

Ibn Alhaytham Hospital Company
Public shareholding company
Amman - The Hashemite Kingdom of Jordan

Financial statements
As of December 31, 2021

Ibn Alhaytham Hospital Company
Education and Investment
Public shareholding company
Amman - The Hashemite Kingdom of Jordan

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Independent Auditors' Report

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To the Shareholders of
Ibn Alhaytham Hospital Company
Public Shareholding Company
Amman- The Hashemite Kingdom of Jordan
Report on the Audit of the Financial Statements

Opinion

We have audited the Accompanying consolidated financial statements of **Ibn Alhaytham Hospital Company (Public Shareholding Company)**, which comprise the statement of consolidated financial position as at December 31, 2021, and the statements of consolidated comprehensive income, consolidated changes in owner's equity and consolidated cash flows for the year then ended, and notes, comprising significant accounting policies and other explanatory information.

In our opinion, and with the exception of the effect of what we mentioned on the basis of the qualified opinion the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company as at December 31, 2021, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for qualified Opinion

We did not verify the cost of the materials used in the operation amounting to JD 3,302,711 (contained in Note No. 27) as a result of errors in its calculation in the used warehouse system, and the statement of goods for the end of the period extracted from the system does not match the trial balance as on December 31, 2021, and Inventory statements for end-of-term merchandise have been prepared manually, matching the actual inventory quantities and purchase invoices, with a difference of JD 1,032,272 that was entered in the income statement.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasizing matter

The company's financial statements as on December 31, 2020 were audited by another auditor, who issued an unqualified report on it on March 30, 2021.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Revenues

- The company recognized a net income of 12,366,479 Jordanian dinars for the year ended December 31, 2021 (11,079,970 Jordanian dinars for the year ended December 31, 2020).
- The company recognizes net revenue through five steps, as stipulated in IFRS 15 (Revenue from Contracts with Customers), and these steps require estimates from management.
- We considered this a key audit matter given the judgments used in estimating performance obligations as there is a risk that revenue may be misrepresented due to management overriding the controls and judgment involved in estimating medical objections to a government claim, and the timing and amount of revenue recognized in the financial period. It could have a material impact on the company's financial performance.

The audit procedures included the:

- Reviewing the correctness of revenue recognition in accordance with the company's policies, and evaluating compliance with International Financial Reporting Standard No. (15) (revenue from contracts with customers).
- Testing the design and effectiveness of the internal controls applied by the company to the revenue cycles.
- Testing a sample of sales transactions that took place before and after the balance sheet date to assess whether the revenue recognition took place in the correct period.
- Evaluation of discounts for major customers, by recalculating the discounts granted according to the contractual terms.
- Conducting an analytical review of revenue based on sales trends and profit margins.
- Evaluating the extent and adequacy of the company's disclosures included in the financial statements (note 4, 19).

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated financial statements and our auditors' report thereon. We expected that we will give the annual report after our report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the consolidated financial statements, our responsibility is to read the other information when its available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's consolidated financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, We are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

The Company has proper accounting records which are, in all material respects, consistent with the accompanying consolidated financial statements, accordingly, we recommend approving these consolidated financial statements by the general assembly after considerate what we mentioned in the basis of the qualified opinion..

Obeidat & alsalih

Nabil M. Obeidat
License 877



Amman in
March 24, 2022

Ibn Alhaytham Hospital Company
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of financial position
As of December 31, 2021

	Note	2021	2020
		JD	JD
<u>Assets</u>			
<u>Non - current assets</u>			
Property, plant & equipments - net	5	13,644,241	15,187,435
Investments in associates	6	783,082	744,940
Projects under construction	7	1,771,475	1,625,068
Financial assets at fair value through comprehensive income st.	8	3,867,694	3,775,068
Total non - current assets		<u>20,066,492</u>	<u>21,332,511</u>
<u>Current assets</u>			
Medical and non-medical supplies warehouse	9	1,297,138	3,008,448
Accounts receivable - net	10	8,310,858	5,396,858
Due from related parties - net	24 A	574,259	677,060
Other debit balances - net	11	478,178	710,390
Cash on hand and at banks	12	316,974	394,060
Total current assets		<u>10,977,407</u>	<u>10,186,816</u>
Total assets		<u><u>31,043,898</u></u>	<u><u>31,519,327</u></u>

The accompanying notes form from (1) To (33) is an integral part of these statements

Ibn Alhaytham Hospital Company
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of financial position
As of December 31, 2021

	Note	2021	2020
		JD	JD
<u>Owners' equity and liabilities</u>			
<u>Owners' equity</u>			
Paid up capital	13	20,000,000	20,000,000
Premium shares	13	1,911,328	1,911,328
Statutory reserve	13	1,445,544	1,445,544
Voluntary reserve	13	78,853	78,853
Fair value reserve	13	(1,251,376)	(1,373,334)
Accumulated (losses) / retained earnings	13	(562,234)	406,849
Net owners' equity		<u>21,622,115</u>	<u>22,469,240</u>
<u>Non-current liabilities</u>			
Loans - long term	14	229,206	688,563
Deffered cheques - long term	15	405,018	-
Total non-current liabilities		<u>634,224</u>	<u>688,563</u>
<u>Current liabilities</u>			
Banks overdraft	16	296,362	1,254,173
Loans - short term	14	1,618,272	586,848
Accounts payable		4,095,608	3,585,987
Deffered cheques - short term	15	552,057	1,753,445
Due to related parties	24 B	66,554	34,070
Income tax provision	17	-	233,134
Other credit balances	18	2,158,706	913,867
Total current liabilities		<u>8,787,559</u>	<u>8,361,524</u>
Total owners' equity and liabilities		<u>31,043,898</u>	<u>31,519,327</u>

The accompanying notes form from (1) To (33) is an integral part of these statements

Ibn Alhaytham Hospital Company
Public shareholding company
Amman - The Hashemite Kingdom of Jordan

