

Summary of the Preliminary Results of PEX – Listed Companies

Main Information:	
Name of the company:	PALESTINE SECURITIES EXCHANGE
Sector:	Banking Financial Services
Trading symbol:	PSE
ISIN Number:	PS1009112951
Date of Registration:	27/03/1995
Type of Market (First/ Second):	second
Authorized Capital:	10,000,000
Subscribed Capital:	10,000,000
Paid-in Capital:	10,000,000
Name of the Chairman of the Board:	MR. MAHER NASH`AT MASRI
Name of the Chief Executive Officer/ General Manager:	----
Name of the Internal Auditor:	Internal Audit Department - Padico
Name of the External Auditor:	EARNST & YOUNG
Location (Head Office):	NABLUS
Telephone Number:	092390999
E-mail:	PEX@PEX.PS

Information about the Annual Report & General Assembly Meeting:	
Approximate date for the publication of the Annual Report:	March 2022
The site where the Annual Report shall be displayed for viewing by the public:	PEX website (WWW.PEX.PS)
The proposed date for the annual Ordinary General Assembly Meeting:	07/03/2022

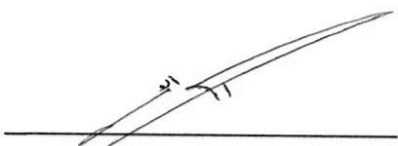
Preliminary Results Comparison:

Currency: USD

Item	31/12/2021 (Unaudited)	31/12/2020 (Audited)
1. Total assets:	14,394,343	13,634,005
a) Non-current assets:	6,252,782	5,940,198
b) Current assets:	8,141,561	7,693,807
2. Total Liabilities:	1,522,039	1,546,319
a) Non-current liabilities:	1,007,783	1,149,172
b) Current liabilities:	514,256	397,147
c) Unrestricted investments accounts (Islamic Banks):	0	0
d) Restricted investments accounts (Islamic Banks):	0	0
3. Total Equity:	12,872,304	12,087,686
a) Equity attributable to equity holders of the company	12,872,304	12,087,686
b) Non-controlling interests	0	0
4. Net Operating Income/ (Loss)	735,843	(171,167)
5. Net Income/ (Loss) before Tax	1,184,385	353,655
6. Provision for Income Tax	(181,790)	(70,659)
7. Net Income/ (Loss) after Tax:	1,002,595	282,996
a) Attributable to equity holders of the company	1,002,595	282,996
b) Non-controlling interests	0	0
8. Other Comprehensive Income	182,023	(317,226)
9. Total Comprehensive Income (7+8)	1,184,618	(34,230)
a) Equity Holders of the Company	1,184,618	(34,230)
b) Non-controlling interests	0	0

10. Summary of the Company's Financial Performance for 2021 :

1. Current Ratio : 15.83 Cash Ratio : 9.7% EPS: 0.10 Return on owners' equity : 0.08



Ala' Aburrob

Accounting Section Head

Date:

15/ 02 / 2022

Palestine Securities Exchange Company P.L.C.

Financial Statements

As of December 31, 2021

STATEMENT OF FINANCIAL POSITION

Dec 31, 2021

	31 December 2021	31 December 2020
	Audited	Audited
	USD	USD
Assets		
Non-current assets		
Property and equipment	325,958	427,111
Right-of-use assets	328,811	374,837
Projects in progress	-	620,489
Financial assets at fair value through other comprehensive income	1,898,682	1,716,659
Investment properties	2,665,665	2,801,102
	<u>6,252,782</u>	<u>5,940,198</u>
Current assets		
Financial assets at amortized cost	6,896,049	6,923,959
Accounts receivable	201,483	164,932
Other current assets	252,894	234,974
Cash and cash equivalents	791,135	369,942
	<u>8,141,561</u>	<u>7,693,807</u>
Total assets	<u>14,394,343</u>	<u>13,634,005</u>
Equity and liabilities		
Equity		
Paid-in share capital	10,000,000	10,000,000
Statutory reserve	2,010,597	1,910,337
Fair value reserve	(454,791)	(636,814)
Retained earnings	1,316,498	814,163
Net equity	<u>12,872,304</u>	<u>12,087,686</u>
Non-current liabilities		
Long term lease liabilities	296,776	324,810
Provision for employees' indemnity	711,007	824,362
	<u>1,007,783</u>	<u>1,149,172</u>
Current liabilities		
Accounts payable	25,981	132,778
Short term lease liabilities	32,777	39,521
Income Tax provision	77,098	
Other current liabilities	378,400	224,848
	<u>514,256</u>	<u>397,147</u>
Total liabilities	<u>1,522,039</u>	<u>1,546,319</u>
Total equity and liabilities	<u>14,394,343</u>	<u>13,634,005</u>

