

SALAM INTERNATIONAL TRANSPORT
AND TRADING COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA – THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION
FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2023 TOGETHER
WITH THE REVIEW REPORT

SALAM INTERNATIONAL TRANSPORT
AND TRADING COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA – THE HASHEMITE KINGDOM OF JORDAN
SEPTEMBER 30, 2023

TABLE OF CONTENTS

	<u>Page</u>
Review Report	1 - 2
Condensed Consolidated Interim Statement of Financial Position	3
Condensed Consolidated Interim Statement of Profits or Losses	4
Condensed Consolidated Interim Statement of Comprehensive Income	5
Condensed Consolidated Interim Statement of Changes in Owners' Equity	6
Condensed Consolidated Interim Statement of Cash Flows	7
Notes to the Condensed Consolidated Interim Financial Information	8 - 25

REVIEW REPORT

AM \ 000744

Chairman and Board of Directors Members
(Salam International Transport and Trading Company)
Public Shareholding Limited Company
Aqaba – The Hashemite Kingdom of Jordan

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Salam International Transport and Trading Company (a Public Shareholding Limited Company) (The "Company") and its subsidiaries (The "Group") as of September 30, 2023, and the related consolidated condensed interim statements of profit or loss and other comprehensive income for the three months and nine months period ended September 30, 2023, and the related statements of changes in equity and cash flows for the nine months period then ended, and a summary of significant accounting policies and other explanatory information. Management is responsible for the preparation and fair presentation of this consolidated condensed interim financial information in accordance with International Accounting Standard (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on these consolidated condensed interim financial information 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 consolidated condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard (34) "Interim Financial Reporting".

Emphasis of Matters

We draw attention to:

- 1- Note (8) of the condensed consolidated interim financial information, which describes projects under construction that are not yet completed.
- 2- Note (9) of the condensed consolidated interim financial information, which describes details about advance payments to acquire land for which the ownership has not yet transferred to the Company.

Our conclusion is not modified in respect of these matters.

Other Matter

The accompanying condensed consolidated interim financial information is a translation of the condensed consolidated interim financial information which is in the Arabic language and to which reference should be made.

Amman – Jordan
October 29, 2023


Deloitte & Touche (M.E.) – Jordan
Deloitte & Touche (M.E.)
ديلويت أند توش (الشرق الأوسط)
010105

SALAM INTERNATIONAL TRANSPORT AND TRADING COMPANY
(A PUBLIC SHAERHOILDING LIMITED COMPANY)
AQABA - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

	Note	September 30, 2023 (Reviewed) JD	December 31, 2022 (Audited) JD
ASSETS			
Current Assets:			
Cash and balances at banks	4	1,686,646	979,349
Accounts receivable-net	5	1,014,422	750,825
Due from related parties	10/a	846,904	572,748
Accounts receivable - Decent Housing for Decent Living project		2,400	2,400
Residential units available for sale		117,824	117,824
Checks under collection and notes receivable maturing during one year		82,699	238,723
Financial assets at fair value through statement of profits or losses		8,863	10,324
Inventory - net		116,250	104,560
Other debit balances	6	394,846	350,524
Total Current Assets		4,270,854	3,127,277
Non-Current Assets:			
Checks under collection and notes receivable - maturing in more than one year		61,762	94,604
Financial assets at fair value through other comprehensive income		513,161	515,171
Investments in real estate - net		4,411,629	4,465,597
Investments in associate companies	7	15,780,214	15,779,831
Projects under construction	8	2,362,750	2,390,893
Advance payments for land acquisition	9	4,961,989	5,179,080
Property and equipment - net		886,845	920,162
Right of use asset - net		219,361	237,812
Total Non-Current Assets		29,197,711	29,583,150
TOTAL ASSETS		33,468,565	32,710,427
LIABILITIES AND OWNERS' EQUITY			
Current Liabilities:			
Due to banks	11	111,504	81,096
Accounts payable		2,282,764	2,097,690
Due to related parties- short term	10/b	589,104	685,502
Lease liability - short term		22,887	22,887
Deferred checks and notes payable - short term		31,500	25,100
Income tax provision	13/a	30,906	93,512
Other credit balances	12	947,211	797,135
Total Current Liabilities		4,015,876	3,802,922
Non-Current Liabilities:			
Deferred cheques and notes payable - long term		36,244	54,244
Due to related parties - long term	10/b	3,971,445	3,971,445
Partner Current Account	10/b	48,677	54,495
Lease liability - long term		200,971	218,136
Total Non-Current Liabilities		4,257,337	4,298,320
Total Liabilities		8,273,213	8,101,242
OWNERS' EQUITY			
SHAREHOLDERS' EQUITY			
Authorized and Paid-up capital		18,000,000	18,000,000
Share discount		(1,349,998)	(1,349,998)
Statutory reserve		224,676	224,676
Fair value reserve for Financial assets at fair value		(288,102)	(285,238)
Retained earnings		3,740,014	4,610,885
Profit for the period		1,436,683	-
Total Shareholders Equity		21,763,273	21,200,325
Non-controlling interest		3,432,079	3,408,860
Total Owners' Equity		25,195,352	24,609,185
TOTAL LIABILITIES AND NET OWNERS' EQUITY		33,468,565	32,710,427

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION AND SHOULD BE READ
WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

SALAM INTERNATIONAL TRANSPORT AND TRADING COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AOABA - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

