type="checkbox"/> Approved financial statements		<input checked="" type="checkbox"/> نسخة من البيانات المالية المعتمدة
<input checked="" type="checkbox"/> Approved auditor's report		<input checked="" type="checkbox"/> نسخة من تقرير مراقب الحسابات المعتمد

التغيير (%)	فترة التسعة أشهر المقارنة	فترة التسعة أشهر الحالية	البيان
Change (%)	Nine Month Comparative Period	Nine Month Current Period	Statement
	2019-09-30	2020-09-30	
(149.1%)	7,438,552	(3,650,680)	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(147.5%)	48.17	(22.86)	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
(20.9%)	6,893,948	5,454,284	الموجودات المتداولة Current Assets
28.9%	107,513,088	138,597,123	إجمالي الموجودات Total Assets
75.1%	12,242,326	21,435,219	المطلوبات المتداولة Current Liabilities
109.4%	31,413,720	65,781,496	إجمالي المطلوبات Total Liabilities
(2.8%)	73,976,563	71,886,039	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
(50.3%)	10,158,911	5,046,163	إجمالي الإيرادات التشغيلية Total Operating Revenue
(163.5%)	4,450,573	(2,825,869)	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
Nil لا يوجد	Nil لا يوجد	Nil لا يوجد	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital



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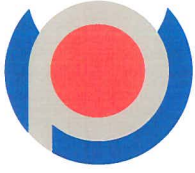
شركة المشاريع المتحدة
للخدمات الجوية | ش.م.ك.ع

التغيير (%)	الربع الثالث المقارن	الربع الثالث الحالي	البيان
Change (%)	Third quarter Comparative Period	Third quarter Current Period	Statement
	2019-09-30	2020-09-30	
(102.3%)	3,204,815	(73,219)	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(102.2%)	20.75	(0.46)	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
(47.5%)	3,481,409	1,826,564	إجمالي الإيرادات التشغيلية Total Operating Revenue
(74.8%)	1,869,212	470,993	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/انخفاض صافي الربح (الخسارة)
The losses incurred during the nine month period ended on 30 th September 2020 is mainly due to decrease in operating revenue by approximately (50%) compared to the same period of last year, in addition to suspension of interest income.	تعود الخسائر المتكبدة خلال فترة التسعة أشهر المنتهية في 30 سبتمبر 2020 بشكل أساسي إلى انخفاض الإيرادات التشغيلية بحوالي (50%) مقارنةً بذات الفترة من العام الماضي، إضافةً إلى تعليق إيرادات فوائده.
Total Revenue realized from dealing with related parties (value, KWD)	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KWD 200	200 دك
Total Expenditures incurred from dealing with related parties (value, KWD)	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
KWD (1,366,837)	(1,366,837) دك



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شركة المشاريع المتحدة
للخدمات الجوية | ش.م.ك.ع

Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
لا يوجد Nil	لا يوجد Nil		توزيعات نقدية Cash Dividends
لا يوجد Nil	لا يوجد Nil		توزيعات أسهم منحة Bonus Share
لا يوجد Nil	لا يوجد Nil		توزيعات أخرى Other Dividend
لا يوجد Nil	لا يوجد Nil		عدم توزيع أرباح No Dividends
لا يوجد Nil	لا يوجد Nil	علاوة الإصدار Issue Premium	زيادة رأس المال Capital Increase
لا يوجد Nil	لا يوجد Nil		تخفيض رأس المال Capital Decrease

The Company's comments in case the auditor has concerns or a qualified opinion	تعقيب الشركة في حال قيام مراقب الحسابات بإبداء ملاحظات أو تحفظات
None.	لا يوجد.

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

Attach a copy of the financial statements approved by the Board of Directors and the approved auditor's report

يجب ارفاق نسخة البيانات المالية المعتمدة من مجلس الإدارة وتقرير مراقب الحسابات المعتمد

Financial Results Form
Kuwaiti Company (KWD)

3

نموذج نتائج البيانات المالية
للشركات الكويتية (د.ك.)

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 September 2020, and the related interim condensed consolidated statements of income and comprehensive income for the three months and nine months period then ended, and the interim condensed consolidated statements of cash flows and changes in equity for the nine 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.

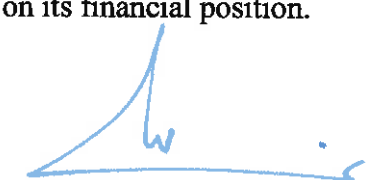
Conclusion

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 nine months period ended 30 September 2020 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 nine-month period ended 30 September 2020 that might have had a material effect on the business of the Parent Company or on its financial position.



