



الخليج الإستثمارية ش.م.ع
AL KHALEEJ INVESTMENT P.J.S.C

BOARD OF DIRECTOR REPORT FOR THE QUARTER ENDED September 30, 2020

Dear Shareholders

Greeting!

On the Behalf of Board of Directors of AL Khaleej Investments PJSC. We feel immense pleasure to present the consolidated financial statement of AL Khaleej Investment PJSC with its Subsidiaries for the quarter ended September 30, 2020.

GENERAL OVERVIEW

Since the beginning of 2020, the real estate sector has shown a downward curve, especially in the first quarter of the year with a relative rise in the second quarter and with a slight drop in the 3rd quarter, as a result of the negative impact of the COVID19 virus pandemic on most sectors and economic activities in the country. Therefore, the trend was to exploit such circumstances in speeding up the completion of some maintenance activities in some buildings to be ready for the return of economic activity in the near future.

As for investment activities, despite of the general decline in the share prices of the stock indexes in general, trading activities have made a significant profit. Efforts are intensified to maintain and even exceed the achieved Year-to-Date trading rate of return in the rest of year.

FINANCIAL PERFORMANCE

The comparison of reviewed consolidated accounts for the Quarter ended September 30, 2020 with the corresponding period of fiscal year 2019 are given below:

	CONSOLIDATED	
	September 30 2020	September 30 2019
	Million (AED)	
Revenue	14.78	17.67
Gross Profit	12.45	14.87
Loss from the Investment held at Fair value through P&L	(7.25)	(11.93)
Net Profit	0.62	(1.20)
Earnings per share	0.006	(0.012)
Shareholders' Equity	278.4	278.4
Occupancy	77.85%	87.65%



الذليح الإستثمارية ش.م.ع AL KHALEEJ INVESTMENT P.J.S.C

Revenues for the period to September 30, 2020 were AED. 14.78 million Compared to AED. 17.67 million In the Quarter of previous fiscal year. Main reason for decrease in revenues is the reduction of occupancy because of COVID19. Gross profit was AED. 12.45 million As compared to AED. 14.87 million In the corresponding period. Gross profit has declines only because of reduction in revenues. As a percentage of Revenue, gross profit slightly increased from 84.17% in the corresponding period to 84.18% in the current period. Recorded Loss from the investment held at fair value through P&L during 2020 is 7.25 million which is because of clumsiness of market caused by COVID 19 witch compare to last year loss 11.93 million. The company posted net profit of AED. 0.62 million in the current period compared to a net loss of AED. 1.2 million In the same period last year. Basic earnings per share was 0.006 fils compared to negative 0.012 file in comparative year.

FUTURE OUTLOOK

The main contributor for YTD under performance vs previously budgeted performance is the incurred loss from investment held at fair value though P&L. In accordance with Q3 trading activities, BOD expects the continuation of upward slopping in trading activities will decrease the loss from the investment held at fair value though P&L, which in turn will enhance the investment portfolio outlook in particular, and the P&L as well.

ACKNOWLEDGEMENT

The Board of Directors places on record its appreciation for the continued support by its shareholders, valued customers, government agencies and financial institutions which enabled the company to survive during these difficult time. The board would also like to express its appreciation for the services, loyalty and efforts being continuously rendered by the executives and all the staff members of the company and hope that they will continue with the same spirit in future. On behalf of the Board

Abdulaziz Abdulla Salem Jasem Al Zaabi	Chairman
Ahmed Salem Abdulla Salem Alhosani	Vice Chairman
Abdulrahman Jasem Obaid Alabdouli	Managing Director
Mohammed Hasan Mohammed Alshamsi Alawadhi	Board Member
Haytham Ahmed Essa Ahmed Alnaeem	Board Member
Abdullateef A R Alzeer	Board Member
Sultan Khalfan Alghaith Almarri	Board Member



Abdulrahman Jasem Al Abdouli
Managing Director