

ABC Engineering (L.L.C)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2020

10 Intangible assets

	<i>2020</i> <i>AED'000</i>	<i>2019</i> <i>AED'000</i>
Cost:		
At 1 January	1,539	1,539
Net addition for the year	2,611	-
At 31 December	4,150	1,539
	<i>2020</i> <i>AED'000</i>	<i>2019</i> <i>AED'000</i>
Accumulates Amortization:		
At January 1	1,469	1,290
Charge for the year	1,353	179
At 31 December	2,822	1,469
Net book value:		
At 31 December	1,328	70

The amortization of intangible assets has been allocated in the statement of comprehensive income as follows:

	<i>2020</i> <i>AED'000</i>	<i>2019</i> <i>AED'000</i>
Direct costs	-	-
General and administrative expenses (note 7)	1,353	179
	1,353	179

11 Inventories

	<i>2020</i> <i>AED'000</i>	<i>2019</i> <i>AED'000</i>
Goods held for resale	32,738	33,552
Goods in transit	845	2,316
	33,583	35,868
Provision for slow moving inventories	(15,809)	(17,736)
	17,774	18,132
Movements in the provision for slow moving inventories were as follows:		
	<i>2020</i> <i>AED'000</i>	<i>2019</i> <i>AED'000</i>
At 1 January	17,736	19,654
Reversal of provision for inventories (note 4)	(1,926)	(1,918)
At 31 December	15,810	17,736