

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)

PUBLIC SHAREHOLDING COMPANY

UNAUDITED INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS

30 JUNE 2023

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
TO THE BOARD OF DIRECTORS OF JORDAN EXPRESS TOURIST
TRANSPORTATION COMPANY (JETT)
AMMAN - JORDAN**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Jordan Express Tourist Transportation Company (JETT) - Public Shareholding Company and its subsidiaries (together the "Group") as at 30 June 2023, comprising of the interim consolidated statement of financial position as at 30 June 2023 and the interim consolidated statement of income, interim consolidated statement of comprehensive income, interim consolidated statement of changes in equity and interim consolidated statement of cash flows for the six months period then ended and explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (IAS 34) (interim financial reporting). Our responsibility is to express a conclusion on these interim condensed consolidated 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 the 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 consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Amman – Jordan
31 July 2023

ERNST & YOUNG
Amman - Jordan

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

	Notes	30 June 2023 (Unaudited) JD	31 December 2022 (Audited) JD
<u>ASSETS</u>			
Non-current assets -			
Property and equipment	6	12,243,032	10,539,300
Investment properties		2,300,319	2,329,643
Intangible assets		159,516	169,821
Financial assets at fair value through other comprehensive income		1,579,541	1,498,963
Right of use assets		658,077	885,319
		<u>16,940,485</u>	<u>15,423,046</u>
Current assets -			
Financial assets at fair value through profit or loss		170,349	173,800
Inventory		1,521,210	1,578,188
Accounts receivable and other current assets		3,162,130	1,933,664
Cash on hand and at banks	16	6,452,059	8,050,340
		<u>11,305,748</u>	<u>11,735,992</u>
Total assets		<u><u>28,246,233</u></u>	<u><u>27,159,038</u></u>
<u>Shareholders EQUITY AND LIABILITIES</u>			
Shareholders Equity -			
Paid-in capital	1	10,800,000	10,800,000
Statutory reserve	14	2,427,423	2,427,423
Voluntary reserve	14	2,263,552	2,263,552
Fair value reserve		(989,360)	(1,069,938)
Retained earnings	11	3,397,960	3,062,317
Total shareholders' equity attributable to the Company's shareholders		<u>17,899,575</u>	<u>17,483,354</u>
Non-controlling interest		51,942	46,821
Total shareholders' equity		<u><u>17,951,517</u></u>	<u><u>17,530,175</u></u>
Liabilities -			
Non-current liabilities -			
Long-term lease contracts liabilities		471,315	614,461
Long-term loans	12	2,068,281	1,414,771
Accounts payable and other current liabilities		1,449,788	1,498,280
		<u>3,989,384</u>	<u>3,527,512</u>
Current liabilities -			
Current portion of long-term loans	12	1,065,899	795,386
Current portion of lease contracts liabilities		236,497	236,565
Accounts payable and other current liabilities		4,767,257	4,431,740
Income tax provision	7	235,679	637,660
		<u>6,305,332</u>	<u>6,101,351</u>
Total liabilities		<u>10,294,716</u>	<u>9,628,863</u>
Total equity and liabilities		<u><u>28,246,233</u></u>	<u><u>27,159,038</u></u>

The accompanying notes from 1 to 16 are part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
INTERIM CONSOLIDATED STATEMENT OF INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED)

	Notes	For the three months ended 30 June		For the six months ended 30 June	
		2023	2022	2023	2022
		JD	JD	JD	JD
Revenues	13	6,701,887	5,575,268	13,140,801	10,162,941
Operating expenses		(5,052,080)	(4,181,392)	(10,051,558)	(8,060,557)
Gross profit		1,649,807	1,393,876	3,089,243	2,102,384
Administrative expenses		(820,768)	(657,049)	(1,588,324)	(1,307,013)
Finance costs		(32,951)	(23,780)	(69,566)	(48,207)
Unrealized losses of financial assets at fair value through profit of loss		(11,143)	(10,572)	(3,451)	(10,210)
Loss on sale of property and equipment		(3,394)	(3,594)	(3,394)	(3,594)
Other income		36,406	63,075	225,224	133,424
Other fees, expenses and provisions		(77,501)	-	(77,501)	-
Profit for the period before income tax		740,456	761,956	1,572,231	866,784
Income tax expense	7	(61,597)	(202,062)	(151,467)	(287,975)
Profit for the period		678,859	559,894	1,420,764	578,809
Attributable to:					
Equity holders of the Company		677,651	552,346	1,415,643	568,043
Non-controlling interests		1,208	7,548	5,121	10,766
		678,859	559,894	1,420,764	578,809
		JD/ Fils	JD/ Fils	JD/ Fils	JD/ Fils
Basic and diluted Profit per share					
Attributable to shareholders of the Company	10	0/063	0/051	0/131	0/053