		For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	Note	2023 (Reviewed)	2022 (Reviewed)	2023 (Reviewed)	2022 (Reviewed)
		JD	JD	JD	JD
Revenue		1,252,120	1,551,062	4,426,753	3,751,069
Less: Cost of revenue		(1,038,482)	(1,179,223)	(3,262,735)	(2,468,595)
Gross Profit		213,638	371,839	1,164,018	1,282,474
Less: General and administrative expenses		(239,768)	(177,488)	(746,616)	(615,845)
Marketing expenses		(979)	(6,485)	(7,942)	(18,740)
Borrowing costs		(5,695)	(8,536)	(8,643)	(20,540)
Company's net share of associate companies profits	7	231,419	344,271	1,022,676	1,127,247
(Losses) gains from valuation of financial assets at fair value through profits or losses		(460)	(824)	(1,461)	(656)
Other income- net		6,286	(2,750)	68,351	60,642
Profit for the Period before Income Tax		204,441	520,027	1,490,383	1,814,582
Less: Income tax for the period	13/a	1,585	(22,360)	(34,089)	(52,031)
Profit for the Period		206,026	497,667	1,456,294	1,762,551
Attributable to:					
The Company's shareholders		212,111	428,393	1,436,683	1,654,255
Non-controlling interest		(6,085)	69,274	19,611	108,296
Total		206,026	497,667	1,456,294	1,762,551
Earnings per Share for the Period Attributable to the Company's Shareholders (Basic and diluted)					
	16	0.012	0.024	0.080	0.092

General Manager

Chairman of the Board of Directors

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION AND SHOULD BE READ WITH THEM AND WITH
THE ACCOMPANYING REVIEW REPORT.

SALAM INTERNATIONAL TRANSPORT AND TRADING COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AOABA - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

	For the Three Months		For the Nine Months	
	Ended September 30, 2023 (Reviewed)	2022 (Reviewed)	Ended September 30, 2023 (Reviewed)	2022 (Reviewed)
Profit for the period	JD 206,026	JD 497,667	JD 1,456,294	JD 1,762,551
<u>Other Comprehensive Income Items:</u>				
Items not to be subsequently transferred to condensed consolidated interim profits or losses statement:				
Change in fair value of financial assets at fair value through other comprehensive income	1,431	(15,929)	(2,864)	10,044
Total Comprehensive Income for the Period	<u>207,457</u>	<u>481,738</u>	<u>1,453,430</u>	<u>1,772,595</u>
Total Comprehensive Income for the Period Attributable to:				
Company's shareholders	213,542	412,464	1,433,819	1,664,299
Non- controlling interest	(6,085)	69,274	19,611	108,296
Total	<u>207,457</u>	<u>481,738</u>	<u>1,453,430</u>	<u>1,772,595</u>

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION AND SHOULD BE READ WITH THEM AND WITH
THE ACCOMPANYING REVIEW REPORT.

SALAM INTERNATIONAL TRANSPORT AND TRADING COMPANY
(A PUBLIC SHAERHOLDING LIMITED COMPANY)
AOABA - THE HASHEMITE KINGDOM OF JORDAN

Description	Company's Shareholders' Equity								
	Authorized and Paid-up Capital	Share Discount	Statutory Reserve	Revaluation Reserve for Financial Assets at Fair Value	Retained Earnings	Profit for the Period	Total	Non-controlling Interest	Total
For the Nine Months Ended September 30, 2023									
Balance - as of January 1st, 2022 (Audited)	18,000,000	(1,349,998)	224,676	(285,238)	4,610,885	-	21,200,325	3,408,860	24,609,185
Prior years' adjustments	-	-	-	-	29,129	-	29,129	3,608	32,737
Adjusted balance - beginning of the year	18,000,000	(1,349,998)	224,676	(285,238)	4,640,014	-	21,229,454	3,412,468	24,641,922
Total comprehensive income for the period	-	-	-	(2,864)	-	1,436,683	1,433,819	19,611	1,453,430
Dividends *	-	-	-	-	(900,000)	-	(900,000)	-	(900,000)
Balance - End of the Period (Reviewed)	18,000,000	(1,349,998)	224,676	(288,102)	3,740,014	1,436,683	21,763,273	3,432,079	25,195,352
For the Nine Months Ended September 30, 2022									
Balance - as of January 1st, 2022 (Audited)	18,000,000	(1,349,998)	153,776	(326,297)	3,475,144	-	19,952,625	3,629,514	23,582,139
Prior years' adjustments	-	-	-	-	(16,533)	-	(16,533)	-	(16,533)
Adjusted balance - beginning of the year	18,000,000	(1,349,998)	153,776	(326,297)	3,458,611	-	19,936,092	3,629,514	23,565,606
Total comprehensive income for the period	-	-	-	10,044	-	1,654,255	1,664,299	108,296	1,772,595
Non-controlling interest share of capital reduction of a subsidiary	-	-	-	-	-	-	-	(499,538)	(499,538)
Non-controlling interest share of losses amortization for a subsidiary	-	-	-	-	-	-	-	206,993	206,993
Dividends *	-	-	-	-	(900,000)	-	(900,000)	-	(900,000)
Balance - End of the Period (Reviewed)	18,000,000	(1,349,998)	153,776	(316,253)	2,558,611	1,654,255	20,700,391	3,445,265	24,145,656

- An amount equivalent to the negative balance of financial assets revaluation reserve is restricted from retained earnings according to the Jordanian Securities Exchange Commission's instructions.

* The General Assembly, in its meeting held on March 27, 2023, approved the Board of Directors' recommendation to distribute cash dividends to shareholders at a rate of 5% of the capital.

