

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
BALANCE SHEET

|                                       | <u>Note</u> | <u>December<br/>31,2007</u> | <u>December<br/>31,2006</u> |
|---------------------------------------|-------------|-----------------------------|-----------------------------|
|                                       |             | JD                          | JD                          |
| <b>Assets</b>                         |             |                             |                             |
| <b>Current Assets:</b>                |             |                             |                             |
| Cash and cash equivalent              | 3           | 47,245                      | 17,353                      |
| Accounts receivable                   |             | 950                         | 1,667                       |
| Other debit balances                  | 4           | 6,308                       | 3,705                       |
| Total Current Assets                  |             | <u>54,503</u>               | <u>22,725</u>               |
| Property, plant and equipment - Net   | 5           | 16,590                      | 18,613                      |
| Total Assets                          |             | <u>71,093</u>               | <u>41,338</u>               |
| <b>Liabilities and Owners' Equity</b> |             |                             |                             |
| <b>Current Liabilities:</b>           |             |                             |                             |
| Accounts payable                      |             | 205                         | 1,197                       |
| Other credit balances                 |             | 946                         | 988                         |
| Total Current Liabilities             |             | <u>1,151</u>                | <u>2,185</u>                |
| <b>Owners' Equity</b>                 |             |                             |                             |
| Paid – up capital                     | 6           | 30,000                      | 30,000                      |
| Accumulated surplus                   |             | 39,942                      | 9,153                       |
| Total Owners' Equity                  |             | <u>69,942</u>               | <u>39,153</u>               |
| Total Liabilities and Owners' Equity  |             | <u>71,093</u>               | <u>41,338</u>               |

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE STATEMENTS

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
STATEMENT OF INCOME

---

|   | <u>Note</u> | <u>For the Year<br/>Ended December<br/>31, 2007</u> | <u>For the Year<br/>Ended December<br/>31, 2006</u> |
|---|-------------|---|---|
|   |             | JD  | JD  |
| <b>Revenues:</b>                          |             |   |   |
| Donations                                 | 7           | 214,446   | 130,516   |
| Projects                                  |             | -   | 11,765  |
| Training courses                          |             | 3,043   | 6,159   |
| Total Revenues                            |             | <u>217,489</u>                                      | <u>148,440</u>                                      |
| Less: Projects expenses                   | 8           | <u>67,959</u>                                       | <u>24,347</u>                                       |
| Total Surplus                             |             | 149,530   | 124,093   |
| Less: General and administrative expenses | 9           | <u>118,741</u>                                      | <u>120,347</u>                                      |
| Net Surplus                               |             | <u>30,789</u>                                       | <u>3,746</u>  |

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE STATEMENTS

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
STATEMENT OF CASH FLOWS

|  | For the Year<br>Ended December<br>31, 2007 | For the Year<br>Ended December<br>31, 2006 |
|--|--|--|
|  | JD   | JD   |
| <b>Cash Flows from Operating Activities:</b>     |  |  |
| Net surplus                                      | 30,789                                     | 3,746                                      |
| Add: Depreciation expenses                       | 5,182                                      | 4,790                                      |
| Adjusted Surplus                                 | 35,971                                     | 8,536                                      |
| <b>Changes in Working Capital</b>                |  |  |
| Accounts receivable                              | 717  | (1,667)                                    |
| Other debit balances                             | (2,603)                                    | 546  |
| Accounts payable                                 | (992)                                      | 1,197                                      |
| Other credit balances                            | (42)                                       | (150)                                      |
| Accrued expenses                                 | -  | (2,677)                                    |
| Net Cash Flows from Operating Activities         | 33,051                                     | 5,785                                      |
| <b>Cash Flows From Investment Activities:</b>    |  |  |
| Acquisition of Property, Plant and Equipment     | (3,159)                                    | (2,830)                                    |
| Net Cash Flows Used in Investment Activities     | (3,159)                                    | (2,830)                                    |
| <b>Cash Flows From Financing Activities:</b>     |  |  |
| Paid - up Capital                                | -  | 14,075                                     |
| Net Cash Flows From Financing Activities         | -  | 14,075                                     |
| Net Increase in Cash and Cash Equivalent         | 29,892                                     | 17,030                                     |
| Cash and cash equivalent – beginning of the year | 17,353                                     | 323  |
| Cash and Cash Equivalent – End of the Year       | 47,245                                     | 17,353                                     |