The accompanying notes from 1 to 16 are part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED)

	For the three months ended 30 June		For the six months ended 30 June	
	2023	2022	2023	2022
	JD	JD	JD	JD
Profit for the period	678,859	559,894	1,420,764	578,809
Add: Other comprehensive income items which will not be reclassified to profit or loss in subsequent periods:				
Changes in fair value of financial assets at fair value through other comprehensive income	165,964	246,888	80,578	242,008
Total comprehensive income for the period	844,823	806,782	1,501,342	820,817
Attributable to:				
Shareholders of the Company	843,615	799,234	1,496,221	810,051
Non-controlling interests	1,208	7,548	5,121	10,766
	844,823	806,782	1,501,342	820,817

The accompanying notes from 1 to 16 are part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED)

	Attributable to equity holders							Non-controlling interests	Total Shareholders' equity	
	Paid-in capital	Reserves			Retained earnings		Total retained earnings			
		Statutory	Voluntary	Fair value	Realized	Unrealized				
										Total
	JD	JD	JD	JD	JD	JD	JD	JD	JD	
Balance as at 1 January 2023	10,800,000	2,427,423	2,263,552	(1,069,938)	3,732,829	(670,512)	3,062,317	17,483,354	46,821	17,530,175
Total comprehensive income for the period	-	-	-	80,578	1,419,094	(3,451)	1,415,643	1,496,221	5,121	1,501,342
Dividends distribution (Note 11)	-	-	-	-	(1,080,000)	-	(1,080,000)	(1,080,000)	-	(1,080,000)
Balance as at 30 June 2023	10,800,000	2,427,423	2,263,552	(989,360)	4,071,923	(673,963)	3,397,960	17,899,575	51,942	17,951,517
Balance as at 1 January 2022	10,800,000	2,424,653	2,263,552	(1,342,898)	1,913,518	(670,240)	1,243,278	15,388,585	19,895	15,408,480
Total comprehensive income for the period	-	-	-	242,008	578,253	(10,210)	568,043	810,051	10,766	820,817
Balance as at 30 June 2022	10,800,000	2,424,653	2,263,552	(1,100,890)	2,491,771	(680,450)	1,811,321	16,198,636	30,661	16,229,297

The accompanying notes from 1 to 16 are part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2023 (UNAUDITED)

	Notes	30 June 2023 JD	30 June 2022 JD
<u>OPERATING ACTIVITIES</u>			
Profit for the period before income tax		1,572,231	866,784
Adjustments:			
Depreciation and amortization		879,883	1,193,928
Right of use assets depreciation expense		282,883	201,879
Loss on sale of property and equipment		3,394	3,594
Interest income		(98,305)	(41,888)
Dividends income		(12,100)	(14,155)
Other provisions		77,501	-
Finance costs		69,566	48,207
Interest on lease contracts liabilities		44,897	49,285
Unrealized losses of financial assets at fair value through profit or loss		3,451	10,210
Lease contracts liabilities disposals		-	(5,155)
Lease contracts liabilities discounts		(1,100)	(1,100)
Changes in working capital:			
Inventories		56,978	(413,437)
Accounts receivables and other current assets		(1,228,466)	(476,770)
Accounts payable and other current liabilities		13,269	1,058,943
End of service indemnity provision paid		(10,601)	-
Income tax paid	7	(553,448)	(168,012)
Net cash flows from operating activities		1,100,033	2,312,313
<u>INVESTING ACTIVITIES</u>			
Purchase of financial assets at fair value through profit or loss		-	(1,000)
Purchase of property and equipment	6	(2,540,414)	(49,449)
Purchase of Intangible assets		(6,966)	(3,500)
Interest received		98,305	41,888
Dividends received		(1,018,594)	14,155
Short-Term deposits maturing within more than three months to one year		12,100	-
Net cash flows (used in) from investing activities		(3,455,569)	2,094
<u>FINANCING ACTIVITIES</u>			
Dividends distribution		(959,792)	-
Loans repayments		(553,081)	(409,008)
Loan received		1,508,382	34,252
Payments on lease contracts liabilities		(242,652)	(313,643)
Finance costs paid		(14,196)	(48,207)
Net cash flows used in financing activities		(261,339)	(736,606)
Net (decrease) increase in cash and cash equivalents		(2,616,875)	1,577,801
Cash and cash equivalents at the beginning of the period		6,050,340	4,475,212
Cash and cash equivalents at the end of the period	6	3,433,465	6,053,013