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

SALAM INTERNATIONAL TRANSPORT AND TRADING COMPANY
(A PUBLIC SHAERHOILDING LIMITED COMPANY)
AQABA - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

	Note	For the Nine Months Ended	
		September 30,	
		2023 (Reviewed)	2022 (Reviewed)
		JD	JD
CASH FLOWS FROM OPERATING ACTIVITIES:			
Profit for the period before income tax		1,490,383	1,814,582
Adjustments:			
Property and equipment and investment in real estate depreciation		122,096	121,530
Company's share of (profits) from investing in associate companies'	7	(1,022,676)	(1,127,247)
Losses from revaluation of financial assets at fair value through profits and losses		1,461	656
Borrowing costs		8,643	20,540
Net Cash from Operating Activities before Changes in Working Capital		599,907	830,061
(Increase) in accounts receivable		(263,597)	(299,733)
(Increase) in due from related parties		(274,156)	-
Decrease in cheques under collection and notes receivable		188,866	42,142
(Increase) in inventory		(11,690)	(39,888)
(Increase) in other debit balances		(44,322)	(89,094)
Increase in accounts payable		185,074	394,377
(Decrease) in other credit balances		(435,152)	(3,400)
Net Cash Flows from Operating Activities before Income Tax Paid		(55,070)	834,465
Income tax paid	13/a	(87,177)	(36,509)
Net Cash Flows from Operating Activities		(142,247)	797,956
CASH FLOWS FROM INVESTING ACTIVITIES:			
Sale of residential units available for sale		-	83,194
Dividends from associate companies	7	1,022,293	941,528
(Increase) investing in associate companies'		-	(513,212)
Decrease (increase) in projects under constructions		28,143	(205,742)
Decrease in advance payments for land acquisition		217,091	461,276
Net change in property and equipment		(16,360)	(60,846)
Decrease in financial assets at amortized cost		-	353,649
Increase in financial assets at fair value through comprehensive income		(854)	5,816
Net Cash Flows from Investing Activities		1,250,313	1,065,663
CASH FLOWS FROM FINANCING ACTIVITIES:			
(Paid) from borrowing costs - paid		(8,643)	(20,540)
(Paid) in deferred cheques and notes payable		(11,600)	(3,000)
(Decrease) in due from related parties		(96,398)	(176,554)
Increase in due to banks		30,408	54,313
(paid) from lease liabilities		(17,165)	-
(Paid) from loans		-	(180,019)
Changes in non-controlling interest		23,219	(292,545)
(Paid) from Distributed dividends		(314,772)	(621,362)
(Decrease) in the partner current account		(5,818)	(457,850)
Net Cash flows (used in) Financing Activities		(400,769)	(1,697,557)
Net Increase in Cash		707,297	166,062
Cash and balances at banks - beginning of the year - before provision		979,349	846,314
Cash and balances at Banks - End of the Period - before provision	4	1,686,646	1,012,376

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE
CONDENSED CONSOLIDATED INTERIM FIANACAIL INFORMATION AND SHOULD BE READ WITH THEM AND
THE ACCOMPONAYING REVIEW REPORT.

SALAM INTERNATIONAL TRANSPORT AND
TRADING COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA - THE HASHEMITE KINGDOM OF JORDAN
NOTES TO THE CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION

1. Establishment and Activities

- a. Salam International Transport and Trading Company was established and registered as a Public Shareholding Limited Company on January 30, 1997 under registration no, (326), with a paid-up capital of JD 1,200,000, The Company's paid-up capital was gradually increased to JD 15,000,000, distributed over 15 million shares at JD 1 par value per share, In its extraordinary meeting held on April 22, 2014, the Company's General Assembly approved increasing the Company's capital of JD 15 million so that authorized and paid-up capital would become JD 18 million through public underwriting to the Company's shareholders.
- On September 13, 2011, the Company was registered at the Aqaba Special Economic Zone according to Law No, (32) For the Year 2000, specialized for Aqaba's special economic zone.
 - The Company's Head Office is located in Aqaba – Jordan.
- b. The company main objectives include the following:
- Conducting all types of marine activity (transporting passengers and various types of goods, in addition to touristic marine transportation).
 - Possessing, managing, operating and leasing ships of all kinds.
 - Obtaining maritime agencies, brokering, and representing international rating agencies.
 - Obtaining commercial agencies and tendering.
 - Renting marine maintenance workshops of all kinds, including repairing ships.
 - Conducting land transport, business and related tendering.
 - Conducting real estate activities (buying and selling real estates and other real estate-related activities).
 - Providing services, operating touristic restaurants, and supplying hotels with food.
 - Guaranteeing others while benefiting the Company.
 - Transporting crude oil.
 - Investing in other companies.
 - Borrowing funds from banks to finance its activities.

2. Basis of Preparation

- The accompanying condensed consolidated interim financial information have been prepared in accordance with International Accounting Standard (IAS) 34 "Condensed Interim Financial Reporting".
- The condensed consolidated interim financial information are prepared in accordance with the historical cost principle, except for certain financial assets which are stated at fair value through statement of profit or loss and financial assets stated at fair value through comprehensive income as of the date of the condensed consolidated interim financial information, Furthermore, financial assets and financial liabilities which been hedged from the risk from the changes in its fair value also stated at fair value.
- The reporting currency of the consolidated condensed interim financial information is the Jordanian Dinar, which is the functional currency of the Company.
- The accompanying condensed consolidated interim financial information do not include all the information and notes required for the annual financial statements, which are prepared in accordance with International Financial Reporting Standards and should be read with the annual report of the Company as of December 31, 2022, In addition, the results of the Company's operations for the nine months ended September 30, 2023 do not necessarily represent indications of the expected results for the year ending December 31, 2023, and do not contain the appropriation of the profit of the nine months ended September 30, 2023, which will be performed at the end of the fiscal year.

