

AL-DAMAN FOR INVESTMENTS COMPANY

PUBLIC SHAREHOLDING COMPANY

UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

30 SEPTEMBER 2021



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**Report on Review of Interim Condensed Financial Statements
To the Board of Directors of
Al-Daman for Investments Company - Public Shareholding Company
Amman - Jordan**

Introduction

We have reviewed the accompanying interim condensed financial statements of Al-Daman for Investments Company - Public Shareholding Company (the “Company”) as at 30 September 2021, comprising of the interim condensed statement of financial position as at 30 September 2021 and the related interim condensed statements of income, comprehensive income, changes in equity and cash flows for the nine-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard IAS 34 (“Interim Financial Reporting”). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34.

Amman – Jordan
28 October 2021

ERNST & YOUNG
Amman - Jordan

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2021

	Notes	30 September 2021	31 December 2020
		JD (Unaudited)	JD (Audited)
<u>ASSETS</u>			
NON-CURRENT ASSETS -			
Property and equipment		23,215	26,462
Investment properties		2,045,697	2,094,187
Right of use assets	6	1,285,077	1,337,245
Investment in an associate	4	5,085,638	5,044,089
Financial assets at fair value through other comprehensive income		224,171	193,850
		<u>8,663,798</u>	<u>8,695,833</u>
CURRENT ASSETS -			
Checks and notes under collection, net		10,514	4,455
Accounts receivable, net		65,664	152,966
Other current assets		139,143	148,082
Cash and bank balances	5	2,827,310	2,790,010
		<u>3,042,631</u>	<u>3,095,513</u>
TOTAL ASSETS		<u><u>11,706,429</u></u>	<u><u>11,791,346</u></u>
<u>EQUITY AND LIABILITIES</u>			
SHAREHOLDERS' EQUITY -			
Share capital	7	10,000,000	10,000,000
Statutory reserve		376,448	376,448
Voluntary reserve		64,164	64,164
Fair value reserve		(45,065)	(75,386)
Company's share in the fair value reserve of an associate		(97,861)	(188,352)
Accumulated losses		(262,280)	(114,766)
NET EQUITY		<u>10,035,406</u>	<u>10,062,108</u>
LIABILITIES-			
NON - CURRENT LIABILITIES -			
Lease contracts liabilities	6	1,436,067	1,425,729
		<u>1,436,067</u>	<u>1,425,729</u>
CURRENT LIABILITIES -			
Other current liabilities		190,482	246,298
Lease contracts liabilities	6	44,474	57,211
		<u>234,956</u>	<u>303,509</u>
TOTAL LIABILITIES		<u>1,671,023</u>	<u>1,729,238</u>
TOTAL EQUITY AND LIABILITIES		<u><u>11,706,429</u></u>	<u><u>11,791,346</u></u>

The attached notes from 1 to 12 form part of these interim condensed financial statements

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
INTERIM CONDENSED STATEMENT OF INCOME
FOR THE THREE MONTHS AND NINE MONTHS ENDED 30 SEPTEMBER 2021 (UNAUDITED)

	Notes	For the three months ended 30 September		For the nine months ended 30 September	
		2021	2020	2021	2020
		JD	JD	JD	JD
Operating revenues		120,039	127,263	344,179	348,157
Operating expenses		(66,259)	(66,373)	(196,684)	(208,612)
Operating profit		53,780	60,890	147,495	139,545
Interest income		28,930	37,324	90,439	111,089
Dividends income from financial assets at fair value through other comprehensive income		-	4,745	7,113	4,745
Administrative expenses – Amman		(4,937)	(12,381)	(50,051)	(49,113)
Administrative expenses – Aqaba		(28,875)	(23,838)	(66,793)	(70,196)
Finance cost – lease contracts liabilities		(35,737)	(35,901)	(107,122)	(107,706)
Recoveries from (provision) for expected credit losses		64,965	(20,577)	(121,685)	(86,171)
The Company's share of an associate's results	4	56,123	(97,726)	(48,942)	(232,089)
Other income		1,000	15,189	2,032	15,189
PROFIT (LOSS) FOR THE PERIOD		135,249	(72,275)	(147,514)	(274,707)
		<u>JD/Fils</u>	<u>JD/Fils</u>	<u>JD/Fils</u>	<u>JD/Fils</u>
Basic and diluted earnings per share from the profit (Loss) for the period	9	<u>0/014</u>	<u>(0/007)</u>	<u>(0/015)</u>	<u>(0/027)</u>