Statement of comprehensive income
for the year ended December 31, 2021

	Note	2021 JD	2020 JD
Net revenues	19	12,366,479	11,079,970
Operating expenses	20	(7,532,018)	(5,705,089)
Gross profit margin		4,834,461	5,374,881
General & administrative expenses	21	(3,352,507)	(2,923,977)
Depreciation		(1,037,621)	(822,995)
Inventory differences		(1,032,272)	-
Finance expenses		(110,676)	(179,581)
Impairment debts & employees	10 & 11	(185,575)	-
Company's share of associates profit	6 B	8,810	5,634
Other revenues	22	294,697	468,584
(Loss) profit for the year before tax		(580,683)	1,922,546
Income tax	17	-	(380,846)
(Loss) profit for the year		(580,683)	1,541,700
<u>Add: other comprehensive income items</u>			
Net changes in fair value for financial assets through comprehensive income statement		121,958	435,838
Total comprehensive (losses) income for the year		(458,725)	1,977,538
		Fils/Dinar	Fils/Dinar
Basic and diluted earning per share	23	(0.029)	0.077

The accompanying notes form from (1) To (33) is an integral part of these statements

Ibn Alhaytham Hospital Company
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of owners' equity
for the year ended December 31, 2021

Description	Capital	Premium shares	Statutory reserve	Voluntary reserve	Fair value reserve *	Accumulated (loss) / retained earnings		Net	
						Realized	Unrealized *		Total accumulated (loss) / retained earnings
	JD	JD	JD	JD	JD	JD	JD	JD	
For the year ended December 31, 2021									
Balance as of January 1, 2021	20,000,000	1,911,328	1,445,544	78,853	(1,373,334)	401,215	5,634	406,849	22,469,240
Expenses and income tax for previous years	-	-	-	-	-	(388,400)	-	(388,400)	(388,400)
Adjusted opening balances	20,000,000	1,911,328	1,445,544	78,853	(1,373,334)	12,815	5,634	18,449	22,080,840
(Loss) for the year	-	-	-	-	-	(589,493)	8,810	(580,683)	(580,683)
Net changes in fair value for financial assets through comprehensive income statement	-	-	-	-	121,958	-	-	-	121,958
Total comprehensive (loss)	-	-	-	-	121,958	(589,493)	8,810	(580,683)	(458,725)
Balance as of December 31, 2021	20,000,000	1,911,328	1,445,544	78,853	(1,251,376)	(576,678)	14,444	(562,234)	21,622,115
For the year ended December 31, 2020									
Balance as of January 1, 2020	20,000,000	1,911,328	1,248,790	78,853	(1,809,172)	(687,905)	-	(687,905)	20,741,894
Expenses and income tax for previous years	-	-	-	-	-	(250,192)	-	(250,192)	(250,192)
Adjusted opening balances	20,000,000	1,911,328	1,248,790	78,853	(1,809,172)	(938,097)	-	(938,097)	20,491,702
Profit for the year after tax	-	-	-	-	-	1,536,066	5,634	1,541,700	1,541,700
Net changes in fair value for financial assets through comprehensive income statement	-	-	-	-	435,838	-	-	-	435,838
Total comprehensive income	-	-	-	-	435,838	1,536,066	5,634	1,541,700	1,977,538
Transferred to statutory reserve	-	-	196,754	-	-	(196,754)	-	(196,754)	-
Balance as of December 31, 2020	20,000,000	1,911,328	1,445,544	78,853	(1,373,334)	401,215	5,634	406,849	22,469,240

In accordance with the instructions of Securities Commission , it is prohibited to dispose fair value reserve & Unrealized retained earnings through dividends to shareholders or capitalization or loss amortization or anything else .

The accompanying notes form from (1) To (33) is an integral part of these statements

Ibn Alhaytham Hospital Company
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of cash flows
for the year ended December 31, 2021

	Note	2021 JD	2020 JD
<u>Cash flows from operating activities</u>			
(Loss) for the year before tax		(580,683)	1,922,546
Expenses and income tax for previous years		(388,400)	(250,192)
Depreciation	5	2,069,866	1,702,531
Company's share of associates profit	6 B	(8,810)	(5,634)
Impairment debts & employees	10 + 11	185,575	-
Finance expenses		110,676	179,581
Operating income before changes in working capital		1,388,224	3,548,832
<u>(Increase) decrease in current assets</u>			
Accounts receivable		(3,099,575)	(710,758)
Due from related parties		102,801	(123,920)
Medical and non-medical supplies warehouse		1,711,310	(1,219,626)
Other debit balances		275,909	260,192
<u>Increase (decrease) in current liabilities</u>			
Accounts payable & deffered cheques		(286,749)	(365,224)
Due to related parties		32,484	33,930
Other credit balances		1,244,839	181,795
Net cash provided from operating activities before paid tax		1,369,244	1,605,221
Paid tax	17	(276,831)	(270,533)
Net cash provided from operating activities		1,092,413	1,334,688
<u>Cash flows from investing activities</u>			
Acquisitions of property , plant & equipments	5	(526,671)	(514,161)
Paid on projects under construction		(146,407)	(286,427)
Proceeds from associates	6 B	-	13,313
Net cash (used in) investing activities		(673,078)	(787,275)
<u>Cash flows from financing activities</u>			
Banks overdraft		(957,811)	(252,746)
Loans		572,067	-
Finance expenses		(110,676)	(179,581)
Net cash (used in) financing activities		(496,420)	(432,327)
Net (dcrease) increase in cash		(77,086)	115,086
Cash on hand and at banks at beginning of year		394,060	278,974
Cash on hand and at banks at end of year		316,974	394,060

The accompanying notes form from (1) To (33) is an integral part of these statements

Ibn Alhaytham Hospital Company
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Notes to the financial statements

1- **Company's registration and objectives**

Ibn-Alhaytham Hospital Company was established & registered as a Limited Liability company under number (3153) on **April 21,1993** , with a capital amounted (JD **400,000**) divided to (**400,000** share) and it was increased to amounted to (**JD 20,000,000**).

The company has been converted into a public shareholding company and was registered under number (**436**) in accordance to approval of Ministry of Industry and Trade at **May 10,2007**.

One of company's main objectives is to found and establish a hospital for general cases And especially ophthalmology, Otorhinolaryngology, Medicine and Neurosurgery and to Import a necessary medical equipment and supplies

The financial statements were approved by the board of directors at their meeting held on **March 28, 2022**, these financial statements need subject to the approval of the general assembly of shareholders .

2- **Basis of preparation of financial statements**

The financial statements of the company have been prepared in accordance to International Financial Reporting Standards .

The financial statements have been prepared on historical cost except financial assets and liabilities which appears on fair value .

The financial statements are presented in Jordanian Dinars (JD) which is the company's functional and presentation currency .

