

**PARTNERS JORDAN
(LIMITED LIABILITY COMPANY)
NON PROFIT ORGANIZATION
AMMAN – JORDAN
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009
TOGETHER WITH INDEPENDENT AUDITOR'S REPORT**

**PARTNERS JORDAN
(LIMITED LIABILITY COMPANY)
NON PROFIT ORGANIZATION
AMMAN – JORDAN**

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INDEPENDENT AUDITOR'S REPORT

**To the General Assembly
Partners – Jordan Company for Trading
(Limited Liability Company)
Non-Profit Organization
Amman – Jordan**

Report on the Financial Statements

We have audited the accompanying financial statements of **Partners – Jordan company for training – Limited Liability Company**—which comprise the balance sheet as of December 31, 2009, the income statement, the statement of changes in the partners' equity and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes. Another auditor audited the comparative year figures and a clean report was issued on April 15, 2009.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Independent Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit, we conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Partners – Jordan for training company– Limited Liability Company**– as of December 31, 2009, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Report on Other Legal and Regulatory Requirements

The Company maintains proper accounting records and the accompanying financial statements are in agreement therewith, and we recommend the company's general assembly to approve these financial statements.

Pro. Auditors
Public Accountants & Consultants
Michel Hejazine
License No (708)

Jordan
April 20, 2010

**PARTNERS JORDAN
(LIMITED LIABILITY COMPANY)
NON PROFIT ORGANIZATION
AMMAN – JORDAN
BALANCE SHEET AS OF DECEMBER 31, 2009**

	<u>Note</u>	<u>2009</u> <u>JD</u>	<u>2008</u> <u>JD</u>
ASSETS			
CURRENT ASSETS			
Cash & Cash Equivalents	3	129,620	176,790
Other Debit Balances	4	28,841	5,214
TOTAL CURRENT ASSETS		158,461	182,004
Net Fixed Assets	6	8,206	14,446
TOTAL ASSETS		166,667	196,450
LIABILITIES & PARTNERS' EQUITY			
CURRENT LIABILITIES			
Accounts Payables		---	5,290
Other Credit Balances		10,091	912
Project Under Process Advances		---	42,857
TOTAL CURRENT LIABILITIES		10,091	49,059
PARTNERS' EQUITY			
Paid – Up capital	7	30,000	30,000
Accumulated surplus		126,576	117,391
NET PARTNERS' EQUITY		156,576	147,391
TOTAL LIABILITIES' & PARTNERS' EQUITY		166,667	196,450

Notes from an Integral Part of these Financial Statements

**PARTNERS JORDAN
(LIMITED LIABILITY COMPANY)
NON PROFIT ORGANIZATION
AMMAN – JORDAN**

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Note</u>	<u>2009</u> <u>JD</u>	<u>2008</u> <u>JD</u>
Revenue			
Projects Donations	8	303,752	395,865
Projects Revenues	9	50,992	13,598
Total Revenues		354,744	409,463
Less : Projects Expenses	10	(319,651)	(233,640)
Less : General & Administrative Expenses	11	(25,939)	(98,374)
Gross surplus		9,154	77,449
Currency Differences Revenues		31	---
Year Net Surplus		9,185	77,449

Notes from an Integral Part of These Financial Statements

**PARTNERS JORDAN
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NON PROFIT ORGANIZATION
AMMAN – JORDAN**

STATEMENT OF CHANGES IN IN PARTNERS EQUITY FOR THE YEAR ENDED DECEMBER 31, 2009

	Paid – up capital JD	Accumulated Surplus JD	Total JD
<u>For the year ended December 31, 2008</u>			
Beginning balance	30,000	39,942	69,942
Changes during the year	---	77,449	77,449
Balance as at December 31, 2008	30,000	117,391	147,391
<u>For the year ended December 31, 2009</u>			
Beginning balance	30,000	117,391	147,391
Changes during the year	---	9,185	9,185
Balance as of December 31, 2009	30,000	.126,576	156,576