Basis of Consolidated Financial Information

- The condensed consolidated interim financial information of the Company and its subsidiaries under its control, the control exists when the Company controls the subsidiaries significant and relevant activities and is exposed, or has rights, to variable returns from its involvement with the subsidiaries and has the ability to affect those returns through its power over the subsidiaries.
- The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control listed above.
- All balances, transactions, income, and expenses between the Company and its subsidiaries are eliminated.
- The subsidiaries financial information are prepared under the same accounting policies adopted by the Company, If the subsidiaries apply different accounting policies than those used by the company, the necessary modifications shall be made to the subsidiaries' financial statements to make them comply with the accounting policies used by the Company.
- The results of the subsidiaries' operations are consolidated in the consolidated statement of profit or loss from the acquisition date, which is the date on which control over subsidiaries is effectively transferred to the Company, Furthermore, the results of the disposed of subsidiaries are consolidated in the consolidated statement of profit or loss up to the date of their disposal, which is the date on which the Company loses control over the subsidiaries.
- The non-controlling interests represents the portion not owned by the Company's subsidiaries; Non-controlling interests are shown in the subsidiaries net assets as a separate line item within the Company's statement of shareholders equity.

Control is achieved when the Company:

- Has the power over the investee;
- Is exposed, or has rights, to variable returns from its involvement with the investee; and
- Has the ability to use its power to affect investee's returns.

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control listed above.

When the Company has less than the majority of the voting rights of an investee, it considers that it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. In this regard, the Company considers all relevant facts and circumstances in assessing whether or not the Company's voting rights in an investee are sufficient to give it power, including:

- The size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- Potential voting rights held by the Company with respect to other vote holders or other parties;
- Rights arising from other contractual arrangements; and
- Any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

When the Company loses control of a subsidiary, the Company performs the following:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiaries.
- Derecognizes the book value of any non-controlling interests.
- Derecognizes transfer accumulated difference in Owners' Equity.
- Derecognizes the fair value to the next controlling party.
- Derecognizes the fair value of any retained investment.
- Derecognizes any gain or loss in income statement.
- Reclassifies owners' equity already booked in other comprehensive income to the income statement or Retained earnings as appropriate.

The non-controlling interests represents the portion not owned by the Company relating to ownership of the subsidiaries.

- The Company owns the following subsidiary companies as of September 30, 2023:

Company's Name	Paid-up Capital JD	Ownership Percentage %	Nature of Activity	Place of Work	Date of Ownership	September 30, 2023 (Not Audited)		For the Nine Months Ended September 30, 2023 (Not Audited)		
						Total Assets JD	Total Liabilities JD	Total Revenue JD	Total Expenses JD	
Farah International Catering Service Company	1,000,000	100	Trading	Jordan	September 21, 1992	2,918,416	1,339,914	3,073,510	3,042,558	
Golden State For Commercial Services Company	204,874	100	Trading	Jordan	September 4, 2005	213,281	-	-	447	
Mada'en Al – Noor Investment and Real Estate Development	6,000,000	75	Real estate	Jordan	September 3, 2004	5,681,968	1,599,494	42,228	115,181	
Al - Ibtikar Land Transportation	2,600,000	70	Transportation	Jordan	March 9, 2005	250,044	339,327	-	113,400	
Afaq Supply and Storage Company	500,000	90	Supply & storage	Jordan	February 18, 2008	1,154,173	494,855	93,542	4,943	
Mada'en Al – Bahr Investment and Real Estate Development	1,000,000	100	Trading	Jordan	September 5, 2010	1,423,708	1,443,403	-	55,642	
Technical for Construction and Real Estate Services	1,000,000	98.75	Real estate	Jordan	September 1, 1992	3,421,381	91,595	233,334	149,664	
Mada'en Al – Shoroud Investment Real Estate Company	6,660,000	69.99	Real estate	Jordan	November 20, 2006	10,466,967	4,392,737	390,000	303,043	
Mada'en Al – Salam Construction Company *	250,000	80	Real estate	Jordan	May 15, 2006	296,810	500	-	-	
Maha Al Sharq Real Estate Investment & Development Company	1,709,608	100	Real estate	Jordan	January 30, 2019	1,709,608	3,740	-	788	
Al Maha Al Arabi Real Estate Investment & Development Company	715,150	100	Real estate	Jordan	January 30, 2019	715,150	3,870	-	878	
Ard Al Maha Al Arabi Real Estate Development Company	1,050,413	100	Real estate	Jordan	January 30, 2019	1,050,413	3,460	-	826	

- Subsidiaries' results of operations are included in the consolidated statement of profits or losses effective from the acquisition date, which is the date of the actual transfer of the control over the subsidiary by the Group. The results of operations of subsidiaries disposed of during the year were included in the consolidated statement of profits or losses up to the effective date of disposal, which is the date of losing control over the subsidiaries.

* Under liquidation.

Investments in Associates and Companies Subject to Joint Control

Associated company is that company in which the owner company has significant influence over its financial and operating policies but does not control them, and whereby the Company owns between 20% to 50% of the voting rights, Moreover, associate company is established through contractual agreements and their operating and financial decisions require unanimous approval, Investments in associate companies are recorded in the condensed consolidated interim financial statements according to the equity method and initially recognition at cost which includes all acquisition costs.

The condensed consolidated interim financial information includes the Company's share of the profits and losses from the investment in associate companies, according to the equity method, after the required necessary adjustments are made to comply with the accounting policies adopted by the owner company.