Ibn Alhaytham Hospital Company

Public shareholding company

Amman - The Hashemite Kingdom of Jordan

Notes to the financial statements

3- Use of estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amount of financial assets and liabilities and disclosure of contingent liabilities . These estimates and assumptions also affect the revenues and expenses and the resultant provisions and particular , considerable judgement by management is required in the estimation of the amount and timing of future cash flows . Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgment and uncertainty and actual results may differ, resulting in future change in such provisions .

Management believe that the estimates are reasonable and are as follows :

- Management evaluates its investments for impairment on a regular basis where there is a prolonged decline , Management estimates the value of impairment and the same is charged in the statement of comprehensive income - An estimate of the collectible amount of trade accounts receivables is made when collection of the full amount is no longer probable . For individually significant amounts , this estimation is performed on an individual basis . Amounts which are not individually significant , but which are past due , are assessed collectively and a provision applied according to the length of time past due , based on historical recovery rates .

- Inventories are held at the lower of either cost or net realizable value . When inventories become old or obsolete , an estimate is made of their realizable value . For individually significant amounts this estimation is performed on an individual basis . Amounts which are not individually significant , but which are old or obsolete , are assessed collectively and a provision applied according to the inventory type and the degree of aging or obsolescence , based on historical selling prices.

- Management reviews periodically the tangible and intangible assets in order to assess the amortization and depreciation for the year based on the useful life and future economic benefits . Any impairment is taken to the statement of comprehensive income.

4- Significant accounting policies

Below used accounting policies in preparation of financial statements, these policies is applying in the years appear in financial statements.

Changes in accounting policies

Accounting policies followed in condensed interim financial statements' preparation for this period are consistent with the policies followed the last year, Except for the Company's application of the following Standards effective for annual periods beginning on 1 January 2020:

Ibn Alhaytham Hospital Company

Public shareholding company

Amman - The Hashemite Kingdom of Jordan

Notes to the financial statements

A. The new standards, amendments and interpretations that have been applied by the company in the fiscal year beginning on January 1, 2021:

- * Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 Standard Interest Rate Reform - Phase Two.
- * Amendments to IFRS 16 Leases, Lease Concessions Related to Coronavirus.

B. New standards, amendments and interpretations issued but not yet effective and not early applied. It is valid for annual periods beginning on January 1, 2022.

- * Amendments to International Financial Reporting Standard No. 3 - Business Groups.
- * Amendments to International Accounting Standard No. 16 - Property, Equipment and Machinery.
- * Amendments to IAS 37 - Provisions, Contingent Liabilities and Contingent Assets.

It is valid for annual periods beginning on January 1, 2023.

- * Amendments to International Accounting Standard No. 1 - Presentation of Financial Statements - Classification of Liabilities.
- * Deferred tax assets and liabilities arising from a single transaction - Amendments to IAS 12.
- * Sale or contribution of assets between an investor and his subsidiary or joint venture - Amendments to International Financial Reporting Standard No. 10 and International Accounting Standard No. 28.

The previous amendments and interpretations, as well as the non-effective standards, did not have a material impact on the university during the current or future year and on the expected future transactions.

Accounts receivable

Accounts receivable and others are stated at their net realizable value net of a provision for doubtful accounts, bad debts were written off when identified deduct of its stated provision and the collected amounts from debts which identified to revenues.

Impairment of financial assets

The company recognizes a provision for expected credit losses for all debt instruments that are not held at fair value through the statement of profit or loss. The expected credit losses are based on the difference between the contractual flows due in accordance with the contract and all the cash flows that the company expects to receive, it discounted when estimating the original effective interest rate. The expected cash flows include cash flows from the sale of collateral held or other credit improvements that are part of the contractual terms (if any). The management of the company calculates the provision based on its historical experience in credit loss adjusted according to future factors of debtors and the economic environment.

Ibn Alhaytham Hospital Company

Public shareholding company

Amman - The Hashemite Kingdom of Jordan

Notes to the financial statements

Medical and non-medical supplies warehouse

Medical and non-medical supplies warehouse are stated at the lower of cost or net realizable value. The costs are stated accordance to the **Moving average** method .

Investments in associates

Associates companies are the companies which the company owned over **20%** to **50%** of its right to vote, the company has effect effective on its decisions bout financial and operation policeis.

Associates investments appear in financial statements at cost, in addition of company's share of changes in net assets according to equity method, the goodwill resulting of the associates investment record in account of associates investment and not amortize when exist of changes in associates owners' equity, that changes appear in owners' equity of the company.

When preparing separated financial statements for the company as independent establishment, the associates investment appear in fair value.

Financial assets at fair value through comprehensive income

Financial assets at fair value through comprehensive income are non derivative financial assets, the purpose of the acquisition is to keep them available for sale and not to trade or keep them until maturity.

The differences in the change in fair value of financial assets carried at fair value are recorded through the statement of comprehensive income.

Financial assets at fair value through comprehensive income that is available to quoted market prices in active markets at fair value, net of accumulated impairment losses in the fair value appear.

Gains and losses arising from differences foreign currency debt instruments that bear interest within the specified financial assets at fair value through comprehensive income transfer register, while the registration of foreign exchange rate changes ownership of the tools included in the cumulative change in fair value in equity.

If the company did not adopt the recognition of the fair value changes of financial assets in equity instruments in the list of other comprehensive income must be an option then these assets are measured at fair value and recognize changes in fair value in the statement of comprehensive income.

Offsetting

Offsetting of fianacial assets and financial liabilities is occurred and the net amount reported in the financial statements when the rights and legaly enforceable right to offset the recognized amounts and the bank intends to either settle them on a net basis , or to realize the assets and settle the liability simultaneously

Ibn Alhaytham Hospital Company
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Amman - The Hashemite Kingdom of Jordan
Notes to the financial statements

Property, plant & equipments

Property, plant & equipments are recorded at cost and depreciated (except lands) over its estimated useful lives under the **straight line** method by using annual depreciation rates as follows:

Buildings	7	Computer machines	20
Vehicles	15	Machines and equipment	15
Medical machines	10	Signs and banners	15
Furniture & fixtures	15	Other assets	10-15
Electrical office machines	15		

An assets carrying amounts is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount , the impairment record in statement of comprehensive income .

The expected production life for assets is reviewed at end of the year , whenever ther are changes between the expected life and the estimated , the depreciation method is changed to depreciate on net book value based on the remaining production life after re-estimation from the year re-estimated on .

When there are no expected economic benifits from usage , that item will be written down immediately .