The accompanying notes from 1 to 16 are part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2023 (UNAUDITED)

(1) GENERAL

Jordan Express Tourist Transportation Company (JETT) was established on 20 November 1964 as a private shareholding company under the name of Jordan Tourist Transportation Limited Shareholding Company based in Jerusalem and was transformed into a public shareholding company on 11 June 1966 with a Paid-in capital of JD 300,000 under registration number 45. On 1 June 1995, the general assembly had resolved to consider Amman as the Group's head quarter and is entitled the right to open branches inside and outside the Kingdom, and was registered in accordance with the companies law on 20 October 1995; The general assembly decided in its meeting held on 14 April 1997 to increase the Company's authorized and Paid-in capital to reach JD 10,800,000.

The Company's main objectives are establishing and running a company to transport tourists, pilgrims, and others, purchasing tour buses to transport tourists inside and outside the Kingdom and performing all work related to transportation, they also include running lines to transport passengers in accordance with the authorizations granted by the concerned authorities, and setting up, owning and managing gas and fuel stations.

The interim condensed consolidated financial statements were approved by the Board of Directors in its meeting held on 22 July 2023.

(2) BASIS OF PREPARATION

The interim condensed consolidated financial statements as at ended 30 June 2023 have been prepared in accordance with International Accounting Standard 34 (Interim Financial Reporting).

The interim condensed consolidated financial statements are prepared under the historical cost convention; expect for financial assets at fair value through other comprehensive income and financial assets at fair value through profit or loss which are presented at fair value at the date of the interim condensed consolidated financial statements.

The interim condensed consolidated financial statements are presented in Jordanian Dinars ("JD") which represents the functional currency of the Group.

The interim condensed consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Group's annual financial statements as at 31 December 2022. In addition, results for the six-months period ended 30 June 2023 are not necessarily indicative of the results expected for the financial year ending 31 December 2023.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2023 (UNAUDITED)

(3) CHANGES IN ACCOUNTING POLICIES

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2022 except for the adoption of new standard effective as at 1 January 2023 shown below:

IFRS 17 Insurance Contracts

In May 2017, the IASB issued IFRS 17 Insurance Contracts (IFRS 17), a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective, IFRS 17 will replace IFRS 4 Insurance Contracts (IFRS 4) which was issued in 2005. IFRS 17 applies to all types of insurance contracts (i.e., life, non-life, direct insurance and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features. A few scope exceptions will apply. The overall objective of IFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in IFRS 4, which are largely based on grandfathering previous local accounting policies, IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. The core of IFRS 17 is the general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach),
- A simplified approach (the premium allocation approach) mainly for short-duration contracts.

IFRS 17 has been applied retrospectively on 1 January 2023. Early application is permitted, provided the entity also applies IFRS 9 and IFRS 15 on or before the date it first applies IFRS 17.

This standard is not applicable to the Group.

Definition of Accounting Estimates - Amendments to IAS 8

In February 2021, the IASB issued amendments to IAS 8, in which it introduces a definition of 'accounting estimates'. The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. Also, they clarify how entities use measurement techniques and inputs to develop accounting estimates.

The amendments are effective from 1 January 2023 and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed.

The amendments are not expected to have a material impact on the Group.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2023 (UNAUDITED)

Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2

In February 2021, the IASB issued amendments to IAS 1 and IFRS Practice Statement 2 Making Materiality Judgements, in which it provides guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments are effective from 1 January 2023. and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed.

The amendments are not expected to have a material impact on the Group.

Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to IAS 12

In May 2021, the Board issued amendments to IAS 12, which narrow the scope of the initial recognition exception under IAS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences.