As of September 30, 2023, the details of investments in associates are as follows:

<u>Company's Name</u>	<u>Percentage of Ownership</u>	<u>Business Location</u>
	%	
Jordanian Marine Real Estate Investment Complex Company	26	Jordan
Jordan National Shipping Lines Company	20.64	Jordan
Jordanian Academy for Marine Studies	25	Jordan
Jordanian National Line for Ships Operation Company **	50	Jordan
Aqaba Storing Chemicals Company	15	Jordan
Al Maha Real Estate Development Company	33.33	Jordan
Arabian Ships Management Company	20	Jordan
Al Shams Economics Company	24	Jordan
Sea Star for Shipping and Logistics Company **	50	Jordan
Haqel al Aqaba one for Investment *	33.33	Jordan
Ayam Amman Company for real estate improvement	40	Jordan

* Haqel al Aqaba One for investment Company was established by a group of Aqaba Storing Chemicals Company partners and will have significant influence over the financial and operating policies of the Aqaba Storing Chemicals Company (associate company).

** The Company does not have control over these companies, but it does exercise significant influence over the financial and operating policies of these companies.

The accounting policies used in the preparation of the condensed consolidated interim financial information for the period ended on September 30, 2023 are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2022. However, the Group has adopted the following amendments and interpretations that apply for the first time in 2023 and have not materially affected the amounts and disclosures in the condensed consolidated interim financial information for the period and prior years, which may have an impact on the accounting treatment of future transactions and arrangements:

IFRS 17 Insurance Contracts

IFRS 17 establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts and supersedes IFRS 4 Insurance Contracts.

IFRS 17 outlines a general model, which is modified for insurance contracts with direct participation features, described as the variable fee approach. The general model is simplified if certain criteria are met by measuring the liability for remaining coverage using the premium allocation approach.

The general model uses current assumptions to estimate the amount, timing and uncertainty of future cash flows and it explicitly measures the cost of that uncertainty. It takes into account market interest rates and the impact of policyholders' options and guarantees.

In June 2020, the Board issued Amendments to IFRS 17 to address concerns and implementation challenges that were identified after IFRS 17 was published. The amendments defer the date of initial application of IFRS 17 (incorporating the amendments) to annual reporting periods beginning on or after January 1, 2023. At the same time, the Board issued Extension of the Temporary Exemption from Applying IFRS 9 (Amendments to IFRS 4) that extends the fixed expiry date of the temporary exemption from applying IFRS 9 in IFRS 4 to annual reporting periods beginning on or after January 1, 2023.

In December 2021, the IASB issued Initial Application of IFRS 17 and IFRS 9—Comparative Information (Amendment to IFRS 17) to address implementation challenges that were identified after IFRS 17 was published. The amendment addresses challenges in the presentation of comparative information.

For the purpose of the transition requirements, the date of initial application is the start of the annual reporting period in which the entity first applies the Standard, and the transition date is the beginning of the period immediately preceding the date of initial application. Adjustments are applied retrospectively, unless this is impracticable, in this case a modified retrospective approach or a fair value approach is applied.

Amendments to IAS 1 Presentation of Financial Statements – Classification of Liabilities as Current or Non-current

The amendments to IAS 1 affect only the presentation of liabilities as current or non-current in the statement of financial position and not the amount or timing of recognition of any asset, liability, income or expenses, or the information disclosed about those items.

The amendments clarify that the classification of liabilities as current or noncurrent is based on rights that are in existence at the end of the reporting period, specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability, explain that rights are in existence if covenants are complied with at the end of the reporting period, and introduce a definition of 'settlement' to make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services. Adjustments are applied retrospectively.

Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2 Making Materiality Judgements - Disclosure of Accounting Policies

The amendments change the requirements in IAS 1 with regard to disclosure of accounting policies. The amendments replace all instances of the term 'significant accounting policies' with 'material accounting policy information'. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements.

The supporting paragraphs in IAS 1 are also amended to clarify that accounting policy information that relates to immaterial transactions, other events or conditions is immaterial and need not be disclosed. Accounting policy information may be material because of the nature of the related transactions, other events or conditions, even if the amounts are immaterial. However, not all accounting policy information relating to material transactions, other events or conditions is itself material.

The Board has also developed guidance and examples to explain and demonstrate the application of the 'four-step materiality process' described in IFRS Practice Statement 2. Adjustments are applied retrospectively.

Amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Accounting Estimates

The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty".

The definition of a change in accounting estimates was deleted. However, the Board retained the concept of changes in accounting estimates in the Standard with the following clarifications:

- A change in accounting estimate that results from new information or new developments is not the correction of an error
- The effects of a change in an input or a measurement technique used to develop an accounting estimate are changes in accounting estimates if they do not result from the correction of prior period errors

The IASB added two examples (Examples 4-5) to the Guidance on implementing IAS 8, which accompanies the Standard. The IASB has deleted one example (Example 3) as it could cause confusion in light of the amendments.

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

The amendments introduce a further exception from the initial recognition exemption. Under the amendments, an entity does not apply the initial recognition exemption for transactions that give rise to equal taxable and deductible temporary differences.

Depending on the applicable tax law, equal taxable and deductible temporary differences may arise on initial recognition of an asset and liability in a transaction that is not a business combination and affects neither accounting nor taxable profit. For example, this may arise upon recognition of a lease liability and the corresponding right-of-use asset applying IFRS 16 at the commencement date of a lease.

Following the amendments to IAS 12, an entity is required to recognise the related deferred tax asset and liability, with the recognition of any deferred tax asset being subject to the recoverability criteria in IAS 12.

The Board also adds an illustrative example to IAS 12 that explains how the amendments are applied.

The amendments apply 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 an entity recognises:

- A deferred tax asset (to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised) and a deferred tax liability for all deductible and taxable temporary differences associated with:
 - Right-of-use assets and lease liabilities.
 - Decommissioning, restoration and similar liabilities and the corresponding amounts recognised as part of the cost of the related asset.

The cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at that date.

3. Judgments, estimates and risk management

The preparation of condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments adopted by management in applying the Company's accounting policies and the main sources of uncertainty in the estimation are the same as those applied to the Company's annual financial statements for the year ended December 31, 2022.