The attached notes from 1 to 12 form part of these interim condensed financial statements

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS AND NINE MONTHS ENDED 30 SEPTEMBER 2021 (UNAUDITED)

	For the three months ended 30 September		For the nine months ended 30 September	
	2021	2020	2021	2020
	JD	JD	JD	JD
PROFIT (LOSS) FOR THE PERIOD	135,249	(72,275)	(147,514)	(274,707)
OTHER COMPREHENSIVE INCOME ITEMS THAT WILL NOT TO BE RECLASSIFIED TO PROFIT OR LOSS IN SUBSEQUENT PERIODS				
Change in fair value reserve	(13,037)	(5,810)	30,321	(36,239)
The Company's share of net change in the fair value reserve of an associate	20,183	8,192	90,491	(27,610)
	7,146	2,382	120,812	(63,849)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	142,395	(69,893)	(26,702)	(338,556)

The attached notes from 1 to 12 form part of these interim condensed financial statements

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTH ENDED 30 SEPTEMBER 2021 (UNAUDITED)

	Paid in capital	Statutory reserve	Voluntary reserve	Fair value reserve	The Company's share in the fair value reserve of an associate	Accumulated losses	Total
	JD	JD	JD	JD	JD	JD	JD
2021 -							
Balance as at 1 January 2021	10,000,000	376,448	64,164	(75,386)	(188,352)	(114,766)	10,062,108
Loss for the period	-	-	-	-	-	(147,514)	(147,514)
Change in fair value reserve	-	-	-	30,321	-	-	30,321
The Company's share in the fair value reserve of an associate	-	-	-	-	90,491	-	90,491
Total comprehensive Income for the period	-	-	-	30,321	90,491	(147,514)	(26,702)
Balance as at 30 September 2021	<u>10,000,000</u>	<u>376,448</u>	<u>64,164</u>	<u>(45,065)</u>	<u>(97,861)</u>	<u>(262,280)</u>	<u>10,035,406</u>
2020 -							
Balance as at 1 January 2020	10,000,000	376,448	64,164	(45,822)	(165,708)	414,835	10,643,917
Loss for the period	-	-	-	-	-	(274,707)	(274,707)
Change in fair value reserve	-	-	-	(36,239)	-	-	(36,239)
The Company's share in the fair value reserve of an associate	-	-	-	-	(27,610)	-	(27,610)
Total comprehensive Income for the period	-	-	-	(36,239)	(27,610)	(274,707)	(338,556)
Balance as at 30 September 2020	<u>10,000,000</u>	<u>376,448</u>	<u>64,164</u>	<u>(82,061)</u>	<u>(193,318)</u>	<u>140,128</u>	<u>10,305,361</u>

The attached notes from 1 to 12 form part of these interim condensed financial statements

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
INTERIM CONDENSED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 30 September 2021 (Unaudited)

	Notes	For the nine months ended 30 September	
		2021	2020
		JD	JD
<u>OPERATING ACTIVITIES</u>			
Loss for the period		(147,514)	(274,707)
Adjustments for:			
Depreciation		53,472	54,545
Depreciation of right of use assets	6	22,411	22,850
Provision for expected credit losses		121,685	86,171
The Company's share of an associate's results	4	48,942	232,089
Interest income		(90,439)	(111,089)
Dividends income from financial assets		(7,113)	(4,745)
Finance cost – lease contracts liabilities	6	107,122	107,706
Working capital changes:			
Accounts receivable and other current assets		101,364	(169,522)
Checks and promissory notes under collection		(153,751)	37,618
Other current liabilities		(55,816)	28,250
Net cash flows from operating activities		363	9,166
<u>INVESTING ACTIVITIES</u>			
Deposits at banks with maturity of more than 3 months	5	187,289	548,812
Purchases of property and equipment and investments properties		(1,735)	(9,228)
Projects in progress		-	828
Interest income received		111,323	157,836
Dividends income from financial assets		7,113	4,745
Net cash flows from investing activities		303,990	702,993
<u>FINANCING ACTIVITIES</u>			
Lease contracts liabilities payments	6	(79,764)	(84,743)
Net cash flows used in financing activities		(79,764)	(84,743)
Net increase in cash and cash equivalents		224,589	627,416
Cash and cash equivalents as at 1 January		100,476	93,064
Cash and cash equivalents as at 30 September	5	325,065	720,480

The attached notes from 1 to 12 form part of these interim condensed financial statements

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
30 SEPTEMBER 2021 (UNAUDITED)

(1) GENERAL

Al-Daman for Investments Company (“Company”) was established and registered on 17th April 1993, as a Public Shareholding Company. The paid in capital is JD 10,000,000 divided into 10,000,000 share at par value of (JD 1) each.

