

AL Tajamouat for Touristic Projects Company
Public Shareholding Company
Amman-The Hashemite Kingdom of Jordan

Consolidated Interim Condensed Financial Statements
and review Report
for the six months ended June 30, 2024

AL Tajamouat For Touristic Projects Company
Public Shareholding Company
Amman-The Hashemite Kingdom of Jordan

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Report on Review of Consolidated Interim Condensed Financial Information

To the Shareholders

AL Tajamouat for Touristic Projects Company
Public Shareholding Company
Amman-The Hashemite Kingdom of Jordan

We have reviewed the consolidated interim condensed statement of financial position of AL Tajamouat for Touristic Projects Company and its subsidiaries (Public Shareholding Company), as at June 30, 2024, and the related consolidated interim condensed statements of comprehensive income, changes in equity and cash flows for the six months period then ended. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Financial Reporting Standard no. (34) "Interim Financial Reporting". Our responsibility is to express a conclusion about this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagement no. (2410) "Review of interim financial information performed by the independent auditor of the entity". A review of consolidated interim condensed 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 consolidated interim condensed financial information is not prepared, in all material respects, in accordance with International Financial Reporting Standard no. (34) "Interim Financial Reporting".

Talal Abu-Ghazaleh & Co. International



Mohammad Al-Azraq
(License # 1000)

Amman July 25, 2024

MEMBER OF THE
FORUM OF FIRMS



AL Tajamouat for Touristic Projects Company
Public Shareholding Company
Amman-The Hashemite Kingdom of Jordan

Consolidated interim condensed statement of financial position as at June 30, 2024
- (review and unaudited)

		June 30, 2024	December 31, 2023
	Note	(reviewed and unaudited)	(audited)
ASSETS		JD	JD
Non-current Assets			
Investment properties	4	111,172,659	112,616,060
Property and equipment		33,548	19,499
Cheques under collection		135,175	110,740
Total Non-current Assets		111,341,382	112,746,299
Current Assets			
Assets held for sale	5	135,966	135,966
Other debit balances		1,336,592	669,716
Trade receivables	6	5,680,539	4,788,144
Cash and cash equivalents		6,409,444	7,037,651
Total Current Assets		13,562,541	12,631,477
Total Assets		124,903,923	125,377,776
EQUITY AND LIABILITIES			
Equity			
Capital	7	93,000,000	93,000,000
Statutory reserve		2,585,084	2,585,084
Retained earnings		14,356,709	13,363,322
Total equity		109,941,793	108,948,406
Liabilities			
Non- current liabilities			
Syndicated loan - long term portion	8	7,612,346	10,522,846
Unearned revenue - long term portion		6,770	64,258
Tenants' refundable deposits		785,968	781,623
Total Non- Current Liabilities		8,405,084	11,368,727
Current Liabilities			
Related parties payables		2,260	2,260
Unearned revenue		5,478,493	4,030,854
Other credit balances		593,522	662,797
Trade payables		482,771	364,732
Total Current Liabilities		6,557,046	5,060,643
Total Liabilities		14,962,130	16,429,370
TOTAL EQUITY AND LIABILITIES		124,903,923	125,377,776

The accompanying notes constitute an integral part of these financial statements

AL Tajamouat for Touristic Projects Company
Public Shareholding Company
Amman-The Hashemite Kingdom of Jordan

Consolidated interim condensed statement of comprehensive income for the six months ended
June 30, 2024 - (review and unaudited)

	Note	For the six months ended June 30		For the three months ended June 30	
		2024	2023	2024	2023
		JD	JD	JD	JD
Rental revenues		5,778,756	6,171,467	2,936,082	3,068,139
Cost of rental revenues		(2,009,759)	(2,138,582)	(1,001,867)	(1,153,287)
Depreciation of investment properties		(1,614,249)	(1,613,773)	(807,523)	(806,454)
Gross profit		2,154,748	2,419,112	1,126,692	1,108,398
Other revenues		129,009	113,474	66,933	61,083
Recovery of allowance for expected credit losses		-	132,237	-	132,237
Administrative expenses	9	(532,682)	(357,393)	(235,751)	(181,976)
Expected credit losses		(136,667)	(166,667)	(54,667)	(66,667)
Finance cost		(485,675)	(605,421)	(205,089)	(276,311)
Profit before tax and national contribution		1,128,733	1,535,342	698,118	776,764
Income tax		(115,418)	(113,251)	(65,192)	(62,106)
National contribution		(19,928)	(19,779)	(11,356)	(9,433)
Comprehansive income		993,387	1,402,312	621,570	705,225
Weighted average number of shares during the period		93,000,000	93,000,000		
Profit per share		JD -/011	JD -/015		

The accompanying notes constitute an integral part of these financial statements

AL Tajamouat for Touristic Projects Company
Public Shareholding Company
Amman-The Hashemite Kingdom of Jordan

Consolidated interim condensed statement of changes in equity for the six months ended June 30, 2024 - (review and unaudited)