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE STATEMENTS

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
STATEMENT OF CHANGES IN OWNER'S EQUITY

|   | <u>Paid - up<br/>Capital</u> | <u>Accumulated<br/>Surplus</u> | <u>Total</u>  |
|---|------------------------------|--------------------------------|---------------|
|   | JD                           | JD                             | JD            |
| <u>For the Year Ended<br/>December 31, 2006</u> |                              |                                |               |
| Beginning balance                               | 15,925                       | 5,407                          | 21,332        |
| Changes during the year                         | 14,075                       | 3,746                          | 17,821        |
| Ending Balance                                  | <u>30,000</u>                | <u>9,153</u>                   | <u>39,153</u> |
| <br>  |                              |                                |               |
| <u>For the Year Ended<br/>December 31, 2007</u> |                              |                                |               |
| Beginning balance                               | 30,000                       | 9,153                          | 39,153        |
| Changes during the year                         | -                            | 30,789                         | 30,789        |
| Ending Balance                                  | <u>30,000</u>                | <u>39,942</u>                  | <u>69,942</u> |

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE STATEMENTS

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
NOTES TO FINANCIAL STATEMENTS

---

1. General

Partners – Jordan Company for Training was established in Jordan in October 24, 2005 in accordance with the Companies Law number (22) of 1997, and registered as a Limited Liability Company (Non- for - Profit Organization) under registration number (105).

Company's objectives include :

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

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
NOTES TO FINANCIAL STATEMENTS

---

2. Significant Accounting Policies :

The financial statements are prepared in accordance with International Financial Reporting Standards and related interpretations. The Significant accounting policies followed by the Company are as follows:

***Property, Plant and Equipment:***

Property, plant and Equipment are presented in the balance sheet at cost net of accumulated depreciation and impairment losses,(if any). Depreciation of property, plant and equipment is calculated based on their estimated useful lives using the straight-line method, with annual depreciation rates of ( 15 – 20 ) %.

***Donations Revenues:***

Donations are recognized as revenues when received.

***Foreign Currency Translation:***

Transactions in foreign currencies are translated into Jordanian Dinar at the rates of exchange prevailing at the date of the transaction.

Financial assets and liabilities denominated in foreign currencies are translated to Jordanian Dinar at the exchange rates prevailing at year end. Exchange gains and losses resulting there from are taken to the statement of income.

***Cash and Cash Equivalent:***

Cash and cash equivalents consist of cash at banks.

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
NOTES TO FINANCIAL STATEMENTS

---

3. Cash and Cash Equivalent:

This item represents cash at bank ( Standard Chartered ) as of December 31, 2007.

4. Other Debit Balances:

This item consists of the following:

|                           | <u>2007</u>  | <u>2006</u>  |
|---------------------------|--------------|--------------|
|                           | JD           | JD           |
| Prepaid rent              | 4,950        | 2,541        |
| Prepaid subscription fees | 321          | 348          |
| Other debit balances      | 1,037        | 816          |
|                           | <u>6,308</u> | <u>3,705</u> |

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
NOTES TO FINANCIAL STATEMENTS

5. Property, Plant and Equipment:

The details of this item as of December 31, 2007 are as Follows:

|   | <u>Furniture<br/>and<br/>Fixtures</u> | <u>Decorations</u> | <u>Air<br/>Conditions<br/>and Heater</u> | <u>Office<br/>Equipment and<br/>Telecommunication</u> | <u>Computers</u> | <u>Total</u>  |
|---|---------------------------------------|--------------------|--|---|------------------|---------------|
|   | JD                                    | JD                 | JD                                       | JD  | JD               | JD            |
| Cost :                                      |                                       |                    |  |   |                  |               |
| Beginning balance                           | 3778                                  | 1,740              | 2,205                                    | 4,978   | 12,904           | 25,605        |
| Additions                                   | 1,463                                 | 600                | 770                                      | 70  | 256              | 3,159         |
| Disposals                                   | -                                     | -                  | -  | -   | -                | -             |
| Ending Balance                              | <u>5,241</u>                          | <u>2,340</u>       | <u>2,975</u>                             | <u>5,048</u>  | <u>13,160</u>    | <u>28,764</u> |
| Accumulated<br>Depreciation :               |                                       |                    |  |   |                  |               |
| Beginning balance                           | 560                                   | 392                | 496                                      | 1,009   | 4,535            | 6,992         |
| Additions                                   | 463                                   | 314                | 389                                      | 753   | 3,263            | 5,182         |
| Disposals                                   | -                                     | -                  | -  | -   | -                | -             |
| Ending Balance                              | <u>1,023</u>                          | <u>706</u>         | <u>885</u>                               | <u>1,762</u>  | <u>7,798</u>     | <u>12,174</u> |
| Net book value as<br>of December31,<br>2007 | <u>4,218</u>                          | <u>1,634</u>       | <u>2,090</u>                             | <u>3,286</u>  | <u>5,362</u>     | <u>16,590</u> |
| Net book value as<br>of December31,<br>2006 | <u>3,218</u>                          | <u>1,348</u>       | <u>1,709</u>                             | <u>3,969</u>  | <u>8,369</u>     | <u>18,613</u> |



PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
NOTES TO FINANCIAL STATEMENTS

---

6. Capital :

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

|                               | Number of shares |
|-------------------------------|------------------|
| Sa'ed Darweesh Yousef Karajah | 7,500            |
| Laith Marwan Sedqe AL Qasem   | 7,500            |
| Reymon Shnohalten             | 7,500            |
| Reem Mamdoh Abu Hassan        | 7,500            |
|                               | 30,000           |

7. Donations:

This item represents

|                                | 2007    | 2006    |
|--------------------------------|---------|---------|
|                                | JD      | JD      |
| Partners for democratic change | 111,664 | 130,516 |
| Masaq project                  | 4,758   | -       |
| Suny project                   | 17,856  | -       |
| EU project                     | 64,071  | -       |
| PSP project                    | 16,097  | -       |
|                                | 214,446 | 130,516 |

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
NOTES TO FINANCIAL STATEMENTS

---

8. Projects Expenses - Training Courses:

This item represents the cost incurred in conjunction with the training courses conducted in 2007. Details of projects experience are as follows:

|  | <u>2007</u>   | <u>2006</u>   |
|--|---------------|---------------|
|  | JD            | JD            |
| Coordination planning project          | -             | 5,709         |
| Masaq project                          | 8,393         | 10,635        |
| Network Democrats in the World project | -             | 1,165         |
| Training courses                       | 35,477        | 2,484         |
| Trainer`s wages                        | 8,132         | 4,354         |
| Suny project                           | 11,206        | -             |
| PSP project                            | 1,195         | -             |
| Miscellaneous                          | 3,556         | -             |
|  | <u>67,959</u> | <u>24,347</u> |

PARTNERS – JORDAN COMPANY FOR TRAINING  
LIMITED LIABILITY COMPANY  
AMMAN - JORDAN  
NOTES TO FINANCIAL STATEMENTS

---

9. General and Administrative Expenses :

Details of general and administrative expenses are as follows:

|                             | <u>December</u><br><u>31,2007</u> | <u>December</u><br><u>31,2006</u> |
|-----------------------------|-----------------------------------|-----------------------------------|
|                             | JD                                | JD                                |
| salaries and wages          | 69,896                            | 59,583                            |
| Social security             | 7,706                             | 5,956                             |
| Travel and accomodation     | 8,244                             | 15,066                            |
| Hospitality and cleaning    | 2,947                             | 8,078                             |
| Advertising                 | 1,209                             | 5,023                             |
| Depreciation                | 5,185                             | 4,790                             |
| Rent                        | 9,349                             | 6,169                             |
| Transportation              | 2,435                             | 1,963                             |
| Professional and legal fees | 2,344                             | 1,892                             |
| Software                    | -                                 | 1,637                             |
| Communication               | 1,865                             | 1,838                             |
| Stationery                  | 1,626                             | 1,600                             |
| Subscriptions               | 704                               | 1,148                             |
| Miscellaneous               | 606                               | 1,435                             |
| Licenses and fees           | 624                               | 432                               |
| Maintenance                 | 1,486                             | 382                               |
| Insurance                   | 1,229                             | 953                               |
| Utilities                   | 748                               | 575                               |
| Bank charges                | 538                               | 368                               |
| Translation                 | -                                 | 1,459                             |
|                             | <u>118,741</u>                    | <u>120,347</u>                    |

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE STATEMENTS