

Flash Result - 1H, 2010

Palestine Poultry

Ticker	Sector	Trading Currency	ISIN	Current Price	Market Cap	52-week High	52-week Low
AZIZA	Industry	JOD	PS2007111979	3.02	36,240,000	3.26	0.84

Company Overview

Palestine Poultry Company a subsidiary of Palestine Industrial Investment Company PIIC, is a Palestine-based company engaged in poultry business. The Company's products include hatching eggs, broiler eggs, and one-day old chicks, as well as animal feeds. The Company owns four parent stocks farm (PSF) in Jenin district with annual production capacity of 15 million hatching eggs. It also owns feed mill factory, producing different kinds of animal feed rations; a grain storage silo, with a capacity of 26,000 tons of seeds, and a hatchery located in Kufor-Sour near Tulkarem city, produces one-day chicks, with a capacity of 12 million per year

Balance Sheet

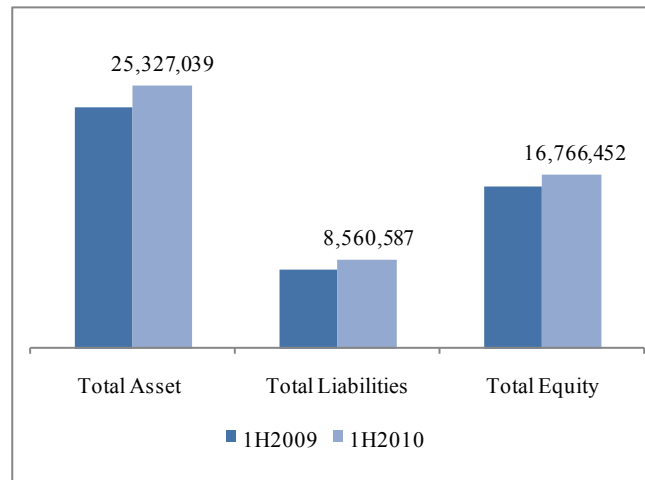
Categories	2009	1H2010	% Δ	Categories	1H2009	1H2010
Current Asset	6,247,248	6,970,652	11.58%	Debt Ratio	32.54%	33.80%
Non-Current Asset	16,990,187	18,356,387	8.04%	Debt/Capital	75.61%	71.34%
Total Asset	23,237,435	25,327,039	8.99%	Liquidity Ratio	1.78	1.32
Current Liabilities	3,510,106	5,278,422	50.38%	Inventory Turnover	6.01	7.97
Non-Current Liabilities	4,050,882	3,282,165	-18.98%	AVG Holding Period	60.78	45.78
Total Liabilities	7,560,988	8,560,587	13.22%	Working Capital	2,737,142	1,692,230
Paid Up Capital	10,000,000	12,000,000	20.00%	Asset Turnover	34.12%	32.65%
Total Equity	15,676,447	16,766,452	6.95%	Market Value / Assets	0.40	1.40

Total Assets rose by 8.99% in 1H,2009 landing at JOD 25.33 million

- Total assets rose by 8.99% in 1H,2009 landing at JOD 25.33 million mainly driven by an increase of current and Non-current assets which they stood at the levels of JOD 6.97 million and JOD 18.36 million respectively .
- The advance of Non-Current assets was generated mainly by an increase of investment in project under constructing which in turn rose from JOD 3.07 million in 2009 to reach JOD 4.81 million in 1H,2010 ,while the advance of Current assets mainly pushed up by the alive financial assets which increased by 41.11% to amount JOD 2.39 million at 1H,2009 constituting 52.31% of total current assets .
- Total Liabilities figure settled at JOD 8.56 million at the end of 1H,2010 opposing JOD 7.56 million in 2009 increasing by 13.22% , this advance was attributed to a significant growth of current liabilities which in turn was affected by an increase in the short term portion of long term loan and the credit facilities given to the company , which they settled at the end of 1H,2010 at JOD 1.31 million & JOD 0.350 million respectively .
- Accounts payables have highly contributed to total current liabilities , registering JOD 2.62 million in 1H, 2010 as opposing to JOD 2.37 million in the end of fiscal year 2009 .

Book value reach JOD 1.40

- AZZIA's Equity increased by 6.95% to amount JOD 16.76 million in 1H, 2010 opposing to JOD 15.67 million in 2009 which was ascribed mainly to an increase of capital by 20% which in turn was affected by a stock dividend distribution.
- Book value reached JOD 1.40 regarding the financial semiannual statement of 2010, and the share's currently trading on 215.71% compared to its book value.
- The Company's liquidity position showed an acceptable Level in 1H,2010, current ratio of 1.23 times; current assets cover current liabilities more than 1 times.