We believe that our used estimates for the preparation of the condensed consolidated interim financial information are reasonable and consistent with the estimates approved for the preparation of the consolidated financial statements for the year 2022.

4. Cash and Balances at Banks

This item consists of the following:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Cash on hand	21,820	8,742
Current accounts at banks	1,666,775	972,556
Total	1,688,595	981,298
Less: provision for expected credit losses *	(1,949)	(1,949)
Net Cash on Hand and at Banks	1,686,646	979,349

* The movement on provision for expected credit losses during the period/year is as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance at the beginning of the period/year	1,949	1,949
Balance at the end of Period / Year	1,949	1,949

5. Accounts Receivable – Net

This item consists of the following:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Trade receivables	1,118,661	862,560
Employees' receivables	20,539	14,693
Total	1,139,200	877,253
Less: provision for expected credit losses *	(124,778)	(126,428)
Accounts Receivable – Net	1,014,422	750,825

* The movement on provision for expected credit losses during the period/year is as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance at the beginning of the period/year	126,428	126,428
Write-off during the period / year	(1,650)	-
Balance at the end of Period / Year	124,778	126,428

6. Other Debit Balances

The item consists of the following:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Prepaid expenses	114,282	52,128
Refundable deposits	39,344	51,215
Guarantees	214,573	214,573
Income and Sales tax deposit	25,486	32,608
Employees' receivables	1,161	-
	394,846	350,524

7. Investment in Associate Companies

This item represents the investments in associate companies, which is accounted for in the equity method:

Company's Name	Nature of Business	Location	Paid-up Capital JD	Dividends		Company's Share of Associate Companies Profit		Ownership Percentage		Cumulative change in fair value JD	September 30, 2023 (Reviewed) JD	December 31, 2022 (Audited) JD
				September 30, 2023 (Reviewed) JD	September 30, 2022 (Reviewed) JD	September 30, 2023 (Reviewed) JD	September 30, 2022 (Reviewed) JD	September 30, 2023 %	December 31, 2022 %			
Jordan National Shipping Lines Company	Marine	Amman	15,000,000	557,293	371,528	507,914	644,994	20.64	20.64	-	5,797,381	5,846,760
Jordanian Marine Real Estate Investment Complex Company	Real Estate investment	Aqaba	15,600,000	-	-	(115,118)	(118,306)	26	26	-	1,555,965	1,671,083
Jordanian Academy for Marine Studies	Education	Amman	2,000,000	325,000	325,000	203,175	267,619	25	25	-	1,217,610	1,339,435
Jordan National Line for Ships Operation Company	Marine	Aqaba	700,000	100,000	225,000	105,318	91,695	50	50	-	883,201	877,883
Aqaba storing Chemicals Company*	Chemical Storage	Amman	4,000,000	-	-	93,542	59,530	15	15	-	895,998	802,456
Al Maha Real Estate Development Company	Real Estate investment	Amman	12,000,000	-	-	-	(91)	33.33	33.33	-	3,973,530	3,973,530
Arabian Ships Management Company	Ships Management	Aqaba	149,000	40,000	20,000	50,135	37,833	20	20	-	176,619	166,484
Sea Star for Shipping and Logistics Company	Marine Services	Aqaba	200,000	-	-	(9,190)	(2,602)	50	50	-	87,818	97,008
Hagel Al Aqaba (1) for Investment	Real Estate investment	Aqaba	50,000	-	-	-	-	33.33	33.33	-	16,667	16,667
Investment in Shams Economics Company	Commercial Agencies	Amman	30,000	-	-	-	-	30	30	-	7,200	7,200
Ayyam Amman Company for Real Estate improvement	Real Estate investment	Amman	750,000	-	-	186,900	146,575	40	40	-	1,168,225	981,325
Total Investment in Associate Companies				1,022,293	941,528	1,022,676	1,127,247			-	15,780,214	15,779,831

* The Group has significant influence over the management and operating decisions on Aqaba storing Chemicals Company.

8. Projects under Construction

This item consists of the following:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Al Shouroq City Project *	939,041	971,894
Dead Sea project	1,673,709	1,668,999
Total	2,612,750	2,640,893
<u>Less:</u> impairment	<u>(250,000)</u>	<u>(250,000)</u>
	<u>2,362,750</u>	<u>2,390,893</u>

- Projects under construction represent as of September 30, 2023 and are not completed yet. However, the recovery of these amounts depends on executing the future plans of the subsidiaries to complete the projects and obtain the necessary funding.
- * According to the Department of Land and Survey, the market value is based on the price of the plot, of land on which Al Shorouq City Project is erected including the value of the land on which the project is built exceeds their book value as of December 31, 2022.

The movement for Al Shorouq City Project as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance at the beginning of the period/ year	971,894	1,062,486
Disposal of projects in progress balances related to sold land for Mada'en Al Shorouq - Note (9)	(32,853)	(90,592)
Balance at the end of the period / year	<u>939,041</u>	<u>971,894</u>

9. Advance Payments for Land Acquisition

This item consists of the following:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Advance payments related to contracts for Mada'en Al – Shorouq *	4,961,989	5,179,080
	<u>4,961,989</u>	<u>5,179,080</u>

* Movement on advance payments for lands acquisition as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance at the beginning of the year	5,179,080	5,682,492
Sales of lands by waiver contracts **	(217,091)	(503,412)
Balance at the end of the year	<u>4,961,989</u>	<u>5,179,080</u>

- This item represents advance payments related to contracts with Mada'en Al Shorouq Real Estate Investment and Development Company (subsidiary company) and its subsidiaries to purchase land from the National Resources Investment and Development Institute, for development and construction purposes. According to the latest real estate valuation from three appraisers, the fair value for these lands exceeds their costs, in addition to the capitalised expenses; accordingly, there is no need to book any impairments. During the period some of the lands were sold by waiver of the contracts with approval from the National Resources Investment and Development Institute.