Projects under construction

Projects under construction are recorded at cost which represents the contractual obligations of the company nfor the construction. Allocated costs directly attributable to the constructin of the assets are capitalized. The projects under construction is transferred to the appropriate assets category and depreciated in accordance whith the company's

Accounts payable & accrued amounts

The accounts Payable and accrued amounts are recognized upon receipt of the goods by the company, whether billed by the supplier or not.

Fair value

The close price at the financial statements date represent the fair value for current financial statement in international markets , in case if the prices are not available for some financial investments the fair value evaluated through the comparative with market current value to similar financial instrument .

In case if there is a financial assets to be unfesible measuring its fair value completely the cost & the amortizing cost shown , in case if there is alower in its fair value the lower value recording in statements of income.

Ibn Alhaytham Hospital Company

Public shareholding company

Amman - The Hashemite Kingdom of Jordan

Notes to the financial statements

The evaluations types aim to measure a fair value reflect market expectation , it take market positions and also any risks or expected benefits when reevaluated the financial instruments , when the fair value of financial instruments is not measured reliably it will record at cost after deducting any impairment of its value .

Date of financial assets recognized

Purchases and sales financial assets are recognized on the trade date (the date on which the company commits its self to purchase or sell the assets) .

Revenues recognition

The company generates revenue according to IFRS 15 using the following five-step model:

The first step: determining the contract with the customer

A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets standards for each contract that must be fulfilled.

The second step: define performance obligations

A performance obligation is a promise in a contract with a customer to transfer a good or perform service to a customer

Step Three: Determine the transaction price

The transaction price is the amount of the consideration that the company expects to receive in exchange for transferring the goods or services promised by the customer except for amounts collected on behalf of third parties.

The fourth step: allocating the transaction price

For a contract that contains more than a performance obligation, the company distributes the transaction price to each performance obligation in an amount that specifies the corresponding amount that the company expects to obtain in return for fulfilling each

The fifth step: recognition of revenue

The company generates revenue when or whenever it fulfills the performance obligation by transporting goods or implementing the services promised by the customer under the contract.

Medical services

Revenues from medical services are realized when medical services are provided and bills are issued.

Ibn Alhaytham Hospital Company

Public shareholding company

Amman - The Hashemite Kingdom of Jordan

Notes to the financial statements

Finance expenses & Interest revenues / expenses

Finance expenses comprise interest expenses on borrowing. All borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying assets are recognized in the statement of income using the effective interest method.

Interest revenues / expenses are taken to income statement according to accrual basis.

Dividends of securities gains

The dividends of securities gains are recognized when declared by the general assembly of the companies invested in .

Provisions

Provisions are recognized when the company has a present legal or constructive obligation as a result of past events , it is probable that an outflow or resource will be required to settle the obligation , and a reliable estimate of the amount can be made . Where the company expects a provision to be reimbursed , for example under an insurance contract , the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain .

Income tax

Accrued taxes expenses are calculated according to taxable gains in accordance to law (38) for the year 2018, taxable gains are different from declared gains in income statement because declared gains include non-taxable revenues or non-reduction expenses at the current year but in coming years , or acceptable taxable accumulated loss , or non-taxable items or reducing for tax purposes .

Taxes are calculated according to decision tax rate in accordance with laws , systems and instructions .

foreign currency translation

Foreign currency transactions are translated into Jordanian Dinars at the exchange rates prevailing at the date of transaction . Assets and liabilities expressed in foreign currencies are translated into Jordanian Dinars at the exchange rates prevailing as at the balance sheet date . Exchange differences arising from these translations are included in the statement of income .

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5- **Property, plant & equipments - Net**

A. This item consists of the following :

	Lands	Buildings	Vehicles	Medical machines	Furniture & fixtures	Electrical office machines	Computer machines	Machines and equipment	Signs and banners	Other assets	Total
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
<u>Cost</u>											
Balance beginning of the year	5,373,696	12,600,427	452,430	19,570,626	1,115,198	991,617	905,000	118,558	40,932	129,114	41,297,598
Additions for the year	-	180,908	-	236,407	25,619	32,497	46,967	2,145	248	1,880	526,671
Balance ending of the year	5,373,696	12,781,335	452,430	19,807,033	1,140,817	1,024,114	951,967	120,703	41,180	130,994	41,824,269
<u>Accumulated depreciations</u>											
Balance beginning of the year	-	8,071,490	420,050	15,259,281	903,492	807,705	518,324	65,530	23,187	41,104	26,110,163
Depreciations for the year	-	760,798	6,664	1,019,956	58,925	77,179	127,417	15,519	1,850	1,558	2,069,866
Balance ending of the year	-	8,832,288	426,714	16,279,237	962,417	884,884	645,741	81,049	25,037	42,662	28,180,029
Book value as of December 31, 2021	5,373,696	3,949,047	25,716	3,527,796	178,400	139,230	306,226	39,654	16,143	88,332	13,644,241
Book value as of December 31, 2020	5,373,696	4,528,937	32,380	4,311,345	211,706	183,912	386,676	53,028	17,745	88,010	15,187,435

B. Depreciated cost of property , plant & equipments and still in uses JD **10,140,088** as of **December 31, 2021** .

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6- **Investments in associates**

A. This item consists of :

	<u>Number of shares</u>	<u>Ownership rate</u>	<u>Market value</u>	<u>2021</u>	<u>2020</u>
	Share	%	JD	JD	JD
<u>National</u>					
<u>Public shareholding companies (listed)</u>					
International Co. for Medical Investments **	50,710	2.167	102,941	59,410	52,789
<u>Limited liability companies (unlisted)</u>					
Alomana' for Investment & portfolio management **	666,667	7.407	-	762,370	760,181
Applied Energy Co. *	100,000	40	-	-	-
Total			<u>102941</u>	<u>821,780</u>	<u>812,970</u>
Fair value reserve			-	(38,698)	(68,030)
Total			<u><u>102,941</u></u>	<u><u>783,082</u></u>	<u><u>744,940</u></u>

The company's share of associates business results is recorded, and the record stops when the investment's value become zero(in the company's

* records (the net equity of associates as of **December 31, 2021** was negative).

** The investments were classified above as associates due to the presence of indicators from the investor in influencing the financial and operating decisions of these companies.

