

JORDAN PHOSPHATE MINES FINANCIAL HIGHLIGHTS H1, 2009

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The Arab Financial Investment Co.
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Financial Highlights

Jordan Phosphate Mines Company –JOPH reported its financial results for the first six months of 2009 posting a profit of JD 67.171 million, or JD 0.896 per share, as opposed to JD 75.274 million, or JD 1.004 per share, registered during the corresponding period of 2008. The company's bottom line was mainly affected by losses incurred from associates.

On QOQ basis, JOPH net income registered an enhancement of 16.30% during 2Q09 to settle at JD 36.116 million in comparison to JD 31.055 million registered during 1Q09.

Total sales dropped to JD 252.618 million at the end of 1H09 as opposed to JD 305.793 million posted in 1H08; showing a decline of 17.39%. It is worth noting that the slump in the company's sales came on the back of the drop in non-phosphate sales as phosphate sales recorded a growth of 15.32% between 1H09 and 1H08 reaching JD 189.523 million at the end of June 2009. Fertilizers sales retreated by 44.85% to settle at JD 77.919 million.

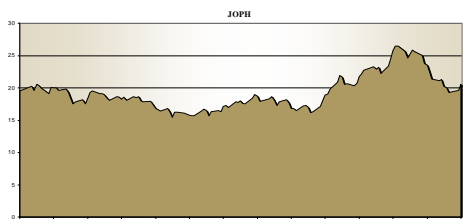
AS for 2Q09, total sales rose by 31.93% reaching JD 143.698 million relative to JD 108.919 million recorded during 1Q09.

Cost of sales dropped by JD 56.977 million during the first six months of 2009 due to the decline in the cost of fertilizers' raw materials. Cost of sales stood at JD 135.337 million at the end of the first six months of 2009, compared to JD 192.314 million registered during the same period of 2008; showing a decline of 26.63%.

The drop in the company's cost of sales boosted gross income causing it to enhance to JD 117.281 million at the end of 1H09 against JD 113.479 million registered in 1H08; displaying a lift of 3.35%. On quarterly basis, JOPH gross profit for 2Q09 reached JD 60.354 million as opposed to JD 56.927 million recorded in 1Q09.

Operating expenses slipped by 1.16% during 1H09 landing at JD 33.635 million at the end of June 2009. Transportation expenses declined by 13.63% standing at JD 11.913 million relative to JD 13.792 million recorded in 1H08. Mining fees also dropped during 1H09 as it reached JD 2.704 by the end of June 2009, compared to JD 3.386 million recorded in 1H08; a decline of 20.14%. General & administrative expenses rose by 35.44% during 1H09 reaching JD 8.036 million.

As for 2Q09, operating expensed climbed 26.58% to JD 18.790 million driven by the 52.74% jump in transportation expenses.



Ticker	JOPH
Listing	ASE
Sector	Mining and Extraction Industries
Capital	JD 75,000,000

H1, 2009 Share Performance	
Highest Price	JD 26.5
Lowest Price	JD 15.45
Closing Price	JD 20.54
Value Traded	JD 136,683,228
Volume Traded	6,610,404 shares
Number of Transactions	28,241

Finance costs slipped by 30.36% during the first half of 2009 as a result of the drop in the company's total debt. Finance costs stood at JD 1.337 million at the end of June 2009, compared to JD 1.920 million in 1H08. On the other hand, the company's finance income posted a notable jump of 220.38% reaching JD 1.118 million due to the rise in JOPH cash.

JOPH share of profit or loss from associates stood at losses of JD 3.707 million at the end of the first six months of 2009 as opposed to gains of JD 5.656 million recorded during the corresponding period of last year.

The company's balance sheet grew by a minimal 1% during the first six months of 2009 as the drop in accounts receivable, despite being offset by a significant portion with the increase in cash, put some pressure on total assets growth. Total assets stood at JD 556.67 million at the end of June 2009, up from JD 551.098 million recorded at the end of 2008.

Current assets shrank by a minimal 0.61% during the first half of 2009 landing at JD 368.168 million at the end of June, with cash increasing by 12.1% to JD 193.692 million, while accounts receivables descended by 36.63% to JD 57.33 million. During the same period, the company's inventory increased 12.60% to JD 57.863 million.

Total non-current assets rose by 4.33% during the first six months of 2009 to settle at JD 188.502 million. Such an increase came on the back of the 85.44% rise in projects under progress which stood at JD 31.945 million at the end of June 2009.

Total liabilities dropped from JD 133.984 million in December 2008 to land at JD 109.881 million at the end of June 2009; signifying a decline of 18%.

Due to banks registered a fall of 71.71% during the first six months of 2009 settling at JD 1.366 million at the end of June 2009. Total loans slipped to JD 24.89 million at the end of June 2009 as opposed to JD 31.719 million recorded at the end of December 2008.

Total equity reached JD 446.789 million at the end of June 2009 in comparison to JD 417.114 million recorded in December 2008; posting a growth of 7.11%.

JD	2008	1H08	1H09
Sales	846,891,895	305,792,836	252,618,142
Gross Income	483,739,864	192,313,672	135,336,911
Operating Expenses	(87,994,848)	(34,029,040)	(33,634,964)
Net Profit	238,621,888	75,273,943	67,171,289
Total Assets	551,097,811	393,282,977	556,670,030
Projects under Progress	17,227,048	3,624,451	31,945,508
Total Non-Current Assets	180,678,520	167,979,925	188,502,052
Inventory	51,393,764	64,149,479	57,863,099
Cash and Cash Equivalent	172,803,291	25,842,455	193,692,243
Total Current Assets	370,419,291	225,303,052	368,167,978
Total Liabilities	133,984,218	139,478,120	109,881,193
total loans	31,719,346	38,700,779	24,890,473
Due to Banks	4,829,044	6,741,355	1,365,900
Total Equity	417,113,593	253,804,857	446,788,837
Financial Ratios			
PE	6.13	30.68	11.47
PBV	3.51	18.20	3.45
Gross Profit Margin	57.12%	62.89%	53.57%
Net Profit Margin	28.18%	24.62%	26.59%
Current Ratio	4.27	2.79	5.51
Debt to Equity	8.76%	17.90%	5.88%
Total Liabilities/Total Assets	24.31%	35.47%	19.74%

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