	Capital	Statutory reserve	Retained earnings	Total equity
For the six months ended June 30, 2024	JD	JD	JD	JD
Balance as at January 1, 2024	93,000,000	2,585,084	13,363,322	108,948,406
Comprehensive income	-	-	993,387	993,387
Balance as at June 30, 2024	93,000,000	2,585,084	14,356,709	109,941,793
For the six months ended June 30, 2023				
Balance as at January 1, 2023	93,000,000	2,308,411	11,130,629	106,439,040
Comprehensive income	-	-	1,402,312	1,402,312
Balance as at June 30, 2023	93,000,000	2,308,411	12,532,941	107,841,352

The accompanying notes constitute an integral part of these financial statements

AL Tajamouat for Touristic Projects Company
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Amman-The Hashemite Kingdom of Jordan

Consolidated statement of cash flows for the six months ended June 30, 2024
- (review and unaudited)

	June 30, 2024	June 30, 2023
	JD	JD
Cash Flow From Operating Activities		
Profit before tax and national contribution	1,128,733	1,535,342
Adjustments for:		
Depreciation of investment properties	1,614,249	1,613,773
Depreciation of property and equipment	4,799	3,967
Interest income	(124,786)	(108,942)
Finance costs	485,675	605,421
Expected credit losses	136,667	166,667
Recovery of allowance for expected credit losses	-	(132,237)
Change in operating assets and liabilities:		
Checks under collection	(112,907)	(557,884)
Other debit balances	(666,876)	(374,901)
Trade receivables	(940,590)	(818,297)
Unearned revenue	1,390,151	1,767,876
Other credit balances	42,655	73,506
Trade payables	118,039	(197,202)
	<u>3,075,809</u>	<u>3,577,089</u>
Income tax paid	(181,165)	(47,302)
National contribution paid	(28,234)	(10,940)
Net cash flows from operating activities	<u>2,866,410</u>	<u>3,518,847</u>
Cash Flows From Investing Activities		
Interest received	124,786	108,942
Purchase of investment properties	(170,848)	(13,920)
Purchase of property and equipment	(18,848)	(14,616)
Tenants' refundable deposits	4,345	13,575
Net cash Flows from investing activities	<u>(60,565)</u>	<u>93,981</u>
Cash Flow From Financing Activities		
Finance cost paid	(523,552)	(612,841)
Syndicated loan	(2,910,500)	(2,910,500)
Net cash flows from financing activities	<u>(3,434,052)</u>	<u>(3,523,341)</u>
Net change in cash and cash equivalents	<u>(628,207)</u>	<u>89,487</u>
Cash and cash equivalents - beginning of period	<u>7,037,651</u>	<u>5,584,220</u>
Cash and cash equivalents - end of period	<u><u>6,409,444</u></u>	<u><u>5,673,707</u></u>

The accompanying notes constitute an integral part of these financial statements

AL Tajamouat for Touristic Projects Company
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Note to consolidated interim condensed financial statements for the six months ended June 30, 2024

1. Legal status and activity

- Legal status and activity for parent company and subsidiary as follows:

Company name	Legal status	Registration date at the		Main activities
		Ministry of Industry and Trade	Rigester No.	
AL Tajamouat For Touristic Projects Company	Public shareholding company	June 6, 1983	183	Owning and operating "TAJ Lifestyle Center" in Abdoun area in Amman - Jordan.
Al Taj Al Thahabi for Alternative Power Resources Projects'hinery	Limited liability company	February 25, 2019	53789	Invest in renewable energy projects, distribute, purchase, sell electricity mainly for the Group's own use.

- The consolidated interim condensed financial statements have been approved by board of directors in its session held on July 24, 2024

2. Significant accounting policies

- The consolidated interim condensed financial information for the Company were prepared according to International Accounting Standard (34) "Interim Financial Reporting".
- Accounting policies used in preparing the consolidated interim condensed financial statement are consistent with those policies used in preparing the financial statements for the year ended December 31, 2023.

3. Subsidiary

The consolidated interim condensed financial statement includes the financial statement of the subsidiary as of June 30, 2024 as follows:

Company name	Legal entity	Paid in capital	Ownership percentage	Total assets	Total liabilities	Losses period	Retained earnings
		JD	%	JD	JD	JD	JD
Al Taj Al Thahabi for Alternative Power Resources Projects'hinery	LLC	2,500	100	2,500	1,773	-	(1,773)

4. Investment properties

	Lands	Construction works	Electro-mechanical	Outdoor works	Furniture and fixtures	Total
June 30, 2024	JD	JD	JD		JD	JD
Cost						
Balance - beginning of period	31,703,645	80,506,685	36,214,692	2,239,014	709,801	151,373,837
Additions	-	134,486	36,362	-	-	170,848
Balance - end of period	31,703,645	80,641,171	36,251,054	2,239,014	709,801	151,544,685
Accumulated depreciation						
Balance - beginning of period	-	19,068,393	17,226,803	1,788,671	673,910	38,757,777
Depreciation	-	805,958	723,207	78,364	6,720	1,614,249
Balance - end of period	-	19,874,351	17,950,010	1,867,035	680,630	40,372,026
Net	31,703,645	60,766,820	18,301,044	371,979	29,171	111,172,659
December 31, 2023						
Cost						
Balance - beginning of year	31,703,645	80,506,685	36,152,035	2,239,014	709,801	151,311,180
Additions	-	-	62,657	-	-	62,657
Balance - end of year	31,703,645	80,506,685	36,214,692	2,239,014	709,801	151,373,837
Accumulated depreciation						
Balance - beginning of year	-	17,458,261	15,782,737	1,631,942	658,652	35,531,592
Depreciation	-	1,610,132	1,444,066	156,729	15,258	3,226,185
Balance - end of year	-	19,068,393	17,226,803	1,788,671	673,910	38,757,777
Net	31,703,645	61,438,292	18,987,889	450,343	35,891	112,616,060

