

Kafa'a for Financial & Economical Investments

(Public Limited Company)

Amman Jordan

Financial Statements for

The period ended March 31, 2025

With Auditors' report

Independent Auditor's Report

Messrs Chairman and members of the Board of Directors
KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C

Report on the Review Financial Statements

We have reviewed the accompanying financial statements of KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS PLC as of March 31, 2025 for the three-month period then ended.

Management's Responsibility

The Company's management is responsible for the preparation and fair presentation of the interim financial information in accordance with IFRS, this responsibility includes the design, implementation, and maintenance of internal control sufficient to provide a reasonable basis for the preparation and fair presentation of interim financial information in accordance with the applicable financial reporting framework.

Auditor's Responsibility

Our responsibility is to conduct our review in accordance with International Standards on Auditing applicable to reviews of interim financial information. A review of interim financial information consists principally of applying analytical procedures and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, the objective of which is the expression of an opinion regarding the financial information. Accordingly, we do not express such an opinion.

Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying interim financial information for it to be in accordance with International Financial Report Standards.

Khalifeh & Rayyan Auditors and Financial Consultants

Imad Al-Rayyan

License No. 719



KHALIFEH & RAYYAN
Auditors And Financial Consultants

Amman – Jordan

As on: 30 of April 2025

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C

STATEMENT OF FINANCIAL POSITION AS AT 31 March 2025

	<u>Notes</u>	<u>31-Mar-25</u>	<u>31-Dec-24</u>
		JOD	JOD
Assets			
Non-Current assets			
Properties and equipments	9	269	42
Real-estate investments		3,516,526	3,516,526
Financial assets at fair value (Comprehensive income)	4	56,980	53,050
		<u>3,573,775</u>	<u>3,569,618</u>
Current assets			
Prepaid expenses		583	802
Financial assets at fair value (FVTPL)	4	0	0
Cash in hands and at banks	3	4,863	4,863
		<u>5,446</u>	<u>5,665</u>
TOTAL ASSETS		<u><u>3,579,221</u></u>	<u><u>3,575,283</u></u>
EQUITY AND LIABILITIES			
EQUITY			
AUTHORIZED CAPITAL(4,000,000share/Jod)			
Paid in capital		4,000,000	4,000,000
Statutory reserve		4,681	4,681
Retained earnings		716,066-	710,599-
Accumulated evaluation in fair value of financial assets		295,114-	299,044-
		<u>2,993,501</u>	<u>2,995,038</u>
LIABILITIES			
Current liabilities			
Accounts payables	5	472,788	471,714
Other payables	6	112,932	108,531
		<u>585,720</u>	<u>580,245</u>
TOTAL EQUITY AND LIABILITIES		<u><u>3,579,221</u></u>	<u><u>3,575,283</u></u>

(The accompanying notes are an integral part of these financial statements)

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C

COMPREHENSIVE INCOME STATEMENT FOR THE PERIOD ENDED AT 31 March 2025

	<u>Notes</u>	<u>31-Mar-25</u> JOD	<u>31-Mar-24</u> JOD
Profit (loss) of invesments		0	0
Gross profit(loss)		0	0
Administrative expenses	8	-5,467	-6,539
Depreciation of properties and equipments	9	-	-
<u>Loss of the period</u>		-5,467	-6,539
Changes in fair value of financial assets		3,930	-9,824
Comprehensive loss		-1,537	-16,363
Total number of shares		4,000,000	4,000,000
EPS		-0.0004	-0.0041

(The accompanying notes are an integral part of these financial statements)

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C
Statements of changes in equity for the period ended at 31 March 2025

	<u>Paid in capital</u>	<u>Statutory reserve</u>	<u>Accumulated changes in fair value</u>	<u>Retained earnings (losses)</u>	<u>Total equity</u>
	JOD	JOD	JOD	JOD	JOD
Balance as at 01/01/2025	4,000,000	4,681	-299,044	-710,599	2,995,038
Total comprehensive income for the period			3,930	-5,467	-1,537
Balance as at 31/3/2025	<u>4,000,000</u>	<u>4,681</u>	<u>295,114-</u>	<u>716,066-</u>	<u>2,993,501</u>
Balance as at 01/01/2024	4,000,000	4,681	-287,255	-687,356	3,030,070
Total comprehensive income for the period			-9,824	-6,539	-16,363
Balance as at 31/3/2024	<u>4,000,000</u>	<u>4,681</u>	<u>297,079-</u>	<u>693,895-</u>	<u>3,013,707</u>

(The accompanying notes are an integral part of these financial statements)

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C

STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED AT 31 march 2025

	<u>Notes</u>	<u>31-Mar-25</u>	<u>31-Mar-24</u>
		JOD	JOD
Operating activities			
Loss of the period		-5,467	-6,539
Adjustments for:			
Adjustments on retained earnings		-	-
Re-evaluation of financial assets at fair value through income statement		-	-
Changes in working capital			
Prepaid expenses		220	-1,181
Other payables		4,400	2,400
Accounts payables		1,074	12,256
Net cash used in operating activities		227	6,935
Investing activities			
Real-estate investments		0	-8,936
Purchase of fixed assets		-227	0
Net cash from operating activities		-227	-8,936
Net changes in cash and cash equivalent		0	-2,000
Cash and cash equivalent at beginning of period		4,863	6,863
Cash and cash equivalent at end of period		4,863	4,863

(The accompanying notes are an integral part of these financial statements)

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C
NOTES TO THE FINANCIAL STATEMENTS

31 March 2025

1- GENERAL

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P.L.C was registered on 7th March 2007 as public limited company at the Ministry of Industry and Trade under registration number(431) with an issued share capital of 4,000,000 share at a par value of JOD 1 each.