B. **The following summary of assets, liabilities, revenues and companys' share of associates P/L :**

	<u>Activity</u>	<u>Assets</u>	<u>Liabilities</u>	<u>Revenues</u>	<u>Companys' share of associates P/L</u>
		JD	JD	JD	JD
<u>National</u>					
<u>Public shareholding companies (listed)</u>					
International Co. for Medical Investments	Trade	2,795,878	543,642	195,830	2,189
Total		<u>2,795,878</u>	<u>543,642</u>	<u>195,830</u>	<u>2,189</u>
<u>Limited liability companies (unlisted)</u>					
Alomana' for Investment & portfolio management	Brokerage	11,245,408	1,332,136	404,856	6,621
Applied Energy Co. *	Renewble energy	-	-	-	-
Total		<u>11,245,408</u>	<u>1,332,136</u>	<u>404,856</u>	<u>6,621</u>
Total		<u><u>14,041,286</u></u>	<u><u>1,875,778</u></u>	<u><u>600,686</u></u>	<u><u>8,810</u></u>

* There is no financial information because the financial statements were not issued as of **December 31, 2021**.

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6- **Follow - Investment in associates**

C. **The movement of investment in associates during the period as follow :**

	<u>2021</u>	<u>2020</u>
	JD	JD
Balance beginning of the year	744,940	693,391
Company's share of associates profit (note 6 B)	8,810	5,634
Net changes in fair value for associates	29,332	59,228
Dividends received from associates	-	(13,313)
Balance ending of the year	<u>783,082</u>	<u>744,940</u>

D. For purposes of company's membership in the International Co. for Medical Investments board of directors , the number of share reserved was **5,200** shares and with market value of **JD 10,556**.

7- **Projects under construction**

A. This item consists of the following :

	Date of expected completion	Completion rate	<u>2021</u>	<u>2020</u>
		%	JD	JD
Solar power project	Oct-22	75	1,643,362	1,623,898
Systems and software	Dec-22	50	126,943	-
Physical therapy project	-	-	1,170	1,170
Total			<u>1,771,475</u>	<u>1,625,068</u>

B. Total expected costs for projects under construction of **JD 2,346,549** .

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8- Financial assets at fair value through comprehensive income statement

A. This item consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
<u>Local</u>		
<u>Public Shareholding Companies (listed)</u>		
Financial assets portfolio	5,071,948	5,071,948
<u>Limied liabilities Companies (un-listed)</u>		
Financial assets portfolio	8,424	8,424
Total	5,080,372	5,080,372
Deduct : fair value reserve	(1,212,678)	(1,305,304)
Fair value	3,867,694	3,775,068

B. For the purposes of the membership in the boards of directors of some of the invested companies (listed), the number of reserved shares of the owned shares amounted to **55,000** shares and a total market value of JD **30,400** .

9- Medical and non-medical supplies warehouse

This Item Consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
Medicines and medical supplies in pharmacy	708,092	1,212,707
Operation and clinic supplies	401,866	1,147,659
Non-medical supplies and stationery	86,998	105,492
Laboratory material supplies	100,182	542,590
Total	1,297,138	3,008,448

10- Accounts receivable - net

A. This Item Consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
Medical receivable	12,927,322	10,677,297
Trade receivable	1,044,161	906,560
Personal debts - doctors	279,715	328,283
Inpatient receivables	111,580	111,580
Cases debts	100,900	100,900
Returned checks	151,881	156,490
Cheques under collection	550	26,766
Total	14,616,109	12,307,876
Deduct: doctor and companies dues (note 10 B)	(2,627,949)	(3,383,716)
Net accounts receivable after doctors' & companies dues	11,988,160	8,924,160
Deduct: impairment debts (note 10 C)	(3,677,302)	(3,527,302)
Net	8,310,858	5,396,858

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- B. This item represents doctors' fees for uncollected receivables and suppliers' deposits for special patient supplies required at the request of the patient or the doctor and whose payment is linked to the actual collection of the corresponding receivables.

C. **The movement of impairment debts during the year as follow :**

	2021	2020
	JD	JD
Balance beginning of the year	3,527,302	4,213,995
Additions for the year	150,000	-
Disposals for the year (returned to income)	-	(686,693)
Balance ending of the year	3,677,302	3,527,302

11- **Other debit balances - net**

- A. This item consists of :

	2021	2020
	JD	JD
Prepaid expenses	18,661	6,628
Unearned revenues	206,425	274,058
Refundable deposits	42,939	73,938
Checks deposits - Applied energy	-	177,579
Employees receivable	112,455	102,710
Other debit accounts	49,557	75,477
Deferred murabaha - Al Rajhi Bank (note 14 B)	40,019	-
Due from company's income tax (note 17)	43,697	-
Total	513,753	710,390
Deduct : employees & others impairment debts (noe 11 B)	(35,575)	-
Net	478,178	710,390

B. **The movement of employees & other impairment debts during the year as follow :**

	2021	2020
	JD	JD
Additions for the year	35,575	-
Balance ending of the year	35,575	-

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12- **Cash on hand & at banks**

A. This Item Consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
Cash on hand	25,501	27,198
Current accounts at banks	291,473	366,862
Total	<u>316,974</u>	<u>394,060</u>

13- **Owners' equity**

- **Capital**

Declared & Paid capital amounted of JD **20,000,000** distributed on **20,000,000** shares, of Nominal value for each share of one JD .

- **Statutory reserve**

This item represents the accumulated amounts appropriated at a rate of **10%** of annual income and prior years, the appropriation will stop when the statutory reserve amount equals the capital , it is not available for distribution to the shareholders, provided that deductions for statutory reserve account do not exceed **25%** of the paid up capital, and it can be used for amortization accumulated loss in accordance with the companies law. The board of directors in its meeting number **2/2013** held on **February 25, 2013** to stop deducting statutory reserve according to reached to **25%** of declared and paid up capital.

- **Voluntary reserve**

The voluntary reserve is formed by deducting a percentage of no more than **20%** of the annual profits, and it is distributable as dividends to shareholders. It can also be used for the purposes decided by the company's board of directors.