The amendments should be applied to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, at the beginning of the earliest comparative period presented, a deferred tax asset (provided that sufficient taxable profit is available) and a deferred tax liability should also be recognised for all deductible and taxable temporary differences associated with leases and decommissioning obligations.

The amendments are effective from 1 January 2023. and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed.

The amendments are not expected to have a material impact on the Group.

(4) USE OF ESTIMATES

The preparation of the interim condensed consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of financial assets and liabilities and disclosure of contingent liabilities. These estimates and assumptions also affect the revenues and expenses and the resultant provisions as well as fair value changes reported in equity. Considerable judgment by management is required in the estimation of the amount and timing of future cash flows when determining the level of provisions required. 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 changes in such provisions.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2023 (UNAUDITED)

(5) BASIS OF CONSOLIDATION OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements for Jordan Express Tourist Transport Company (JETT) (the "Company") and its subsidiaries (together the "Group") as at 30 June 2023 consist of the following:

	<u>Paid-in Capital</u>	<u>Ownership interest</u>
	(Share)	%
JETT Passenger Transportation LLC	1,000,000	99
Raya JETT Transportation LLC*	500,000	100
JETT for Tourism and Travel Company	50,000	100
JETT Limousine Services Company*	250,000	100

* Raya JETT Transportation LLC and JETT Limousine Services Company are fully owned by JETT Passenger Transportation LLC.

The financial statements of subsidiaries are consolidated from the date on which control is exercised until such control ceases. Control is achieved when the investee is given the ability to direct the financial and operating policies of the subsidiary to affect the Group's returns.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary.

The financial statements of the subsidiary are prepared for the same financial year of the Company, using consistent accounting policies. The transactions, balances, revenues, expenses, and unrealized profits and losses between the parent company and the subsidiary companies are eliminated.

Losses attributable to non-controlling interest are recognized even if it resulted in a deficit balance.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over the subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary
- Derecognises the amount of any non-controlling interests
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained in subsidiary
- Recognises the gain or loss resulted from loss of control

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2023 (UNAUDITED)

(6) PROPERTY AND EQUIPMENT

During the six months ended 30 June 2023, the Group has purchased property and equipment in the amount of JD 2,540,414 (2022: JD 49,449). The depreciation expense for the six months ended 30 June 2023 amounted to JD 814,818 (2022: JD 1,031,966).

(7) INCOME TAX

The income tax provision for the six months periods ended on 30 June 2023 and 30 June 2022 were calculated in accordance with the Income Tax Law No. (34) of 2014 and its amendments. The Company and its subsidiaries are subject to a statutory income tax rate of 20% in addition to a 1% National Contribution tax.

Jordan Express Tourist Transportation Company (JETT) has reached a final settlement with the Income and Sales Tax Department up to 2021. And the income tax returns for the year 2022 were submitted and not reviewed by the income and sales tax department up to the date of this interim condensed consolidated financial statements.

JETT Passenger Transportation Company has reached a final settlement with the Income and sales tax department up to 2017. The income tax returns has been submitted for the years 2018, 2019, 2020 and 2021 and were not reviewed by the income and sales tax department up to the date of this interim condensed consolidated financial statements.

Raya JETT Passenger Transportation Company has reached a final settlement with the Income and Sales Tax Department up to 2019. The Company has submitted its income tax returns for the years 2020, 2021 and 2022 and were not reviewed by the income and sales tax department up to the date of this interim condensed consolidated financial statements.

JETT for Tourism and Travel Company has reached a final settlement with the Income and Sales Tax Department up to 2018. JETT for Tourism and Travel Company has submit its income tax returns for the years 2019, 2020, 2021 and 2022 and were not reviewed by the income and sales tax department up to the date of this interim condensed consolidated financial statements.

JETT for limousine services has submit its income tax returns for the years 2022 and 2021 and was not reviewed by the income and sales tax department up to the date of this interim condensed consolidated financial statements.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2023 (UNAUDITED)

Movements on the provision for income tax were as follows:

	30 June 2023	31 December 2022
	JD	JD
	(Unaudited)	(Audited)
Balance at the beginning of the period/ year	637,660	255,476
Income tax for the period/ year	151,467	665,385
Income tax paid	(553,448)	(283,201)
Balance at the ending of the period/ year	235,679	637,660

(8) CONTINGENT LIABILITIES

As at the date of the interim condensed consolidated financial statements, the Group has contingent liabilities that consist of letters of guarantees in the amount of JD 296,980 (2022: JD 1,982,580), for which the related cash guarantees amounted to JD 29,698 (2022: JD 198,258).