Notes from an Integral Part of these Financial Statements

**PARTNERS JORDAN
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NON PROFIT ORGANIZATION
AMMAN – JORDAN**

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>2009</u>	<u>2008</u>
	<u>JD</u>	<u>JD</u>
Cash flows from operating activities		
Year Net surplus	9,185	77,449
Add : Depreciation expenses	6,298	5,972
Adjusted Surplus	<u>15,483</u>	<u>83,421</u>
Changes in Working Capital		
Accounts Receivable	---	950
Other Debit Balances	(23,627)	1,094
Accounts Payable	(5,290)	5,085
Projects Under Process Advances	(42,857)	42,857
Other Credit Balance	9,179	(34)
Net Cash Flows From Operating Activities	<u>(47,112)</u>	<u>133,373</u>
Cash Flows From Investing Activities		
Acquisition Of Property, Plant and Equipment	(58)	(3,828)
Net Cash Flows from Investing Activities	<u>(58)</u>	<u>(3,828)</u>
Net (Decrease) Increase In Cash and Cash Equivalents	(47,170)	129,545
Cash and Cash Equivalents, Beginning of the year	176,790	47,245
Cash and Cash Equivalents, End Of The Year	<u><u>129,620</u></u>	<u><u>176,790</u></u>

Notes from an Integral Part of these Financial Statements

**PARTNERS JORDAN
(LIMITED LIABILITY COMPANY)
NON PROFIT ORGANIZATION
AMMAN – JORDAN
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009**

1. GENERAL

Partners Jordan Company for Training was established in Jordan in October 24, 2005 at the Ministry of Industry & Trade in accordance with Companies Law No. (22) of 1977, and registered as a Limited Liability Company (Non for Profit Organization) under registration No. (105)

Company's objectives include:

- Acquisition of movable & non-movable assets
- Management Consulting
- Obtaining bank loans if needed
- Conducting training courses without issuing certificates

2. BASIS OF PREPARATION

2.1. Statement of compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), issued by the standing interpretations Committee

a) Property, plant and equipment

Recognition and measurement:

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. (Id any). Property, plant & equipment are being depreciated according to straight-line method with a depreciation percentage between 15% - 20%

b) Donations Revenues

Donations are recognized as revenue when received from donors. Donations revenues are postponed for future period under projects under process advances account.

c) Foreign currencies transactions

Transactions in foreign currencies are translated to Jordanian Dinars, using the rates prevailing at the date of transactions, Assets and liabilities denominated in foreign currencies are translated to Jordanian Dinars using the average rate prevailing on December 31 exchange gains or losses resulting to the statement of income.

3. Cash & Cash Equivalents

This item represents cash at banks (Standard Chartered) as of December 31, 2009.

4. Other Debit Balances

	<u>2009</u>	<u>2008</u>
	<u>JD</u>	<u>JD</u>
Prepaid rent expenses	5,333	4,658
Prepaid insurance expenses	773	---
Prepaid subscription fees	361	406
Refundable	273	---
Accrued Revenue	21,523	---
Hazem Zaytona	426	---
Other	152	150
TOTAL	<u>28,841</u>	<u>5,214</u>

5. Projects under process advances

This item represents received amounts at year-end of 2008 relating to 2009 projects.

6. Fixed Assets

This Item Consists OF The Following

	Furniture and Fixtures	Decorations	Air conditions and Heater	Office Equipment and Telecommunication	Computers	Total
	JD	JD	JD	JD	JD	JD
2009						
Cost:						
Beginning balance	5,441	2,340	2,975	5,062	16,774	32,592
Additions	---	---	---	58	---	58
Ending balance	5,441	2,340	2,975	5,120	16,774	32,650
Accumulated depreciation:						
Balance as of January 1, 2009	1,557	1,057	1,331	2,521	11,680	18,146
Additions	544	351	446	764	4,193	6,298
Ending Balance	2,101	1,408	1,777	3,285	15,873	24,444
Net book value as of December 31, 2009	3,340	932	1,198	1,835	901	8,206
Net book value as of December 31, 2008	3,884	1,283	1,644	2,541	5,094	14,446