- **Fair value reserve**

Fair value reserve represents of Decrease or increase of financial assets fair value as follows :

	<u>2021</u>	<u>2020</u>
	JD	JD
Balance at beginning of the year	(1,373,334)	(1,809,172)
Change during the year	121,958	435,838
Balance at ending of the year	<u>(1,251,376)</u>	<u>(1,373,334)</u>

- **Retained earnings**

The movement of retained earnings during the year as follow :

	<u>2021</u>	<u>2020</u>
	JD	JD
Balance at begginig of the year	406,849	(687,905)
Expense and income tax for previous years	(388,400)	(250,192)
Adjusted opening balances	18,449	(938,097)
(Loss) profit for the year after tax	(580,683)	1,541,700
Transferred to statutory reseve	-	(196,754)
Balance at ending of the year	<u>(562,234)</u>	<u>406,849</u>

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14- **Loans**

A. This Item Consists of :

	2021		2020	
	<u>Short term</u>	<u>Long term</u>	<u>Short term</u>	<u>Long term</u>
	JD	JD	JD	JD
Al-Rajhi Bank (note 14 B)	1,212,728	-	-	-
Ittihad bank (note 14 C)	405,544	229,206	586,848	688,563
Total	1,618,272	229,206	586,848	688,563

C. The company obtained a loan from Al-Rajhi Bank on **December 20, 2021**, with a value of JD **1,212,728**, in return for selling goods to the customer on credit. The loan is due in **one** payment on **June 30, 2022**, and profits have been calculated With a value of JD **40,019** dinars as deferred profits (note 11), the loan was granted with a guarantee in the name of the company.

D. The company obtained two loans from Bank Al-Etihad on **December 8, 2019** at a value of JD **648,396** and on **May 19, 2020** with a value of JD **1,002,539**, respectively. The first loan is due on **July 31, 2024**, and the second loan is due on **June 30, 2022**, and The first loan is repaid in **57** monthly installments of **13,012** dinars starting on **December 31, 2019**, and the second loan is repaid according to **27** monthly installments of **42,398** dinars starting on **May 30, 2020**, and the loans were obtained with the guarantee of the company's name.

15- **Deffered cheques**

A. This Item Consists of :

	2021	2020
	JD	JD
Short term	552,057	1,753,445
Long term	405,018	-
Total	957,075	1,753,445

B. Deffered cheques maturity date extend to **December 31, 2023** .

C. Deffered cheques represent the value of payments to the associate company (Applied Energy Company) to pay part of the company's share in the renewable energy project wich mentioned in projects under construction.

16- **Banks overdraft**

A. This item consists of :

	Facilities limit	Interest rate	2021	2020
	JD	%	JD	JD
Ittihad bank	2,000,000	6.75	296,362	1,254,173
Total			296,362	1,254,173

B. Ittihad bank facilities due date of **July 25, 2023**

D. The facilities had been given to company through company's name gurantee .

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17- **Income tax provision**

A. **The movement of income tax provision during the period as follow :**

	<u>2021</u>	<u>2020</u>
	JD	JD
Balance beginning of the year	233,134	122,821
Tax of the year (note 17 C)	-	380,846
Paid tax during the year	(222,823)	(120,033)
Semi annual income tax paid	(54,008)	(150,500)
Balance ending of the year (transferred to other debit balances (note 11))	(43,697)	233,134

B. Income tax was settled for the company until the end of **2018**, and self-assessment statements for the years **2019** and **2020** were submitted, and they have not yet been reviewed by the Income and Sales Tax Department.

C. **Reconciliation of taxable income**

	<u>2021</u>	<u>2020</u>
	JD	JD
Recorded (loss) profit	(580,683)	1,922,546
Non-taxable income	(118,550)	(143,443)
Non-taxable expenses	213,010	34,452
Taxable (loss) income	(486,223)	1,813,555
Income tax rate	20%	20%
Income tax for the year	-	362,711
National contribution accountt (1% of taxable income)	-	18,135
Total income tax	-	380,846

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18- **Other credit balances**

This item consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
Cases provision (note 26)	334,579	334,579
Due to Libyan Patients Doctors	1,505,976	-
Provision for remuneration of members of the Boards of Directors	-	45,000
Employees & resigned payable	15,975	15,578
Due to social security, income tax & sales tax	72,996	2,515
Accrued expenses	46,688	66,656
Unearned rent	16,871	76,970
Due to shareholders	72,355	66,178
Due to others	93,265	306,391
Total	<u><u>2,158,706</u></u>	<u><u>913,867</u></u>

19- **Net revenues**

This item consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
Admission, operations and clinics	7,650,672	7,843,898
pharmacy	2,139,009	1,447,770
laboratory	1,938,997	1,252,225
rays	1,779,944	1,140,678
Total	<u><u>13,508,622</u></u>	<u><u>11,684,571</u></u>
Deduct: Discount and settlement of insurance company claims	(1,142,143)	(604,601)
Total Revenues	<u><u>12,366,479</u></u>	<u><u>11,079,970</u></u>

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20- **Operating expenses**

A. This item consists of :	<u>2021</u>	<u>2020</u>
	JD	JD
Employees costs (note 20 B)	2,590,111	2,846,808
Used medicines and medical and non-medical supplies	3,302,711	1,587,153
Depreciations	1,032,245	879,536
Maintenance	77,465	54,055
Consumables and kitchen expenses	93,437	72,475
Cleaning services	204,437	85,481
Stationary, printing and computers' needs	38,158	19,763
Medical materials, printing and film development	134,809	69,226
External medical examinations	52,360	46,498
Governmental fees & licenses	-	1,018
Communications and post & internet	4,778	2,737
Others	1,507	40,339
Total	<u>7,532,018</u>	<u>5,705,089</u>

B. **Employees costs (operating)**

This item consists of :	<u>2021</u>	<u>2020</u>
	JD	JD
Salaries, wages and bonuses	2,321,731	2,535,118
Company's share of social security	262,681	290,370
Medical insurance	5,699	21,320
Total	<u>2,590,111</u>	<u>2,846,808</u>

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21- **General and administrative expenses**

A. This item consists of :	<u>2021</u>	<u>2020</u>
	JD	JD
Employees costs (note 21 B)	1,929,122	1,461,835
Board of directors bonus provision	-	45,000
Transportations of members of the board of directors	27,000	27,000
Cleaning services and materials	209,587	239,089
Electricity	566,222	543,642
Vehicles expenses	13,276	14,658
Communications and post & internet	38,419	41,867
Water	45,856	35,036
Fuel	117,800	111,478
Maintenance	43,873	58,186
Governmental fees & licenses	174,567	84,486
Advertising	9,860	14,066
Professional fees and cases	41,058	44,093
Stationary and printing	2,911	4,190
Entertainment , cleaning & donations & others	30,593	30,870
Studies & consulting	34,586	-
Others	67,777	95,050
Donations	-	73,431
Total	<u><u>3,352,507</u></u>	<u><u>2,923,977</u></u>