The Group is defendant to a number of lawsuits with claims amounting to JD 28,958 as at 30 June 2023, the Group's management and its legal advisor believe that no material liabilities are likely to result from these lawsuits, except for what had already been allocated to face these lawsuits, the Group is claimant to number of lawsuits amounting to JD 251,869 as at the date of interim condensed consolidated financial statements.

(9) RELATED PARTIES TRANSACTIONS

Related parties represent major shareholders, directors and key management personnel of the Groups. Pricing policies and terms of the transactions with related parties are approved by the Group's management.

Balances with related parties included in the interim consolidated statement of financial position are as follows:

	30 June 2023	31 December 2022
	JD	JD
	(Unaudited)	(Audited)
Loans (Cairo Amman Bank) – Shareholder	3,134,180	2,210,157
Time deposits (Cairo Amman Bank) – Shareholder	5,635,648	5,635,648
Current accounts (Cairo Amman Bank) – Shareholder	294,921	1,590,995

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2023 (UNAUDITED)

Transactions with related parties included in the interim consolidated statement of income are as follow:

	For the six months ended 30 June	
	2023	2022
	JD	JD
Board of directors' transportation and remunerations	77,000	42,000
Salaries, wages and other benefits (Key Management)	85,750	130,820
Finance costs (Cairo Amman Bank) – Shareholder	69,566	48,207
Interest income (Cairo Amman Bank) – Shareholder	98,305	41,888
Dividends income (Cairo Amman Bank) – Shareholder	12,100	13,422
Unrealized losses of financial assets at fair value through profit and loss (Cairo Amman Bank) - Shareholder	(3,451)	(10,066)

(10) PROFIT PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE GROUP

	For the three months ended 30 June		For the six months ended 30 June	
	2023	2022	2023	2022
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Basic and diluted, profit per share				
Profit for the period attributable to shareholders of the company (JD)	677,651	552,346	1,415,643	568,043
Weighted average number of outstanding (shares)	10,800,000	10,800,000	10,800,000	10,800,000
	JD / Fils	JD / Fils	JD / Fils	JD / Fils
Basic and diluted profit per share for the period attributable to the shareholders of the Company	0/063	0/051	0/131	0/053

(11) DIVIDENDS DISTRIBUTION

the General Assembly approved in its regular meeting held on 18 April 2023 on the recommendation of the Board of Directors to distribute an amount of 1,080,000 dinars for the year 2022 to shareholders, at a rate of 10% of the Paid-in capital.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
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30 JUNE 2023 (UNAUDITED)

(12) LOANS

	30 June 2023 (Unaudited)			31 December 2022 (Audited)		
	Loan Installments			Loan Installments		
	Current portion	Non- current portion	Total	Current portion	Non- current portion	Total
	JD	JD	JD	JD	JD	JD
Cairo Amman Bank (1)	-	-	-	230,574	-	230,574
Cairo Amman Bank (2)	258,000	258,000	516,000	258,000	387,000	645,000
Cairo Amman Bank (3)	125,004	781,243	906,247	125,004	843,745	968,749
Cairo Amman Bank (4)	125,004	218,268	343,272	125,004	280,770	405,774
Cairo Amman Bank (5)	40,059	-	40,059	10,059	-	10,059
Cairo Amman Bank (6)	60,000	-	60,000	100,008	8,299	108,307
Cairo Amman Bank (7)	483,396	974,790	1,458,186	-	-	-
	<u>1,091,463</u>	<u>2,232,301</u>	<u>3,323,764</u>	<u>848,649</u>	<u>1,519,814</u>	<u>2,368,463</u>
Less: Unearned Government grants*	<u>(25,564)</u>	<u>(164,020)</u>	<u>(189,584)</u>	<u>(53,263)</u>	<u>(105,043)</u>	<u>(158,306)</u>
	<u>1,065,899</u>	<u>2,068,281</u>	<u>3,134,180</u>	<u>795,386</u>	<u>1,414,771</u>	<u>2,210,157</u>

* This item represents the discounted balance relating to loans granted from commercial banks and supported by the Central Bank of Jordan to support the tourism sector that was impacted by COVID-19 pandemic. These facilities were granted with below-market interest rates. The discount amount will be amortized over the facilities term.

