

## Gold crashes over 4pc, silver dives as equities back in vogue



Gold bars at the Austrian Gold and Silver Separating Plant 'Oegussa' in Vienna, Austria

Reuters | Washington

Gold sank as much as 4.3 per cent yesterday, facing its worst one-day rout in 7 years, as a return of risk appetite following encouraging economic numbers and hopes of new coronavirus relief package boosted the S&P 500 to near record highs.

Other precious metals also took a beating, with silver plunging as much as 8pc - its biggest daily decline since mid-March. It was down 7.2pc to \$27.06 per ounce by 11:29 a.m. EDT (1529 GMT), platinum dropped 3.3pc to \$954.07 and palladium slid 4.2pc to \$2,125.61.

“This feels like a mini crash. We could not overcome the early morning headlines of a Russian potential vaccine, and there was just continued optimism flowing into stocks,” said Edward Moya, senior market analyst at broker OANDA.

Gold’s correction overdue? Spot gold tumbled 4.1pc to \$1,943.54 per ounce, retreating sharply from Friday’s record high of \$2,072.50 and was set for its worst day since June 2013. US gold futures dropped 3.9pc to \$1,960.40.

The better-than-expected economic data helped acceler-

**\$1,943**  
Spot gold tumbled 4.1pc to \$1,943.54 per ounce, retreating sharply from Friday’s record high of \$2,072.50 and was set for its worst day since June 2013.

ate the sell-off, but the outlook remains bullish for gold, Moya said.

US producer prices rebounded more than expected in July, and the US S&P Global index moved closer to record highs.

TD Securities expects a deeper pullback as macro factors that have driven gold higher in the last few months are tapering slightly, said Daniel Ghali, commodity strategist at the company.

Gold’s record-breaking rally, driven by expectations of further stimulus and a weaker US dollar in the face of a surge in virus cases, was also tempered as higher US Treasury yields made non-yielding bullion less attractive.

“Ultimately, we still think gold has room to run higher, but in the very near term here we do think that the pullback will be large,” Ghali said.

## Saudi outperforms Gulf markets

Reuters

Saudi Arabia’s stock market ended higher yesterday, boosted by gains in the banking sector, while the Egyptian bourse retreated for a second straight session.

The kingdom’s benchmark index advanced 1.2 per cent, with Al Rajhi Bank rising 3.2pc and oil giant Saudi Aramco adding 0.6pc.

Aramco is moving ahead with plans to boost crude output capacity by 1 million barrels per day (bpd) to 13 m bpd despite cuts in capital expenditure this year and next year, the state oil

group’s CEO Amin Nasser said on Monday.

Elsewhere, retailer Jarir Marketing Company gained 2.9pc after proposing a dividend of 1.70 riyal per share for the second quarter, versus 1.40 riyal a year earlier.

Dubai’s main share index edged up 0.2pc, as blue-chip developer Emaar Properties gained 0.8pc.

A fall of 1.8pc in shares of Air Arabia capped gains, however.

The budget airliner swung to a second-quarter loss of 239 m dirhams after passenger traffic collapsed because of the COVID-19 pandemic, it said on

### Closing Bell

<b>SAUDI</b>	▲ 1.2pc to 7,626 pts
<b>ABU DHABI</b>	▲ 0.3pc to 4,368 pts
<b>DUBAI</b>	▲ 0.2pc to 2,097 pts
<b>QATAR</b>	▲ 1.1pc to 9,524 pts
<b>EGYPT</b>	▼ 0.2pc to 10,919 pts
<b>BAHRAIN</b>	▲ 0.6pc to 1,307 pts
<b>OMAN</b>	▼ 0.1pc to 3,573 pts
<b>KUWAIT</b>	▲ 1.1pc at 5,608 pts

Monday.

In Abu Dhabi, the share index added 0.3pc, helped by a 2.9pc rise in International Holding. The aquaculture firm on Monday reported a second-quarter

net profit of 670.3 m dirhams (\$182.50 m), up from 683,000 dirhams a year earlier.

The Qatari index ended up 1.1pc after a broad-based rally, extending gains from the previous session. Petrochemical maker Industries Qatar jumped 5.3pc, while Qatar Fuel was up 3pc.

Outside the Gulf, Egypt’s blue-chip index eased 0.2pc, hurt by a 1.1pc drop in top lender Commercial International Bank. Orascom Investment Holding, owned by billionaire Naguib Sawiris, surged 9.8pc to become the top gainer on the index.

## Bahraini businessman wins US\$500,000 from Ahli United Bank’s MyHassad 2020

TD | Manama

Faisal Abdulla Mohammed Swar, a self-made Bahraini clothier businessman, has won US\$500,000 Eid Al Adha prize of the 2020 MyHassad edition.