The Company’s objectives are to invest in financial resources in a feasible industries in agricultural, commercial, tourism projects, and investing the Company’s cash in real estate industry.

The interim condensed financial statements were authorized for issuance by the Board of Directors in their meeting held on 24 October 2021.

The Company’s interim condensed financial statements are consolidated in the consolidated financial statements of the Social Security Corporation which owns 61.3% of the Company’s share capital.

(2-1) BASIS OF PREPARATION FINANCIAL STATEMENTS

The interim condensed financial statements prepared in accordance with International Accounting Standard 34, “Interim Financial Reporting”.

The interim condensed financial statements have been prepared on a historical cost basis, except for the financial assets at fair value through other comprehensive income, which have been measured at fair value as of the date of the interim condensed financial statements.

The interim condensed financial statements do not contain all information and disclosures required for the financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the annual financial statements as at 31 December 2020. In addition, the results of the nine-month period ended 30 September 2021 are not necessarily indicative of the result that may be expected for the financial year ending 31 December 2021.

The interim condensed financial statements are presented in Jordanian Dinar “JD” which is the functional currency of the Company.

(2-2) CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The accounting policies used in the preparation of the interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2020 except for the adoption of new standards effective as of 1 January 2021 shown below:

Interest Rate Benchmark Reform – Phase 2: Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16

The amendments provide temporary reliefs which address the financial reporting effects when an interbank offered rate (IBOR) is replaced with an alternative nearly risk-free interest rate (RFR).

The amendments include the following practical expedients:

- A practical expedient to require contractual changes, or changes to cash flows that are directly required by the reform, to be treated as changes to a floating interest rate, equivalent to a movement in a market rate of interest
- Permit changes required by IBOR reform to be made to hedge designations and hedge documentation without the hedging relationship being discontinued

These amendments had no impact on the interim condensed financial statements of the Company. The Company intends to use the practical expedients in future periods if they become applicable.

(3) USE OF ESTIMATES

The preparation of the interim condensed financial statements and appliance of accounting policies requires the Company's management to use estimation and professional judgement that affects the amounts of assets and liabilities and the disclosure of contingent liabilities. These estimates and judgements also affect revenues, expenses, and provisions. They especially require from the management to make important estimates and provisions that affect future cash flow and their timing that are a result of the situation and circumstances of those estimates in the future. Those estimates are based on multiple theories and factors that have multiple degrees of estimation and uncertainty. Therefore the actual results might differ from the estimates as a result in the change in future conditions and circumstances for those provisions.

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
30 SEPTEMBER 2021 (UNAUDITED)

(4) INVESTMENT IN AN ASSOCIATE

This item represents the Company's share in the equity of Al-Sharq for Projects Investments PLC. – Movenpick Hotel Amman of 26.03% (31 December 2020: 26.03%), The Company owns 4,164,153 shares as at 30 September 2021 and 31 December 2020 from the capital of Al-Sharq for Projects Investments PLC with a fair value of JD 6,954,136 as at 30 September 2021 (31 December 2020: JD 10,410,383).

Movement on investment in an associate were as follow:

	30 September 2021	31 December 2020
	JD (Unaudited)	JD (Audited)
Balance at the beginning of the period / year	5,044,089	5,393,961
The Company's share of profit of an associate	(48,942)	(327,228)
The Company's share of the change in fair value reserve for the financial assets of an associate	90,491	(22,644)
Balance at the end of the period / year	<u>5,085,638</u>	<u>5,044,089</u>

The following schedules summarizes the financial information of the Company's investment in Alsharq for Projects Investments:

	30 September 2021	31 December 2020
	JD (Unaudited)	JD (Audited)
Current assets	2,063,387	993,099
Non-current assets	18,455,167	18,859,712
Current Liabilities	(819,537)	(493,354)
Non-current liabilities	(532,850)	(352,941)
Shareholders Equity	19,166,167	19,006,516
Adjustments	374,474	374,474
Shareholders' Equity	<u>19,540,641</u>	<u>19,380,990</u>
Percentage of ownership	<u>26,03%</u>	<u>26,03%</u>
Investment value	<u>5,085,638</u>	<u>5,044,089</u>

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
30 SEPTEMBER 2021 (UNAUDITED)