7. Capital

The registered Capital consists of 30,000 shares of 1 JD per share allocated as follows:

	<u>Number of Shares</u>
Sa'ed Darweesh Yousef	7,500
Laith Marwan Sedqe Al Qasem	7,500
Reymon Shnohalten	7,500
Reem Mamdoh Abu Hassan	7,500
	<u>30,000</u>

* The Capital Account Was Fully Paid

7. Projects Donations

This Item Consists OF The Following

	<u>2009 JD</u>	<u>2008 JD</u>
Partners for democratic change	---	26,464
EU Project	162	108,380
PSP Project	9,065	50,202
DUTCH Project	68,052	7,143
UNDEF Project	115,041	69,022
FFF Project	---	36,100
MEPI Project	91,300	97,650
SUNNY Project	---	904
ACRLI Project	7,146	---
IREXI Project	12,986	---
TOTAL	<u>303,752</u>	<u>395,865</u>

8. Revenue project

This Item Consists OF The Following

	<u>2009</u>	<u>2008</u>
	<u>JD</u>	<u>JD</u>
Training courses	991	7,600
CHF Project	5,712	1,500
PDCI	11,882	---
FDCD Project	5,664	---
PDC/WORLD BANK Project	5,869	---
PDC/ TAJIKISTAN Project	3,559	---
IREX/ ERBIL Project	3,394	---
PDC / DUTCH Project	6,454	---
TBI Project	4,484	---
Other Project	3,043	4,498
TOTAL	<u>50,992</u>	<u>13,598</u>

9. Project Expenses

	<u>2009</u>	<u>2008</u>
	<u>JD</u>	<u>JD</u>
Sunny Project Expenses	---	2,765
PSP Project Expenses	700	16,326
FFF Project Expenses	---	24,301
EU1 Project Expenses	---	38,321
EU2 Project Expenses	1,061	49,092
MEPI Project Expenses	81,134	58,001
UNDEF Project Expenses	131,632	42,300
IREX Project Expenses	---	---
IREX Project Expenses	7,862	---
FDCD Project Expenses	399	---
CHF Project Expenses	3,500	---
DUTCH Project Expenses	73,008	2,534
PDC Project Expenses	9,242	---
PDC- DUTCH Project Expenses	4,546	---
IREX / TAJAKISTAN Project Expenses	3,372	---
TBI Project Expenses	2,601	---
PDC / WORLD Project Expenses	---	---
BANK	594	---
TOTAL	<u>319,651</u>	<u>233,640</u>

10. General & Administrative expenses

This Item Consists OF The Following

:

	<u>2009</u>	<u>2008</u>
	<u>JD</u>	<u>JD</u>
Salaries & wages	---	46,363
Social security	6,362	5,108
Training Wages	4,970	5,992
Travel & accommodation	747	4,502
Hospitality & cleaning	220	3,215
Advertising	164	---
Depreciation	6,298	5,972
Rent	---	9,316
Transportation	440	2,519
Professional & legal fees	---	2,622
Communication	56	1,802
Stationery	18	370
Subscription & Memberships	2,555	1,620
Licenses & fees	546	568
Maintenance	80	252
Insurance	707	1,662
Utilities	258	885
Audits Fees	1,740	---
Bank charges	282	356
Mobile Telephone Expenses	256	---
Computer Maintenance Expenses	105	3,830
Training courses	50	---
Sundry Expenses	85	1,420
TOTAL	<u><u>25,939</u></u>	<u><u>98,374</u></u>

11. Net surplus

This item represents net results of company business (revenues minus Expenses)
Realized during the year ended December 31, 2009, the Company is a non-for project
There fore Net surplus is used for exulus future projects.

12. Comparative figures Comparative Figures

The figures of the year 2008 were reclassified to match the classification of 2009.