B. **Employees costs (administrative)**

This item consists of :	<u>2021</u>	<u>2020</u>
	JD	JD
Salaries , wages and bonuses	1,727,953	1,384,238
Company's share of social security	136,058	6,468
Income tax	35,709	41,995
Medical insurance	29,402	29,134
Total	<u><u>1,929,122</u></u>	<u><u>1,461,835</u></u>

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22- **Other revenues**

This item consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
Rent revenues	125,138	194,198
Earned discount	27,849	114,140
Dividends	109,740	137,809
Others	31,970	22,437
Total	<u>294,697</u>	<u>468,584</u>

23- **Basic and diluted earning per share**

This item consists of :

	<u>2021</u>	<u>2020</u>
	JD	JD
(Loss) profit of the period after tax (JD)	(580,683)	1,541,700
Weighted average shares (share)	20,000,000	20,000,000
Basic and diluted earning per share	<u>(0.029)</u>	<u>0.077</u>

The diluted earning per share is equal to the basic earning per share .

24- **Related parties transactions**

Realated parties include key shareholders , key management personnel , key managers , associates and subsidiaries and controlled companies . The company's management has approved the pricing policies and terms of transactions with related parties.

A. **Details of due from related parties appear on financial position - net**

	Type of transaction	<u>2021</u>	<u>2020</u>
		JD	JD
<u>Associates</u>			
Applied Energy Co.	Finance	538,064	618,962
Inernational Co. for Medical Investments	Med. Insurance	1,180	6,663
Arab Int'l Food & Factories & Investments Co.	Med. Insurance	3,016	1,577
Ettihad Schools Co.	Med. Insurance	19,947	-
Trans World Information Technology Co.	Med. Insurance	1,773	-
Jordanian Real Estate Co. for Development	Med. Insurance	10,279	-
Alomana Company for Investment and Portfolio	Med. Insurance	-	4,173
First Finance Co.	Med. Insurance	-	1,190
<u>Parent company</u>			
Arab International Company for education & investment	Med. Insurance	-	44,495
Total		<u>574,259</u>	<u>677,060</u>

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B. Details of due to related parties appear on financial position

	<u>Type of transaction</u>	<u>2021 JD</u>	<u>2020 JD</u>
<u>Parent company</u>			
Arab International Company for education & investment	Med. Insurance	32,218	-
<u>Associates</u>			
First Finance Co.	Med. Insurance	8,216	-
Alomana Company for Investment and Portfolio Management	Med. Insurance	26,120	-
Ettihad Schools Co.	Med. Insurance	-	33,850
Jordanian Real Estate Co. for Development	Med. Insurance	-	220
Total		<u>66,554</u>	<u>34,070</u>

D. Details of related parties balances appear on statement of income

	<u>Type of transaction</u>	<u>2021 JD</u>	<u>2020 JD</u>
<u>Parent company</u>			
Arab International Company for education & investment	Health ins. Reven	176,492	180,755
Arab International Company for education & investment	Dividends	109,578	136,972
<u>Associates</u>			
First Finance Co.	Health ins. Revenues	1,102	797
Alomana Company for Investment and Portfolio Management	Health ins. Revenues	1,490	1,943
Alomana Company for Investment and Portfolio Management	Rent revenues	-	15,400
Alomana Company for Investment and Portfolio Management	Dividends	-	13,333
Ettihad Schools Co.	Health ins. Revenues	33,016	42,735
Arab Int'l Food & Factories & Investments Co.	Dividends	162	675
Inernational Co. for Medical Investments	Health ins. Revenues	-	1,008
Total		<u>321,840</u>	<u>393,618</u>

E. Wages , allowances and other benefits for senior excutive managements :

	<u>2021 JD</u>	<u>2020 JD</u>
Wages & other benefits	<u>297,649</u>	<u>228,328</u>

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25- **Contingent liabilities**

At the date of financial statements there were contingent liabilities represented of :

	<u>2021</u>	<u>2020</u>
	JD	JD
Bank's guarantees	72,600	88,000
Deduct: Bank's gurantees deposits	<u>(42,939)</u>	<u>(73,939)</u>
Total	<u>29,661</u>	<u>14,061</u>

26- **Legal situation**

There are cases filed by third parties against the company with a value of JD **346,393** and **lawsuits filed by the company against third parties** with a value of JD **466,545**.

In the opinion of the company's management and the company's legal advisor, the likely outcome of these cases will be in the interest of the company, and that the provision made in the books is sufficient to meet any potential obligations (note **18**).

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27- **Sectors classification**

The company has several sectors as described below and are strategic in the company. Strategic departments provide different products and services, and are managed separately because they require different technical and marketing strategies.

Information relating to the result of each sector is included in the report below. Performance is measured based on the profit segment before tax, as reported in internal management reports reviewed by the company's management. The profit of the segment is used to measure performance where management believes that this information is most important in evaluating the results of certain segments relating to other entities operating within these segments.

When providing information on geographical basis, segment revenue is based on the geographical location of the customers and the segment's assets are based on the geographical location of the assets.

The company operates its activities in major operating segments, which comprise of Medical & investments and others.

The company operated its activities inside of JORDAN.

	2021			
	<u>Main activity</u>	<u>Investments</u>	<u>Others</u>	<u>Total</u>
	JD	JD	JD	JD
Revenues	12,366,479	118,550	184,957	12,669,986
<u>Assets & liabilities</u>				
Assets	26,076,148	4,650,776	316,974	31,043,898
Liabilities	-	-	9,421,783	9,421,783
<u>Other sectors informations</u>				
Capital expenses	-	-	526,671	526,671
Depreciations	-	-	2,069,866	2,069,866

	2020			
	<u>Main activity</u>	<u>Investments</u>	<u>Others</u>	<u>Total</u>
	JD	JD	JD	JD
Revenues	11,079,970	5,634	468,584	11,554,188
<u>Assets & liabilities</u>				
Assets	26,605,259	4,520,008	394,060	31,519,327
Liabilities	-	-	9,050,087	9,050,087
<u>Other sectors informations</u>				
Capital expenses	-	-	514,161	514,161
Depreciations	-	-	1,702,531	1,702,531

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28- **Assets & liabilities accrual analysis**

The following table shows the analysis of assets and liabilities according to the expected period of their recovery or settlement:

	2021		Total JD
	Until 1 year	More than 1 year	
	JD	JD	
<u>Assets</u>			
<u>Non - current assets</u>			
Property, plant & equipments - net	-	13,644,241	13,644,241
Projects under construction	783,082	-	783,082
Investments in associates	-	1,771,475	1,771,475
Financial assets at fair value through comprehensive income st.	-	3,867,694	3,867,694
Total non - current assets	783,082	19,283,410	20,066,492
<u>Current assets</u>			
Medical and non-medical supplies warehouse	1,297,138	-	1,297,138
Accounts receivable - net	8,310,858	-	8,310,858
Due from related parties	574,259	-	574,259
Other debit balances - net	478,178	-	478,178
Cash on hand and at banks	316,974	-	316,974
Total current assets	10,977,407	-	10,977,407
Total assets	11,760,489	19,283,410	31,043,898
<u>Current liabilities</u>			
Banks overdraft	296,362	-	296,362
Loans	1,618,272	229,206	1,847,478
Accounts payable	4,095,608	-	4,095,608
Deffered cheques	552,057	405,018	957,075
Due to related parties	66,554	-	66,554
Income tax provision	-	-	-
Other credit balances	2,158,706	-	2,158,706
Total current liabilities	8,787,559	634,224	9,421,783
Net	2,972,929	18,649,186	21,622,115

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28- **Follow - Assets & liabilities accrual analysis**

This item consists of the following :

	2020		Total JD
	Until 1 year JD	More than 1 year JD	
<u>Assets</u>			
<u>Non - current assets</u>			
Property, plant & equipments - net	-	15,187,435	15,187,435
Projects under construction	1,625,068	-	1,625,068
Investments in associates	-	744,940	744,940
Financial assets at fair value through comprehensive income st.	-	3,775,068	3,775,068
Total non - current assets	1,625,068	19,707,443	21,332,511
<u>Current assets</u>			
Medical and non-medical supplies warehouse	3,008,448	-	3,008,448
Accounts receivable - net	5,396,858	-	5,396,858
Due from related parties	677,060	-	677,060
Other debit balances - net	710,390	-	710,390
Cash on hand and at banks	394,060	-	394,060
Total current assets	10,186,816	-	10,186,816
Total assets	11,811,884	19,707,443	31,519,327
<u>Current liabilities</u>			
Banks overdraft	1,254,173	-	1,254,173
Loans	1,275,411	-	1,275,411
Accounts payable	3,585,987	-	3,585,987
Deffered cheques	1,753,445	-	1,753,445
Due to related parties	34,070	-	34,070
Income tax provision	233,134	-	233,134
Other credit balances	913,867	-	913,867
Total current liabilities	9,050,087	-	9,050,087
Net	2,761,797	19,707,443	22,469,240

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29- **Risk management**

Interest price risk

Company is facing interest price risks on its assets and liabilities because the company having deposits and facilities at banks .

Credit risks

These risks rise from receivables & others treatments which may cause defaults from parties to pay their commitments.

The management believes that there are no credit risk facing the company because there are no any receivables or material balances at banks .

Liquidity risks

Liquidity risks represents of inability making sure of facilities availability to performance its obligations in due dated.

The following schedule summarizes distribution of financial liabilities (non-discounted) as of **December 31, 2021** based on remaining period for contractual entitlement :

	2021			
	Less than 3 months	From 3 months to 1 year	From 1 to 5 years	Total
	JD	JD	JD	JD
Banks overdraft	-	296,362	-	296,362
Loans	-	1,618,272	229,206	1,847,478
Accounts payable	-	4,095,608	-	4,095,608
Deffered cheques	-	552,057	405,018	957,075
Due to related parties	-	66,554	-	66,554
Other credit balances	119,684	2,039,021	-	2,158,706
Total	119,684	8,667,875	634,224	9,421,783

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29- **Follow - Risk management**
Follow - Liquidity risks

	2020			
	Less than 3 months	From 3 months to 1 year	From 1 to 5 years	Total
	JD	JD	JD	JD
Banks overdraft	-	1,254,173	-	1,254,173
Loans	-	586,848	-	586,848
Accounts payable	-	3,585,987	-	3,585,987
Deffered cheques	-	1,753,445	-	1,753,445
Due to related parties	-	34,070	-	34,070
Income tax provision	-	233,134	-	233,134
Other credit balances	84,749	829,118	-	913,867
Total	84,749	7,447,657	-	8,361,524

The company managed its finance risks through keeping reserves and has continuous control on actual cash flows, also complying the timing of both assets with liabilities and the management believe there is no liquidity risks.

Liquidity as of financial statements as follows :

	2021	2020
	JD	JD
Current assets	10,977,407	10,186,816
Current liabilities	(8,787,559)	(8,361,524)
Working capital	2,189,847	1,825,292

Managemnet of the company create available financial resources when needed and through the company's operation, based on that the management foresees no issues in meeting the current liabilities when these liabilities due at least for the twelve months.

Currencies risks

Most of company's transactions was in Jordanoan Dinars , so the effect of currencies risks is not material to financial statements .

30- **Subsequent events**

There are no subsequent events may have material affects to financial position .

31- **Capital management**

Main objective of capital management is to insure keeping capital ratio appropriate to support company's activity and maximizing Shareholders equity .

Company managing capital structure and making needs adjustments according to changes in work conditions ,the company structuring capital by decrease it because of no needs for this amount currently .

The items include in capital structure represents of capital & premium shares & statutory reserve & voluntary reserve & accumulated (loss) totaling of JD **22,873,491** as of December **31, 2021** opposite of JD **23,842,574** as of **December 31, 2020**.

32- **The impact of the Corona virus (Covid-19) outbreak on the company**

In light of the continuing impact of the Coronavirus (Covid-19) on the global economy and various business sectors, and the accompanying restrictions and measures imposed by the Jordanian government, the company's operational activities have been affected by these events.

The extent and duration of these effects are not defined and depend on future developments that cannot be accurately predicted at the present time, such as the rate of spread of the virus and the effectiveness of measures taken to contain it. In light of the current economic turmoil, it is not possible to make reliable estimates about the impact of the virus until the date of approval of the financial statements. Future developments may affect the company's future results, cash flows, and financial condition.

33- **Comparative figures**

Some of the comparative figures have been reclassified to suit the classification of the current fiscal year figures. The reclassification and did not result in any impact on the profit or property rights of the previous year.