Receiving the news with surprise and sheer excitement, Swar said, “The prize could not have come at a better timing, as the current downturn has had an impact on my business, and this cash injection will help me not just repay some debt, but also resume some projects that have seen a hiatus, like a full re-branding of my boutique chain.”

Swar opened his first boutique in the early 1980s. His boutiques today pepper the map with branches in Sanabis, Manama, Muharraq, Hamad Town, and elsewhere.




Faisal Abdulla Mohammed Swar, a self-made Bahraini clothier businessman, has won US\$500,000 Eid Al Adha prize

AUB’s Head of Retail Distribution – Retail Banking, Nader Moosa, stated, “We are delighted to see MyHassad fulfil its objective of making our customers’ dreams come true, even in the face of the current downturn.”

Every BD 50 held in a MyHassad account for 15 days or longer entitles a Bahraini national or resident customer to enter the draws for a chance to win prizes ranging from the weekly US\$1,000 to the grand prize of US\$2 million.

MyHassad 2020 edition has been enhanced with a staggering US\$2 million as the annual prize, two quarterly US\$1 million prizes, in addition to 21 weekly prizes of US\$1,000. The overall number of winners this year will exceed 1,000.



شركة دلمون للدواجن  
Delmon Poultry Company

# Condensed Interim Financial Information for the Quarter and Six Months Ended 30 June 2020 (Reviewed)

## Condensed interim statement of financial position as at 30 June 2020

	30 June 2020 Reviewed	31 December 2019 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,986,814	3,093,332
Investment in an associate Company	1,513,896	1,573,155
Right-of-use assets	565,344	578,724
Financial assets at fair value through other comprehensive income	2,667,809	3,172,944
Financial assets at fair value through profit or loss	664,041	689,871
Investments at amortised cost	500,000	500,000
	<b>8,897,904</b>	<b>9,608,026</b>
<b>Current assets</b>		
Inventories	1,831,876	3,002,137
Trade and other receivables	2,686,432	2,043,887
Cash and bank balances	1,579,218	501,223
	<b>6,097,526</b>	<b>5,547,247</b>
<b>TOTAL ASSETS</b>	<b>14,995,430</b>	<b>15,155,273</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders' equity</b>		
Share capital	3,120,928	3,120,928
Statutory reserve	1,560,464	1,560,464
General reserve	3,993,000	3,993,000
Development and raw material reserve	1,000,000	1,000,000
Investment fair value reserve	1,588,540	2,139,170
Retained earnings	2,091,840	1,507,754
Treasury shares	(122,398)	(122,398)
<b>Total shareholders' equity</b>	<b>13,232,374</b>	<b>13,198,918</b>
<b>Non-current liabilities</b>		
Non-current Portion of lease liability	547,399	561,757
Non-current portion of deferred income	200,601	207,504
Employees' terminal benefits	34,490	30,496
<b>Current liabilities</b>	<b>782,490</b>	<b>799,757</b>
Current portion of lease liability	33,621	38,814
Trade and other payables	933,139	1,103,978
Current portion of deferred income	13,806	13,806
	<b>980,566</b>	<b>1,156,598</b>
<b>Total liabilities</b>	<b>1,763,056</b>	<b>1,956,355</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>14,995,430</b>	<b>15,155,273</b>

## Condensed interim statement of changes in shareholders' equity for the six months ended 30 June 2020

	Share capital	Statutory reserve	General reserve	Development and raw material reserve	Investment fair value reserve	Retained earnings	Treasury shares	Total
At 31 December 2018 (Audited)	3,120,928	1,560,464	3,993,000	1,000,000	1,865,423	1,454,210	(118,093)	12,875,932
Total comprehensive income for the period	-	-	-	-	338,373	87,459	-	425,832
Movement in investment fair value reserve on disposal of financial assets at fair value through other comprehensive income	-	-	-	-	(347,825)	347,825	-	-
Dividend for 2018	-	-	-	-	-	(153,065)	-	(153,065)
At 30 June 2019 (Reviewed)	3,120,928	1,560,464	3,993,000	1,000,000	1,855,971	1,736,429	(118,093)	13,148,699
At 31 December 2019 (Audited)	3,120,928	1,560,464	3,993,000	1,000,000	2,139,170	1,507,754	(122,398)	13,198,918
Total comprehensive income for the period	-	-	-	-	(550,630)	584,086	-	33,456
At 30 June 2020 (Reviewed)	3,120,928	1,560,464	3,993,000	1,000,000	1,588,540	2,091,840	(122,398)	13,232,374