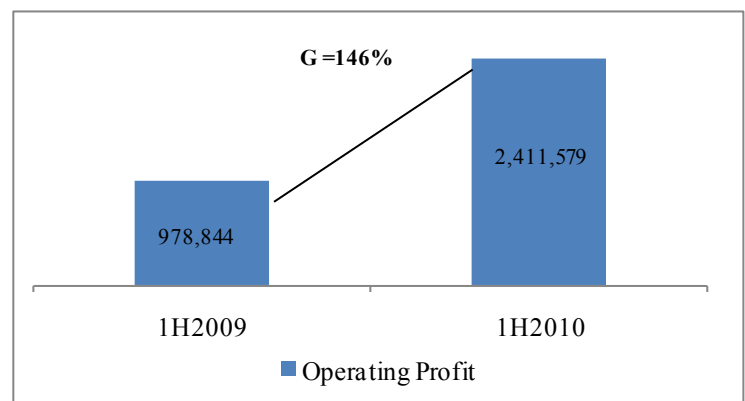
Income Statement

Categories	1H2009	1H2010	% Δ
Revenues	5,651,644	8,269,879	46.33%
Gross Profit	1,319,293	2,998,927	127.31%
General And administrative EXP	340,449	587,348	72.52%
Operating Profit	978,844	2,411,579	146.37%
Other Expenses	58,393	116,152	98.91%
Differences in foreign currencies	476,897	394,248	-17.33%
Net Profit (Comprehensive)	470,250	1,690,005	259.38%

Categories	1H2009	1H2010
EPS	0.05	0.14
P/E e	9.89	10.47
Operating Profit Margin	17.32%	29.16%
Operating Ratio	76.66%	63.74%
Profit Margin	8.32%	20.44%
ROA	2.84%	6.67%
ROE	3.47%	10.08%

Comprehensive net income advanced gigantically by 259%

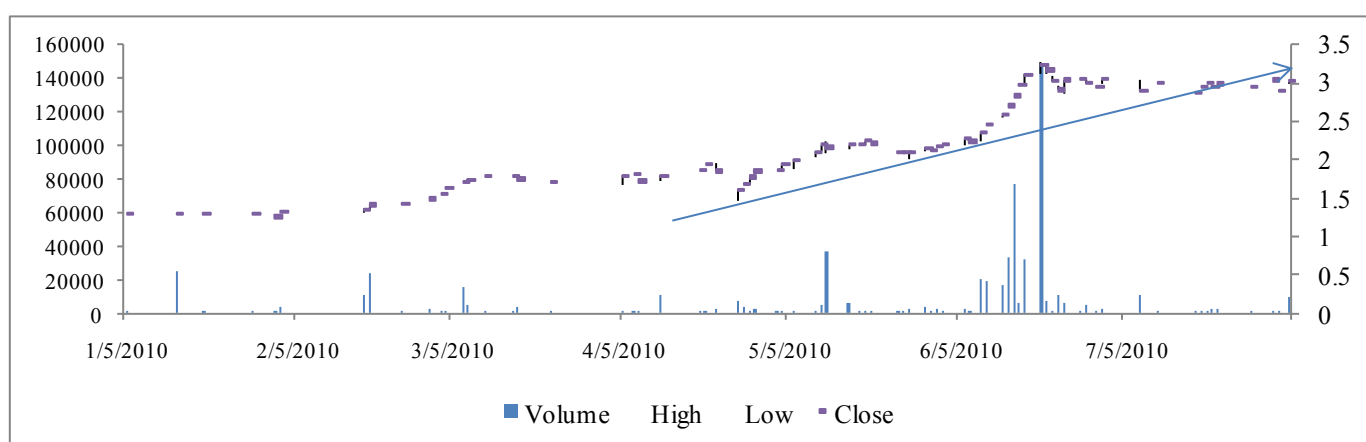
- Scrutinizing through the income statement, total revenues set at JOD 8.27 million in 1H,2010 while reporting a lower figure of JOD 5.65 million in the same period of 2009; increasing by 46.33%, also cost of sales hit a figure of JOD 5.27 million at the end of 1H,2010. In aggregate Gross Income posted an augmentation of 127% reaching JOD 3.00 million at the end of 1H,2010
- Net profit grew sharply to reach JOD 1.69 million ascending by 259.38% leading EPS to hit the level of 0.14 per share.
- General and administrative expense inflated by 72.52% reaching JOD 0.59 million in 1H 2010 versus JOD 0.34 million in the same period of 2009.
- Operating Margin posted a significant increase in 1H,2010 as it reached 29.16% versus 17.32% in 1H,2009, also Net profit margin ascended by 145% in 1H,2010 to attain 20.44% opposing 8.32% in 1H,2009. ROA And ROE enhanced in the first half of this year at they stood at 6.67% and 10.08% respectively.



Market Indicators

- Aziza's share is currently trading over its book value . And recording a low forward PE compared to the over all sector's market PE and close to the industry sector's PE
- The company market cap stood at JOD 35.40 million at the end of 1H 2010 rising by 280% compared to the settled value at Dec 31, 2009 .
- Trading volume of AZIZA reached 0.621 million shares for the period between Jan 1– June 30 , 2010

Categories	1H,2009	1H,2010
Market Price	0.93	2.95
BOOK Value	1.57	1.40
Price/BV	59.32%	211.14%
PE e	9.89	10.47
Market Cap JOD	9,300,000	35,400,000
Turnover Ratio	1.90%	4.90%



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