** During the period some of Mada'en Al Shorouq lands were sold by contracting an assignment with the approval from the National Resources Investment and Development Institute, the cost of the sold lands were JD 249,944 representing JD 32,853 project under construction for these lands and JD 217,091 represent the cost for this land and the sales resulted in profit by JD 140,056. (In 2022 some lands in Al Shorouq city were sold by JD 367,214 representing JD 90,592 projects under construction related to these lands and JD 503,412 costs of these lands, the sale also resulted in profit amounted to JD 426,869).

10. Balances and Transactions with Related Parties**a. Due from related parties as the end of the period / year:**

Company Name	Nature of Relationship	Nature of Transaction	september 30, 2023 (Reviewed)	December 31, 2022 (Audited)
			JD	JD
Jordanian Marine Real Estate Investment Complex Company	Associate Company	Financing	394,437	131,240
Aqaba Company for Chemical Storage	Associate Company	Financing	246,138	303,708
Ayam Amman for invesment devlopment	Associate Company	Expenses	100,000	100,000
CMA CGM Company	Company owned by shareholder	Expenses	65,092	5,942
Sea Star for Shipping and Logistics Company	Associate Company	Expenses	42,025	27,699
Petra Navigation & International Trading Company	Company owned by shareholder	Expenses	953	17,777
Others	Sister Companies within the group	Expenses	36,919	25,042
Total			885,564	611,408
Less: Provision for expected credit losses *			(38,660)	(38,660)
Due from Related Parties - Net			846,904	572,748

* The movement on provision expected credit losses during the period / year is as follows:

	september 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance - Beginning of the Year	38,660	38,660
Balance - End of the Year	38,660	38,660

b. Due to related parties during the period / year

Company Name	Nature of Relationship	Nature of Transaction	september 30, 2022 (Reviewed)	December 31, 2021 (Audited)
			JD	JD
Long term				
Al Maha Real Estate Development Company **	Associate company	Financing	3,971,445	3,971,445
Partner Current Account -Ahmad Helmi Armosh	Shareholder	Financing	48,677	54,495
Short term				
Jordanian National Line for Ships Operating Company	Associate Company	Financing	0	86,042
Jordan National Shipping Lines Company	Associate Company	Expenses	13,858	4,996
Jordan – Dubai for Properties Company	Partner in an Subsidiary Company	Financing	86,417	144,413
Al Shams for General Investment	Company owned by shareholder	Expenses	223,186	233,501
Noor AL-Balad Company	Company owned by shareholder	Expenses	258,500	209,000
Others	Company owned by shareholder	Expenses	7,143	7,550
Total			589,104	685,502

- The total logistics' consultation received From Petra Navigation and Trading company (Sister Company within the Group) amounted to JD 182,797 for the nine months ended September 30, 2023 .
- The total logistics' consultation paid to Petra Navigation and Trading company (Sister Company within the Group) amounted to JD 182,797 for the nine months ended September 30, 2023 .
- The total Transportation revenue for CMA CGM Company (Sister Company) amounted to JD 243,713 for the nine months ended September 30, 2023 (JD 183,697 for the nine months ended September 30, 2022).
- The total earnings of management and supervision from Jordanian Sea Star for Shipping and Logistics Company (Associate Company) is JD 9,000 for the nine months ended september 30, 2023 (JD 9,000 for the nine months ended september 30, 2022).
- The rental earning from the Technical for Construction and Real Estate Services Company (Associate Company) amounted to JD for the 30,705 nine months ended on September 30, 2023 (JD 30,210 for the nine months ending on September 30, 2022).
- The total earnings of management and supervision from Jordanian National Line for Ships Operating Company (Associate Company) is JD 18,000 for the nine months ended September 30, 2023 (JD 18,000 for the nine months ended September 30, 2022).

Executive management salaries and remunerations

Executive management salaries amounted to JD 147,418 for nine months ended September 30, 2023 (JD 144,197 for nine months ended September 30, 2022).

11. Due to Banks

This item consists of the following:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Overdraft - subsidiary company*	111,504	81,096
	111,504	81,096

* This item represents direct credit facilities in the form of a current debit account granted by several banks, the details of direct credit facilities are as follows:

- Direct credit facilities in form of overdraft granted by Arab bank to Farah International Catering Service company with a total limit of JD 200,000, With an interest of 7.5% and a commission of 0.5% annually, the objective of these facilities is to finance the company's regular activities, and they have been granted against the personal guarantee of one of the shareholders for Farah's company (Subsidiary company), and a cash margin guarantee amounted to JD 100,000.

12. Other Credit Balances

This item consists of the following:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Shareholders deposits	585,228	207,582
Unpaid accrued expenses	79,537	111,419
Income tax deposits	11,665	20,598
Advance payments against selling plots of lands *	76,078	390,000
Social security deposits	18,769	16,796
Sales tax deposits	51,129	-
Unrealized revenues	99,805	25,740
Lawsuits provision	25,000	25,000
	947,211	797,135

* This item represents a payment received in advance from clients for selling plots of land for Mada'en Al – Shorouq (subsidiary company), as the company did not assign the ownership of the plots of land in favor of the clients until the checks received are due and the necessary contracts are signed. (Notes 8 and 9).