– The average market value of the investment properties based on the assessment of the real estate expert on March 19, 2023 an amount of JD 122,551,390.

– The land and the commercial complex erected on it (TAJ Life Style) mortgaged in favor of syndicate loan.

5. Assets held for sale

– On 4 August 2020, the company have owned a plot of land, (No.110/parcel No.30) located in Al-Salt, Jordan in accordance with the settlement agreement with one of the tenants, the company obtained an valuation for the land from an independent real estate expert, and the land was registered at its fair value in the amount of JD 135,966. The Board of Directors approved the settlement agreement on 16 February 2020.

– The average market value of the land, based on based on the assessment of the real estate expert on February 2, 2024 an amount of JD 153,545.

6. Trade receivables

	June 30, 2024 (reviewed and unaudited)	December 31, 2023 (audited)
	JD	JD
Trade receivables	6,020,423	5,079,833
Checks under collection	4,775,235	4,686,763
Less: Allowance for expected credit losses	(5,115,119)	(4,978,452)
Net	<u>5,680,539</u>	<u>4,788,144</u>

(*) The following is the movement of allowance for expected credit losses during the period:

	June 30, 2024 (Review and unaudited)	December 31, 2023 (Audited)
	JD	JD
Balance - beginning of period	4,978,452	4,934,141
Additions during the period	136,667	271,122
Bad debts	-	(94,574)
Recovery of expected credit losses allowance	-	(132,237)
Balance - end of period	<u>5,115,119</u>	<u>4,978,452</u>

7. Capital

The authorized and paid-in capital was JD 100,000,000, divided into 100,000,000 shares at a par value of JD 1 each. On 26 August 2019, the General Assembly, in its extra-ordinary meeting, has approved the reduction of the authorized and paid in capital by JD 7,000,000 against the share discount, to become 93,000,000 shares at a par value of one Jordanian Dinar each. The capital reduction procedures were finalized with the Ministry of Trading, Industry and Supply and Amman Stock Exchange on 4 March 2020.

8. Syndicated loan

- The company signed a syndicated loan agreement managed by the Housing Bank for Trade and Finance on January 18, 2010, in the amount of 40 million Jordanian dinars. During September 2011, the value of the bank syndicate loan was increased by 20 million Jordanian dinars, bringing the total bank syndicate loan to 60 million Jordanian dinars. annual net profit until the reserve equals of the Company's subscribed capital. Such reserve is not available for dividends distribution.
- Bank financing was granted in exchange for the mortgage of the commercial complex in addition to the land on which it is built in Abdoun area. quench its losses from the accumulated amounts in statutory reserve, and to rebuild it in accordance with the provisions of the law.
- The company rescheduled the loan several times, the last of which was on December 19, 2019, where the final payment due date became November 3, 2029, while the method of calculating interest remained the same, by calculating the weighted average value of the lending rates granted to the best clients from all donors. Excluding from it an annual margin of 1.97%. This percentage was changed to 2.72% from November 3 to December 31, 2022.
- Quarterly installments amounting to JD 582,100 are paid, in addition to the interest due in February, May, August and November of each year.

- During the year 2023, the company paid seven payments amounting to JD 4,074,700 which represent the installments due for the period from February 2025 until August 2026.
- During the first and second quarters of 2024, the company paid five installments amounting to JD 2,910,500 which represent the installments due for the period from November 2026 until November 2027.
- The annual payments of loans mature more than a year as the follows:

	Amount
	JD
year 2028	2,328,400
year 2029	5,283,946
Total	7,612,346

9. Administrative expenses

	June 30, 2024	June 30, 2023
	(reviewed and unaudited)	(reviewed and unaudited)
	JD	JD
Salaries, wages and related benefits	184,865	187,359
BOD remuneration (*)	100,167	-
Professional fees	96,456	60,660
Governmental license fess and subscriptions	50,473	17,029
Social security contribution	24,516	24,615
Donations	17,436	-
Miscellaneous	14,436	10,299
Hospitality	12,987	14,316
Communication	6,439	6,817
Health insurance	5,544	4,721
Stationery and printings	5,181	4,684
Depreciation	4,799	3,967
Maintenance	4,595	7,742
Over time	2,963	3,703
Vehicles expenses	1,825	4,156
Travel and accomodation	-	7,325
Total	532,682	357,393

(*) Referring to the board of director's decision in its session held on March 27, 2024. It has been decided to provide a provision of representing BOD for board and committee's members as of January 1, 2023.