Cairo Amman Bank (1)

During 2017, the Group obtained a loan from Cairo Amman Bank with a ceiling of JD 2,000,000 and an interest rate of 4%, The loan is repayable over 60 equal monthly installments of JD 33,334 each. The first installment was due on 1 July 2017 and the last installment will be due on 1 June 2023. The Group has postponed 12 installments from 4 April 2020 until 4 April 2022, in which the last installment was due on 30 June 2023.

Cairo Amman Bank (2)

During 2020, the Group obtained a loan from Cairo Amman Bank with a ceiling of JD 1,290,000 and an interest rate of 4%, The loan is repayable over 60 equal monthly installments of JD 21,500 each. The first installment was due on 1 July 2020 and the last installment will be due on 1 September 2025.

Cairo Amman Bank (3)

During 2020, the Group obtained a loan from Cairo Amman Bank with a ceiling of JD 1,000,000 and an interest rate of 3.25%, The loan is repayable over 96 equal monthly installments of JD 10,417 each. The first installment is due on 1 September 2022 and the last installment will be due on 1 September 2030.

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Cairo Amman Bank (4)

During 2020, the Group obtained a loan from Cairo Amman Bank with a ceiling of JD 1,000,000 and an interest rate of 3.25%, The loan is repayable over 96 equal monthly installments of JD 10,417 each. The first installment will be due on 1 December 2023 and the last installment will be due on 1 December 2030.

Cairo Amman Bank (5)

During 2020, the Group obtained a loan from Cairo Amman Bank with a ceiling of JD 150,000 and an interest rate of 2%, The loan is repayable over 30 equal monthly installments of JD 5,000 each. The first installment was due on 26 August 2022 and the last installment will be due on 26 March 2023.

Cairo Amman Bank (6)

During 2020, the Group obtained a loan from Cairo Amman Bank with a ceiling of JD 250,000 and an interest rate of 2%, The loan is repayable over 30 equal monthly installments of JD 8,334 each. The first installment was due on 20 August 2021 and the last installment will be due on 20 March 2024.

Cairo Amman Bank (7)

During 2023, the Group obtained a loan from Cairo Amman Bank with a ceiling of JD 2,417,000 and an interest rate of 3.25%, The loan is repayable over 60 equal monthly installments of JD 40,284 each. The first installment was due on 30 June 2023 and the last installment will be due on 30 June 2028. The utilized balance amounted to JD 1,498,470 from loan balance during 2023.

The annual payments and maturities for the long-term loans are as follows:

Year	Amount
	JD
2024	312,004
2025	678,712
2026	455,470
2027	424,708
2028 and more	361,407
	<u>2,232,301</u>

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(13) SEGMENT REPORTING

The Group's activity is organized separately according to the nature of services provided through segments that represent a strategic activity unit and its as follows:

- Tourist Transportation Segment – this segment Transports Tourists, pilgrims and others.
- Passenger transportation Segment – this segment operates passengers transportation lines in accordance with permits granted by the concerned authorities.
- Fuel Segment- this segment sells fuel where the Group owns two fuel stations.
- JTT Segment- this segment represents the operations of the JETT for Travel and Tourism office.
- JETT Limousine- this segment provides VIP car services at the borders
- Aqaba building rent - this segment provides rent services for the building in Aqaba.

The following tables represent information on the revenues and results of some assets and liabilities for these segments for the periods ended 30 June 2023 and 30 June 2022:

	<i>Tourist transportation</i>	<i>Passenger transportation</i>	<i>Fuel</i>	<i>JTT</i>	<i>Limousine rental</i>	<i>Aqaba building rent</i>	<i>Total</i>
	JD	JD	JD	JD	JD	JD	JD
For the period ended 30 June 2023 (Unaudited)-							
Revenues	3,110,032	7,458,849	2,314,343	193,723	-	63,854	13,140,801
Segment gross (loss) profit	1,194,222	1,831,463	(67,521)	96,549	-	34,530	3,089,243
Segment profit (loss) profit	791,036	743,363	(67,521)	41,937	(122,581)	34,530	1,420,764
Depreciation and amortization	463,848	567,276	22,004	3,369	76,945	29,324	1,162,766
Capital expenditures	1,102,173	1,430,741	-	7,500	-	-	2,540,414
As at 30 June 2023 (Unaudited)-							
Segment assets	12,204,459	12,799,860	491,064	99,705	350,826	2,300,319	28,246,233
Segment liabilities	2,927,270	7,151,153	154,036	4,873	57,384	-	10,294,716