	30 September 2021	30 September 2020
	JD	JD
	(Unaudited)	(Unaudited)
Operating revenues	2,430,704	1,840,641
Operating expenses	(769,077)	(795,946)
Administrative, maintenance, marketing and depreciation expenses	(1,922,706)	(1,947,600)
Other income	12,157	11,147
Dividends income	60,873	-
Loss for the period before tax	(188,049)	(891,758)
Income tax expense	-	-
National contribution to pay public debt	-	-
Loss for the period	(188,049)	(891,758)
The Company's share of loss for the period	(48,942)	(232,089)

(5) CASH AND BANK BALANCES

	30 September 2021	31 December 2020
	JD	JD
	(Unaudited)	(Audited)
Cash on hand	650	-
Cash at banks	100,018	100,476
Deposits maturing within a period of less than 3 months*	224,397	-
Cash and cash equivalent	325,065	100,476
Deposits maturing within a period of more than 3 months to one year*	2,502,245	2,689,534
	2,827,310	2,790,010

* Deposits at banks earn an annual interest rate ranging from 4% to 4.25% for the first nine months of the year 2021 (31 December 2020: 5.25% to 6.25%).

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
30 SEPTEMBER 2021 (UNAUDITED)

(6) LEASE CONTRACTS LIABILITIES

The schedule below illustrates the carrying amounts of the Company's right-of-use assets and lease contracts liabilities and the movements during the period ended 30 September 2021 (unaudited):

	Right-of-use assets - Land and office	Lease contracts liabilities*
	JD	JD
At 1 January 2021	1,337,245	1,482,940
Additions	22,909	22,909
Adjustments	(52,666)	(52,666)
Depreciation	(22,411)	-
Finance costs	-	107,122
Payments	-	(79,764)
At 30 September 2021	<u>1,285,077</u>	<u>1,480,541</u>

* Lease contracts liabilities details as of 30 September 2021 and 31 December 2020 are as follows:

30 September 2021 (Unaudited)			31 December 2020 (Audited)		
<u>Short term</u>	<u>Long term</u>	<u>Total</u>	<u>Short term</u>	<u>Long term</u>	<u>Total</u>
JD	JD	JD	JD	JD	JD
44,474	1,436,067	1,480,541	57,211	1,425,729	1,482,940

(7) SHAREHOLDERS EQUITY

Share capital

The share capital is JD 10,000,000 divided into 10,000,000 share at par value of JD 1 each. Below is a summarized list of the shareholders and their percentage of the paid in capital:

	%
Social security corporation	61.3
Arab Bank	10
Housing bank for Trade and Finance	10
Cairo Amman bank	10
Etihad Bank	5
Other shareholders	3.7

Legal reserves

The Company did not deduct legal reserves in accordance with the effective laws and instructions as these financial statements are interim financial statements.

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
30 SEPTEMBER 2021 (UNAUDITED)

(8) INCOME TAX

No provision for income tax was calculated for the periods ended 30 September 2021 and 30 September 2020 due to the excess of deductible expenses over taxable revenues and the Company has accumulated losses from prior years in accordance with the Income Tax Law No. (34) of 2014 and it's amendments.

The Company reached a final settlement with the Income and Sales Tax Department for its operations in Amman up to the year 2018. The Company submitted its tax declaration for the years 2019 and 2020, which have not been reviewed by the Income Tax Department up to the date of these interim condensed financial statements preparation.

The Company obtained a final clearance from the Income tax department for its operations in Aqaba up to the year 2016.

The Company submitted its tax declarations for its operation in Aqaba for the years 2017 until 2020. Which the Income and Sales Tax Department did not review up to the date of these interim condensed financial statements.

(9) BASIC AND DILUTED EARNINGS PER SHARE

	For the three months ended 30 September		For the nine months ended 30 September	
	2021	2020	2021	2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit (loss) for the period (JD)	135,249	(72,275)	(147,514)	(274,707)
Weighted average number of shares (Share)	<u>10,000,000</u>	<u>10,000,000</u>	<u>10,000,000</u>	<u>10,000,000</u>
	<u>JD/ Fils</u>	<u>JD/ Fils</u>	<u>JD/ Fils</u>	<u>JD/ Fils</u>
Basic earnings (loss) earnings per share for the period	<u>0/014</u>	<u>(0/007)</u>	<u>(0/015)</u>	<u>(0/027)</u>

The diluted earnings (loss) per share equals the basic earnings per share.