STATEMENT OF INCOME

For the Period Ended Dec 31, 2021

	2021	2020
	Audited	Audited
	USD	USD
<u>Revenues from contracts with customers</u>		
Trading and transfer commissions	1,699,473	782,424
Membership, registration and binding fees	723,146	619,004
Securities collateral commission	161,840	146,018
Other operating revenues	87,048	61,078
	<u>2,671,507</u>	<u>1,608,524</u>
General and administrative expenses		
General and administrative expenses	(1,697,995)	(1,477,750)
Depreciation	(120,390)	(108,835)
Depreciation of investment properties	(67,370)	(67,368)
Right-of-use depreciation	(31,094)	(105,425)
Finance cost related to long lease liabilities	(18,815)	(20,313)
	<u>735,843</u>	<u>(171,167)</u>
<u>Other Revenues</u>		
Investment income	417,600	413,474
Interest revenue	9,214	6,151
Other revenue, net	117,705	181,238
Impairment of investment properties	(68,067)	-
Impairment of financial assets through OCI	(27,910)	(76,041)
Profit for the period before Income Tax	<u>1,184,385</u>	<u>353,655</u>
Income tax expense	(181,790)	(70,659)
Profit for the period	<u>1,002,595</u>	<u>282,996</u>
Basic and diluted earnings per share for the profit of the period	<u>0.100</u>	<u>0.028</u>

STATEMENT OF COMPREHENSIVE INCOME

For the Period Ended Dec 31, 2021

	<u>2021</u>	<u>2020</u>
	<u>Audited</u>	<u>Audited</u>
	<u>USD</u>	<u>USD</u>
Profit for the period		
Other comprehensive income		
Items not to be reclassified to profit or loss in subsequent periods:		
Change in fair value of financial assets through other comprehensive income (OCI)	1,002,595	282,996
Total other comprehensive income	<u>182,023</u>	<u>(317,226)</u>
Total comprehensive income for the period	<u>1,184,618</u>	<u>(34,230)</u>

Palestine Securities Exchange Company P.L.C.

STATEMENT OF CHANGES IN EQUITY
For the Period Ended Dec 31, 2021

	Paid-in share capital	Statutory Reserve	Fair value reserve	Retained earnings	Net Equity
	USD	USD	USD	USD	USD
2021					
As at January 1, 2021	10,000,000	1,910,337	(636,814)	814,163	12,087,686
Profit for the period	-	-	-	1,002,595	1,002,595
Total other comprehensive income	-	-	182,023	(400,000)	182,023
Cash dividends	-	-	-	(100,260)	(400,000)
Transferred to statutory reserve	-	100,260	-	(100,260)	-
As at December 31, 2021	<u>10,000,000</u>	<u>2,010,597</u>	<u>(454,791)</u>	<u>1,316,498</u>	<u>12,872,304</u>
2020					
As at January 1, 2020	10,000,000	1,882,037	(319,588)	559,467	12,121,916
Profit for the period	-	-	-	282,996	282,996
Total other comprehensive income	-	-	(317,226)	(28,300)	(317,226)
Transferred to statutory reserve	-	28,300	-	(28,300)	-
As at December 31, 2020	<u>10,000,000</u>	<u>1,910,337</u>	<u>(636,814)</u>	<u>814,163</u>	<u>12,087,686</u>

STATEMENT OF CASH FLOWS

For the Period Ended Dec 31, 2021

	2021	2020
	Audited	Audited
	USD	USD
<u>Operating activities:</u>		
Profit (loss) for the period before income tax	1,184,385	353,655
Adjustments for:		
Depreciation	218,852	281,628
Investment income	(417,600)	(413,474)
Interest revenue	(9,214)	(6,151)
Expected credit loss	5,657	-
Impairment on financial assets	27,910	76,041
Impairment on investment properties	68,068	-
Provision for employees' indemnity	241,380	126,722
Finance cost related to lease liabilities	18,815	20,313
Gain on disposal of property and equipment	233	(21,761)
Revenue from ending leases contracts	(757)	(25,867)
Other non-cash items	(7,106)	(7,417)
	<u>1,330,622</u>	<u>383,689</u>
Working capital adjustment:		
Accounts receivable	(42,208)	(71,676)
Other current assets	(33,503)	11,900
Accounts payable	(91,797)	32,282
Other current liabilities	154,827	145,078
Income tax payments	(85,743)	(97,294)
Employees' indemnity paid	(354,735)	(115,033)
Net cash from operating activities	<u>877,463</u>	<u>288,946</u>
<u>Investing activities:</u>		
Investment income	417,600	413,474
Purchase of property and equipment	(19,471)	(233,990)
Sale of property and equipment	-	-
Additions to project in progress	(413,177)	(183,507)
Interest revenue received	12,954	2,411
Net cash from investing activities	<u>(2,094)</u>	<u>(1,612)</u>
<u>Financing activities:</u>		
Payments of long-term lease liabilities	(52,901)	(73,538)
Dividends	(401,275)	-
Net cash used in financing activities	<u>(454,176)</u>	<u>(73,538)</u>
Increase in cash and cash equivalents	421,193	213,796
Cash and cash equivalents, beginning of period	<u>369,942</u>	<u>156,146</u>
Cash and cash equivalents, end of period	<u><u>791,135</u></u>	<u><u>369,942</u></u>