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	<i>Tourist transportation</i>	<i>Passenger transportation</i>	<i>Fuel</i>	<i>JTT</i>	<i>Limousine rental</i>	<i>Aqaba building rent</i>	<i>Total</i>
	JD	JD	JD	JD	JD		JD
For the period ended 30 June 2022 (Unaudited)-							
Revenues	974,253	6,659,848	2,472,057	56,783	-	-	10,162,941
Segment gross (loss) profit	(309,990)	2,433,377	(34,911)	13,908	-	-	2,102,384
Segment profit (loss) profit	(560,332)	1,304,524	(34,911)	(16,486)	(113,986)	-	578,809
Depreciation and amortization	477,680	815,012	24,027	2,142	76,946	-	1,395,807
Capital expenditures	12,738	29,211	-	7,500	-	-	49,449
As at 31 December 2022 (Audited)-							
Segment assets	10,751,028	12,936,082	532,777	189,287	420,221	2,329,643	27,159,038
Segment liabilities	2,792,160	6,577,018	145,879	61,164	52,642	-	9,628,863

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(14) LEGAL RESERVES AND FEES

The Group did not deduct the legal reserves in accordance with the provisions of the Companies Law as these financial statements are interim condensed consolidated financial statements.

(15) FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments consist of financial assets and financial liabilities.

Financial assets consist of cash on hand and at banks, accounts receivable, financial assets at fair value through profit and loss, financial assets at fair value through other comprehensive income and some other current assets. Financial liabilities consist of accounts payable, loans, lease contracts liabilities and some other current liabilities.

The following table shows the hierarchy of measuring the fair value of the Group's assets as at 30 June 2023 (unaudited):

	Date of Measurement	Total	Fair value measurement using		
			Quoted prices in active markets	Observable inputs	Inputs cannot be observed
			(Level 1)	(level 2)	(level 3)
			JD	JD	JD
Assets measured at fair value					
Financial assets at fair value through other comprehensive income	30 June 2023	1,579,541	1,551,770	-	27,771
Financial assets at fair value through profit and loss	30 June 2023	170,349	170,349	-	-

The following table shows the hierarchy of measuring the fair value of the Group's assets as at 31 December 2022 (audited):

			Fair value measurement using		
	Date of Measurement	Total	Quoted prices in active markets (Level 1)	Observable inputs (level 2)	Inputs cannot be observed (level 3)
		JD	JD	JD	JD
Assets measured at fair value					
Financial assets at fair value through other comprehensive income	31 December 2022	1,498,963	1,471,193	-	27,770
Financial assets at fair value through profit and loss	31 December 2022	173,800	173,800	-	-

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(16) CASH ON HAND AND AT BANKS

	30 June 2023 (Unaudited) JD	31 December 2022 (Audited) JD
Cash on hand	364,341	203,161
Cash at banks*	2,830,560	5,789,984
Cheques under collection	238,564	57,195
Short-term deposits maturing within more than three months to one year**	3,018,594	2,000,000
	<u>6,452,059</u>	<u>8,050,340</u>

* Cash at banks includes a deposit amounted to JD 695,486 as of 30 June 2023 (2022: JD 3,635,648) with a maturity date of three months or less, bearing an average interest rate of 3,75% and 6%.

** Short-term deposits with Cairo Amman Bank in Jordanian dinars, maturing within more than three months to one year at an average interest rate of 3,75% and 6%.

For the purpose of the condensed consolidated statement of cash flows, cash and cash equivalents comprise of the following:

	30 June 2023 (Unaudited) JD	30 June 2022 (Audited) JD
Cash on hand and at banks	6,452,059	6,053,013
Deduct: Short-term deposits maturing within more than three months to one year	(3,018,594)	-
	<u>3,433,465</u>	<u>6,053,013</u>