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
30 SEPTEMBER 2021 (UNAUDITED)

(10) SEGMENT INFORMATION

The Business segments represents a group of assets and operations that work together to provide products or services that are subjected to risk and returns that differ from that related to other business segments.

The geographical segment is linked to providing products or services in a specific economical environment subjected to risks and returns that differ from those related to business in economical environment.

The Company's activities consists of one economical segment which represents revenues and expenses on the Aqaba project, in addition to expenses related to Amman office and the Board of Directors. There are no other segments, also the company is not involved in any other trade activity, and the following is a summary of operations:

	Amman JD	Private economic zone / Aqaba JD	Total JD
<u>30 September 2021 (unaudited):</u>			
Operating revenues	-	344,179	344,179
Operating expenses	-	(196,684)	(196,684)
The Company's share of profit of an associate	(48,942)	-	(48,942)
Interest income	-	90,439	90,439
Administrative expenses	(50,051)	(66,793)	(116,844)
Finance cost – lease contracts liabilities	(45)	(107,077)	(107,122)
Provision for expected credit losses	-	(121,685)	(121,685)
Dividends income from financial assets at fair value through other comprehensive income	7,113	-	7,113
Other income	-	2,032	2,032
LOSS FOR THE PERIOD	<u>(91,925)</u>	<u>(55,589)</u>	<u>(147,514)</u>
	Amman JD	Private economic zone / Aqaba JD	Total JD
<u>30 September 2020 (unaudited):</u>			
Operating revenues	-	348,157	348,157
Operating expenses	-	(208,612)	(208,612)
The Company's share of profit of an associate	(232,089)	-	(232,089)
Interest income	-	111,089	111,089
Administrative expenses	(49,113)	(70,196)	(119,309)
Finance cost – lease contracts liabilities	(818)	(106,888)	(107,706)
Provision for expected credit losses	-	(86,171)	(86,171)
Dividends income from financial assets at fair value through other comprehensive income	4,745	-	4,745
Other income	101	15,088	15,189
(LOSS) PROFIT FOR THE PERIOD	<u>(277,174)</u>	<u>2,467</u>	<u>(274,707)</u>

AL-DAMAN FOR INVESTMENTS COMPANY - PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
30 SEPTEMBER 2021 (UNAUDITED)

(11) RELATED PARTY TRANSACTIONS

Related parties represent major shareholders, directors and key management personnel of the Company, and entities controlled, jointly controlled or significantly influenced by such parties. The following is the balances and transactions with related parties in the interim condensed statement of financial position and interim condensed statement of income is as follows:

	30 September 2021	31 December 2020
	JD	JD
	(Unaudited)	(Audited)
Interim condensed Statement of Financial Position items:		
<u>Current accounts at banks</u>		
Etihad Bank (Shareholder)	44	76
Housing Bank (Shareholder)	3,719	3,745
	30 September 2021	30 September 2020
	JD	JD
	(Unaudited)	(Unaudited)
Interim condensed Statement of Income items:		
Interest income*	-	41,854
Social Security contribution – Company’s share	2,336	2,532
Salaries and wages of executives management	16,392	21,294
Board of Directors transportation allowances	40,500	40,500
Board of Directors remuneration	6,450	10,500

* Interest income represents income from bank deposits at banks who are members of the Board of Directors.

(12) IMPACT OF CORONAVIRUS OUTBREAK (COVID-19) ON THE COMPANY

Coronavirus outbreak has impacted the global macroeconomy and caused significant disruption in the global economy and different business sectors. Accordingly, services sector and related industries have been affected by mass business closures, large-scale quarantines, and other government procedures.

During March 2020, the World Health Organization (WHO) classified the spread of Covid-19 as an epidemic, that had an impact on the global economy and disrupted global markets. This has had a significant impact on the tourism sector operated by the Company's associate as a result of the limitation on travel, quarantine for passengers, cancellation of conferences and decline in passenger bookings in order to combat the spread of Coronavirus.

The extent and duration of such impacts remain uncertain and dependent on future developments that cannot be accurately predicted at this time, such as the transmission rate of the Coronavirus and the extent and effectiveness of containment actions taken. These developments could impact the Company's future financial results, cash flows and financial condition. According to the information available to date of these interim condensed financial statements, the Company's management believe that the Covid-19 effect is as follows:

- The Company recorded expected credit losses in the amount of JD 121,685 for the period ended 30 September 2021.
- The Company recorded losses from the associate of JD 48,942 for the period ended 30 September 2021 as a result of the decline in the hotel occupancy rates as a result of the economic situations of the tourism sector.