The company's main objectives are:

- * Obsession of companies and projects fully and partially in different business sectors
- * Establishing new projects and providing consultancy services for arranging the necessary finance through capital markets by issuance of shares ,bond and securities
- * Evaluation , capital restructure of companies and increase their capital in addition of merging and acquisition operations.
- * Trading and possession of shares and bonds through financial market brokers.

2- Summary of significant accounting policies

The principle accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

- Basic of preparation

The financial statements of the company have been prepared based on the historical cost .

The preparation of financial statements in conformity with IFRS requires the use of certain accounting estimates .It also requires management to exercise its judgment in the process of applying the company's accounting policies .

Cash in hands and at banks

Represent cash in hands and at banks with maturity of three months or less

Trade and other receivables

Trade receivables are recognized initially at cost value less doubtful provision for uncollectible amounts

Properties and equipments

Properties and equipments are shown at historical cost,less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the item.

Depreciation on assets is calculated using the straight -line method to allocate their cost over their estimated useful life .

Trade and other payables

Trade payables are obligation to pay for goods or services that have been acquired in the ordinary course of business from suppliers . Trade payables are recognized at fair value.

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C
NOTES TO THE FINANCIAL STATEMENTS
31 March 2025

Financial Instruments

The fair value of company's assets and liabilities at the date of financial statements are not significantly differs from its carrying value.

Financial risk management

Capital risk management

The company's objectives when managing its capital are to safeguard the company's ability to continue as a going concern in order to provide returns for its shareholders and to maintain an optimal structure to reduce the cost of capital.

Credit risk

The company has no significant risk concentration. The company applies a consistent credit policy to all its customers who has acceptable credit ratings.

Liquidity risk

The management monitors the company's liquidity requirements to ensure that it has sufficient cash to meet its operational needs and obligations.

Foreign exchange risk

The company transactions mainly in Jordanian dinars and US dollar. The US dollar foreign exchange is fixed to the Jordanian dinar. Hence ,foreign exchange risk is considered to be immaterial.

3- CASH IN HANDS AND AT BANKS

	<u>31-Mar-25</u>	<u>31-Dec-24</u>
Cash at banks	4,863	4,863
	<u>4,863</u>	<u>4,863</u>

4- Financial assets at fair value through P&L statement

	<u>31-Mar-25</u>	<u>31-Dec-24</u>
Financial assets at fair value through P&L stateme	-	-
Sale of financial assets	-	-
Financial assets re evaluation provision	-	-
	-	-
Financial assets at fair value through comprehensive income	352,094	352,094
Impairment losses of financial assets through comprehensive income	295,114-	299,044-
Total	<u>56,980</u>	<u>53,050</u>

KAFA'A FOR FINANCIAL & ECONOMICAL INVESTMENTS P L C
NOTES TO THE FINANCIAL STATEMENTS
31 March 2025

5- Payables

	<u>31-Mar-25</u>	<u>31-Dec-24</u>
Vendors payable	22,412	22,412
Others payables	449,676	448,602
Employees payable	700	700
	<u>472,788</u>	<u>471,714</u>

6- Other payables

	<u>31-Mar-25</u>	<u>31-Dec-24</u>
Accrued expenses (note7)	108,734	104,333
Shareholders deposits	4,176	4,176
Education support provision	22	22
	<u>112,932</u>	<u>108,531</u>

7- Accrued expenses

	<u>31-Mar-25</u>	<u>31-Dec-24</u>
Board of directors transportation	104,333	104,333
Accrued subscriptions	4,400	-
	<u>108,733</u>	<u>104,333</u>

8- Administrative expenses

	<u>31-Mar-25</u>	<u>31-Mar-24</u>
Rent	219	394
Phone ,water and electricity	37	25
stationary	9	1
Entertainment	53	11
Fees and permits	20	862,283
Bank charges	1	5
Subscriptions	4,400	4,400
Internet	33	45
Marketing	0	76
Maintenance	6	-
Managerial services	682	720
Transportation	7	-
	<u>5,467</u>	<u>6,539</u>

9- Properties and equipments

Cost as at 1/1/2025
Additions(deletions)
Cost as at 31/3/2025
Accumulated depreciation as at 1/1/2025
Additions(deletions)
31/03/2025
Net book value at 31/3/2025

	Furniture	Computers and accessories	Computers software	Electrical equipments	Total
Cost as at 1/1/2025	812	2,395	612	1,020	4,839
Additions(deletions)	-	-	-	227	227
Cost as at 31/3/2025	812	2,395	612	1,247	5,066
Accumulated depreciation as at 1/1/2025	811	2,356	612	1,019	4,798
Additions(deletions)	-	-	-	-	-
31/03/2025	811	2,356	612	1,019	4,798
Net book value at 31/3/2025	1	39	-	228	269