

Date: 08/11/2021
Ref: UPAC/COM/2021/056

To: Boursa Kuwait,

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

الموضوع: النتائج المالية للفترة المنتهية في 30 سبتمبر 2021
Subject: Financial results for the period ending on 30th September 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, 08th November 2021 at 02:00 PM, the interim consolidated financial statements for the period ending on 30th September 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 الاثنين الموافق 8 نوفمبر 2021 في تمام الساعة 02:00 مساءً، هذا وقد تم اعتماد البيانات المالية المرحلية المجمعة للفترة المنتهية في 30 سبتمبر 2021 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:

- 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.

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

Third quarter results Ended on	2021-09-30	نتائج الربع الثالث المنتهي في
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Board of Directors Meeting Date	2021-11-08	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 التسعة أشهر المقارنة	فترة التسعة أشهر الحالية	البيان
Change (%)	Nine Month Comparative Period	Nine Month Current Period	Statement
	2020-09-30	2021-09-30	
(118.8%)	(3,650,680)	684,897	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(118.3%)	(15.23)	2.79	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
16.4%	5,454,284	6,350,189	الموجودات المتداولة Current Assets
37.1%	138,597,123	189,973,100	إجمالي الموجودات Total Assets
118.1%	21,435,219	46,751,516	المطلوبات المتداولة Current Liabilities
33.0%	65,781,496	87,522,091	إجمالي المطلوبات Total Liabilities
41.2%	71,886,039	101,535,923	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
8.4%	5,046,163	5,469,787	إجمالي الإيرادات التشغيلية Total Operating Revenue
(177.4%)	(2,825,869)	2,188,527	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



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التغيير (%)	الربع الثالث المقارن	الربع الثالث الحالي	البيان
Change (%)	Third quarter Comparative Period	Third quarter Current Period	Statement
	2020-09-30	2021-09-30	
(155.0%)	(73,219)	40,238	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(151.6%)	(0.31)	0.16	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
11.1%	1,826,564	2,028,998	إجمالي الإيرادات التشغيلية Total Operating Revenue
15.2%	470,993	542,725	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)
<p>The increase profits during the nine months ended on 30 September 2021 is mainly due to following:</p> <ul style="list-style-type: none"> The revenue for nine months ended on 30 September 2021 is showing a positive variance of 8.4% compared to same period of last year as a result of one off rental waivers granted last year due to lockdown. During the nine months period ended on 30 September 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. 	<p>تعود زيادة الأرباح خلال التسعة أشهر المنتهية في 30 سبتمبر 2021 بشكل رئيسي لما يلي:</p> <ul style="list-style-type: none"> أظهرت إيرادات التسعة أشهر المنتهية في 30 سبتمبر 2021 تبايناً إيجابياً بنسبة 8.4% مقارنةً بذات الفترة من العام الماضي نتيجة الإعفاءات الإيجارية التي مُنحت للمستأجرين بالعام الماضي أثناء فترة الحظر. خلال فترة التسعة أشهر المنتهية في 30 سبتمبر 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)	8,719	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
Total Expenditures incurred from dealing with related parties (value, KWD)	(499,161)	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



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Corporate Actions		استحقاقات الأسهم (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 September 2021, and the related interim condensed consolidated statement of income and the interim condensed consolidated statement of comprehensive income for the three months and nine 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 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 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 nine months period ended 30 September 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

8 November 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 September 2021

	Notes	Three months ended		Nine months ended	
		30 September		30 September	
		2021	2020	2021	2020
		KD	KD	KD	KD
Revenues		2,028,998	1,826,564	5,469,787	5,046,163
Operating costs		(308,105)	(202,975)	(830,825)	(770,959)
GROSS PROFIT		1,720,893	1,623,589	4,638,962	4,275,204
General and administrative expenses		(364,175)	(295,027)	(1,001,599)	(1,188,509)
Salaries and employee benefits		(279,290)	(310,851)	(870,795)	(928,151)
Share of results of an associate		(36,555)	(17,403)	(101,710)	(1,008,843)
Other income	4	1,200	500	1,066,775	2,090
Profit before interest, taxation, depreciation and amortisation (“EBITDA”)		1,042,073	1,000,808	3,731,633	1,151,791
Depreciation		(7,036)	(7,119)	(21,089)	(112,294)
Amortisation		(492,312)	(522,696)	(1,522,017)	(3,865,366)
Profit (loss) before interest and taxation (“EBIT”)		542,725	470,993	2,188,527	(2,825,869)
Interest income		9,553	3,109	14,965	7,551
Finance cost		(503,491)	(539,404)	(1,521,047)	(1,648,920)
Profit (loss) before taxation		48,787	(65,302)	682,445	(4,467,238)
Taxation	11	(3,915)	-	(7,812)	-
PROFIT (LOSS) FOR THE PERIOD		44,872	(65,302)	674,633	(4,467,238)
BASIC AND DILUTED EARNINGS (LOSS) PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT COMPANY	3	0.16 Fils	(0.31) Fils	2.79 Fils	(15.23) Fils
Attributable to:					
Equity holders of the Parent Company		40,238	(73,219)	684,897	(3,650,680)
Non-controlling interests		4,634	7,917	(10,264)	(816,558)
		44,872	(65,302)	674,633	(4,467,238)

The attached notes 1 to 15 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 2021

		30 September 2021	(Audited) 31 December 2020	30 September 2020
	Notes	KD	KD	KD
ASSETS				
Non-current assets				
Property and equipment		36,848	56,380	62,707
Intangible assets	5	3,643,686	5,160,581	5,644,598
Investment in an associate	6	4,715,438	4,617,461	4,591,978
Loan to an associate	6, 14	175,226,939	136,233,725	122,843,556
		<u>183,622,911</u>	<u>146,068,147</u>	<u>133,142,839</u>
Current assets				
Accounts receivable and other assets		2,482,461	3,257,041	3,506,603
Cash and cash equivalents		3,867,728	1,813,086	1,947,681
		<u>6,350,189</u>	<u>5,070,127</u>	<u>5,454,284</u>
TOTAL ASSETS		<u>189,973,100</u>	<u>151,138,274</u>	<u>138,597,123</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		(786,602)	(1,060,873)	(1,130,849)
Foreign currency translation reserve		(47,283)	27,301	52,719
Retained earnings		10,059,344	9,374,447	8,993,705
Equity attributable to holders of the Parent Company		<u>101,535,923</u>	<u>100,651,339</u>	<u>71,886,039</u>
Non-controlling interests		915,086	925,350	929,588
Total equity		<u>102,451,009</u>	<u>101,576,689</u>	<u>72,815,627</u>
Non-current liabilities				
Loans and borrowings	8	33,993,782	35,115,382	36,395,382
Accounts payable and other liabilities	10	6,156,080	6,630,890	7,365,116
Employees' end of service benefits		620,713	597,095	585,779
		<u>40,770,575</u>	<u>42,343,367</u>	<u>44,346,277</u>
Current liabilities				
Accounts payable and other liabilities	10	46,751,516	7,218,218	21,435,219
Total liabilities		<u>87,522,091</u>	<u>49,561,585</u>	<u>65,781,496</u>
TOTAL EQUITY AND LIABILITIES		<u>189,973,100</u>	<u>151,138,274</u>	<u>138,597,123</u>

Tarek Ibrahim Mohammad Al Mousa
Chairman

Nadia Abdullah Mohammad Akil
CEO & Vice Chairperson

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.