## Condensed interim statement of profit or loss for the quarter and six months ended 30 June 2020

	Quarter ended 30 June 2020 Reviewed	Quarter ended 30 June 2019 Reviewed	Six months period ended 30 June 2020 Reviewed	Six months period ended 30 June 2019 Reviewed
Sales	3,609,407	3,967,691	7,419,328	7,894,517
Cost of sales	(3,399,437)	(3,774,083)	(6,979,967)	(7,682,627)
<b>Gross Profit for the period</b>	<b>209,970</b>	<b>193,608</b>	<b>439,361</b>	<b>211,890</b>
<b>Other income</b>	<b>366,385</b>	<b>2,339</b>	<b>391,553</b>	<b>36,354</b>
Other operating expenses	(192,311)	(166,930)	(374,866)	(352,680)
<b>Profit/(loss) from operations</b>	<b>384,044</b>	<b>29,017</b>	<b>456,048</b>	<b>(104,436)</b>
Investments income	24,185	23,658	177,821	179,965
Share of (loss)/profit in an associate Company	(21,409)	9,831	(13,764)	6,854
Finance cost	(5,184)	(5,351)	(10,189)	(12,138)
Unrealised fair value gains/(losses) on financial assets at fair value through profit or loss	18,317	640	(25,830)	17,214
<b>Net profit for the period</b>	<b>399,953</b>	<b>57,795</b>	<b>584,086</b>	<b>87,459</b>
<b>Basic earnings per share (file)</b>	<b>13.07</b>	<b>1.89</b>	<b>19.09</b>	<b>2.86</b>

## Condensed interim statement of other comprehensive income for the quarter and six months ended 30 June 2020

	Quarter ended 30 June 2020 Reviewed	Quarter ended 30 June 2019 Reviewed	Six months period ended 30 June 2020 Reviewed	Six months period ended 30 June 2019 Reviewed
<b>Net profit for the period</b>	<b>399,953</b>	<b>57,795</b>	<b>584,086</b>	<b>87,459</b>
Other comprehensive income	-	-	-	-
<b>Items that will not be reclassified to profit or loss:</b>				
Unrealised fair values (losses)/gains on financial assets at fair value through other comprehensive income	(130,360)	159,172	(505,135)	353,598
<b>Items that may be reclassified into profit or loss:</b>				
Company's share in associate's net change in investments' fair value	(29,606)	13,065	(45,495)	(15,225)
<b>Other comprehensive/(loss)/income for the period</b>	<b>(159,966)</b>	<b>172,237</b>	<b>(550,630)</b>	<b>338,373</b>
<b>Total comprehensive income for the period</b>	<b>239,987</b>	<b>230,032</b>	<b>33,456</b>	<b>425,832</b>

## Condensed interim statement of cash flows for the six months ended 30 June 2020

	Six months period ended 30 June 2020 Reviewed	Six months period ended 30 June 2019 Reviewed
<b>Operating activities</b>		
Net profit for the Period	584,086	87,459
Adjustments for:		
Depreciation	225,125	205,088
Amortisation of right-of-use asset	13,380	13,380
Finance costs	10,189	12,138
Unrealized fair value gains on financial assets at fair value through profit or loss	25,830	(17,214)
Share of loss/ (Profit)/of associate company	13,764	(6,854)
Interest and dividend income	(177,819)	(179,965)
Changes in operating assets and liabilities:		
Inventories	1,170,261	666,170
Trade and other receivables	(642,545)	(145,148)
Trade and other payables	(146,380)	142,014
Employees' terminal benefits, net	3,994	3,645
Net cash provided by/(used in) operating activities	1,079,885	780,713
<b>Investing activities</b>		
Purchase of property, plant and equipment	(118,607)	(786,297)
Proceeds from sale of financial assets at fair value through other comprehensive income	-	426,806
Interest and dividends received income received	177,819	179,965
Net cash provided by/ (used in)/ investing activities	59,212	(179,526)
<b>Financing activities</b>		
Principal repayment of lease liabilities	(19,551)	15,068
Net movement in deferred income	(6,903)	167,718
Dividends paid	(24,459)	(137,699)
Finance costs paid	(10,189)	(12,138)
Net cash / (used in) Provided by financing activities	(61,102)	2,813
<b>Net increase in cash and cash equivalents</b>	<b>1,077,995</b>	<b>604,000</b>
Cash and cash equivalents, beginning of the period	501,223	50,454
Cash and cash equivalents, end of the period	1,579,218	654,454

\* The condensed interim financial statements for the Six months ended 30 June 2020 were approved and authorised for issue by the Board of Directors on 11 August 2020. Full set of Financial Statements can be seen on Company website: [www.dawajen.bh](http://www.dawajen.bh)

Financial Statements Audited by  
BDO

Abdul Rahman Mohamed Jamsheer  
Chairman

Abdulhussain Khalil Dewani  
Vice Chairman

Abdulhadi Mirza Jaffar  
General Manager