BADER A. AL ABDULJADER
LICENCE NO. 207-A
EY
AL AIBAN, AL OSAIMI & PARTNERS

11 November 2020
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 September 2020

	Notes	<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September</i>		<i>30 September</i>	
		2020	2019	2020	2019
		<i>KD</i>	<i>KD</i>	<i>KD</i>	<i>KD</i>
Revenues		1,826,564	3,481,409	5,046,163	10,158,911
Operating costs		(202,975)	(298,331)	(770,959)	(894,635)
GROSS PROFIT		1,623,589	3,183,078	4,275,204	9,264,276
General and administrative expenses		(295,027)	(442,268)	(1,188,509)	(1,705,294)
Salaries and employee benefits		(310,851)	(349,750)	(928,151)	(1,010,880)
Share of results of an associate		(17,403)	(35,205)	(1,008,843)	(102,021)
Revaluation gain on loan to an associate		-	199,091	-	113,778
Other income		500	52,786	2,090	26,076
Profit before interest, taxation, depreciation and amortisation ("EBITDA")		1,000,808	2,607,732	1,151,791	6,585,935
Depreciation		(7,119)	(16,760)	(112,294)	(53,745)
Amortisation		(522,696)	(721,760)	(3,865,366)	(2,081,617)
Profit (loss) before interest and taxation ("EBIT")		470,993	1,869,212	(2,825,869)	4,450,573
Interest income		3,109	1,810,152	7,551	4,411,704
Finance cost		(539,404)	(336,213)	(1,648,920)	(1,083,348)
(Loss) profit before taxation		(65,302)	3,343,151	(4,467,238)	7,778,929
Taxation	10	-	(139,472)	-	(346,867)
(LOSS) PROFIT FOR THE PERIOD		(65,302)	3,203,679	(4,467,238)	7,432,062
BASIC AND DILUTED (LOSS) EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	3	(0.46) Fils	20.75 Fils	(22.86) Fils	48.17 Fils
Attributable to:					
Equity holders of the Parent Company		(73,219)	3,204,815	(3,650,680)	7,438,552
Non-controlling interests		7,917	(1,136)	(816,558)	(6,490)
		(65,302)	3,203,679	(4,467,238)	7,432,062


The attached notes 1 to 13 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 September 2020

		<i>(Audited)</i>	
	<i>30 September</i>	<i>31 December</i>	<i>30 September</i>
	<i>2020</i>	<i>2019</i>	<i>2019</i>
	<i>Notes</i>	<i>KD</i>	<i>KD</i>
ASSETS			
Non-current assets			
Property and equipment		62,707	174,062
Intangible assets	4	5,644,598	9,494,470
Investment in an associate	5	4,591,978	6,007,664
Loan to an associate	5, 12	122,843,556	98,732,145
		<u>133,142,839</u>	<u>114,408,341</u>
Current assets			
Accounts receivable and other assets		3,506,603	3,627,292
Cash and cash equivalents		1,947,681	1,511,414
		<u>5,454,284</u>	<u>5,138,706</u>
TOTAL ASSETS		<u><u>138,597,123</u></u>	<u><u>119,547,047</u></u>
EQUITY AND LIABILITIES			
Equity			
Share capital	8	16,450,000	16,450,000
Share premium	8	42,065,000	42,065,000
Statutory reserve		7,000,058	7,000,058
Treasury shares	6	(1,544,594)	(1,544,594)
Other reserve		(1,130,849)	(661,746)
Foreign currency translation reserve		52,719	(9,541)
Retained earnings		8,993,705	12,644,385
Equity attributable to holders of the Parent Company		<u>71,886,039</u>	<u>75,943,562</u>
Non-controlling interests		929,588	1,746,146
Total equity		<u>72,815,627</u>	<u>77,689,708</u>
Liabilities			
Non-current liabilities			
Loans and borrowings	7	36,395,382	25,752,074
Accounts payable and other liabilities		7,365,116	7,683,881
Employees' end of service benefits		585,779	536,177
		<u>44,346,277</u>	<u>33,972,132</u>
Current liabilities			
Loans and borrowings	7	-	2,500,000
Accounts payable and other liabilities		21,435,219	7,885,207
		<u>21,435,219</u>	<u>7,885,207</u>
Total liabilities		<u>65,781,496</u>	<u>41,857,339</u>
TOTAL EQUITY AND LIABILITIES		<u><u>138,597,123</u></u>	<u><u>119,547,047</u></u>

Tarek Ibrahim Mohammad Al Mousa
Chairman


Nadia Abdullah Mohammad Akil
CEO & Vice Chairperson

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