13. Income Tax

a. Income Tax Provision:

The movement on the income tax provision during the period/year is as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance at beginning of the period/year	93,512	64,459
Period year adjustments	(9,518)	-
Income tax for the period/year	34,089	66,913
Income tax paid during the period/year	(87,177)	(37,860)
Balance at the End of the Period / Year	30,906	93,512

b. Income Tax status:

Salam International Transport and Trading Company (Parent Company):

a. Aqaba:

The discussion of the income tax for the year 2021 has been completed by the Income and Sales Tax Department Commission and submitted its tax returns for the year 2022. According to the company's management and tax consultant, there are no outstanding balances on the Company.

b. Amman:

The Company has reached a final settlement with the Income and Sales Tax Department up to the end of the year 2018 and has submitted its tax returns up to the year 2022. According to the Company's management and the tax consultants, there are no outstanding balances on the Company.

Subsidiaries:

- The following schedule shows the tax status for the subsidiaries:

<u>Company</u>	<u>Tax Returns up to Year</u>	<u>Final Settlement up to Year</u>
Farah International Catering Service Company	2022	2019
Golden State for Commercial Services Company	2022	2020
Mada'en Al - Noor Investment and Real Estate Development Company	2022	2017
Al-Ibtikar Land Transportation Company	2022	2020
Afaq Supply and Storage Company	2022	2020
Mada'en Al - Bahr Investment and Real Estate Development Company	2022	2018
Technical for Construction and Real Estate Services Company	2022	2018
Mada'en Al - Shorouq Investment Real Estate Company	2022	2018
Mada'en Al-Salam Construction Company *	2020	2015

- In the opinion of management and the Company's tax consultant of the Company and its subsidiaries, the income tax provision within the condensed consolidated interim financial statements is sufficient to settle any potential tax liabilities arising as of September 30, 2023.
- No deferred tax assets were recorded as of September 30, 2023 due to the lack of certainty of the management benefiting from them in the near future.

* Under liquidation.

14. Lawsuits against the Company

- There are lawsuits filed against the subsidiary (Al Ibtikar Land Transport Company) for a total amount of JD 207,201 while the provision for them amounted to JD 25,000 as of September 30, 2023. Of these, there is one case amounted to JD 179,581 based on the cassation list submitted by the company to the Cassation Court based on the decision issued by the Appellate Court. The appeal overturned the ruling issued by the Court of Appeal and returned the case to the Appeal Court, where the Appeal Court decided to conduct technical expertise and appoint an expert, as the expert issued an expert report in which he concluded that the liability required from the company does not exceed JD 7,000. The court decided to conduct a triple expertise of three experts appointed by the Appeal Court and the appeal ruling was issued on January 23, 2023 accepting the appeal as a subject matter and rescinding the appealed decision in terms of the amount of the overcharged amount, and instead obliging the appellant, the defendant, the innovation company for land transportation, to pay the plaintiff an amount of JD 5,287 and reject the claim for what is more than that, and include the defendant in the relative fees and expenses the legal interest is 9% from the date of the claim until full payment, and the plaintiff includes attorney fees in favor of the defendant at the rate of JD 1,200 for the two stages of litigation, as he lost the largest part of his lawsuit. Based on the opinion of the company and the lawyer that the allocated provision is sufficient to face the cases brought against the subsidiary company.

15. Contingent Liabilities

The Company has contingent liabilities as of the date of the condensed consolidated interim financial statements as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Letter of guarantees	78,000	78,000

- Mada'in Al-Bahr Company (subsidiary company) had obligations at the date of the financial statements that could arise in the form of delay fines in paying the land lease fees and the lease agreement of the land of recession, which amounted to JD 432,063, according to the letter of the Jordanian Company for Free Zones and Development No. 8/9/4462 dated May 14, 2019. According to the same letter, a recommendation will be submitted to the Council of Ministers by the Group and the Investment Authority to exempt from the amounts of fines and the lease of the land receding, as they have become public funds requiring a decision by the Council of Ministers to issue an exemption after taking some agreed upon steps.

16. Earnings per Share for the Year Attributable to the Company's Shareholders

This item consists of the following:

	For the Nine Months Ended September 30,	
	2022 (Reviewed)	2022 (Reviewed)
	JD	JD
From continuing operations:		
Income for the period attributable to the shareholders of the Company	1,433,075	1,654,255
	Shares	Shares
Number of shares	18,000,000	18,000,000
	Share / JD	Share / JD
Profit per share for the period attributable to the Company's Shareholders	0.080	0.092

17. Segmental Distribution

The following is information on the Company's business segments distributed according to activities:

For the Nine Months Ended September 30,					
	Projects and Investments	Services	Transportation	2023	2022
				(Reviewed)	(Reviewed)
	JD	JD	JD	JD	JD
Net Revenue	620,401	3,049,093	757,259	4,426,753	3,751,069
Less: Cost of Revenue	(314,652)	(2,830,781)	(117,302)	(3,262,735)	(2,468,595)
Gross Profit	305,749	218,312	639,957	1,164,018	1,282,474
Less: Expenses allocated to segments:					
General and administrative expenses	(4,943)	(52,446)	(689,227)	(746,616)	(615,845)
Marketing expenses	(7,942)	-	-	(7,942)	(18,740)
Company's share from associates' companies profit	93,542	-	929,134	1,022,676	1,127,247
Gains from of financial assets at fair value valuation through profits or losses	-	-	(1,461)	(1,461)	(656)
Other revenue - net	16,932	24,419	27,000	68,351	60,642
Borrowing cost	-	-	(8,643)	(8,643)	(20,540)
Profit for the Period before Tax	403,338	190,285	896,760	1,490,383	1,814,582
Less: Income tax for the period	-	-	(34,089)	(34,089)	(52,031)
Profit for the Period	403,338	190,285	862,671	1,456,294	1,762,551
September 30, 2023 (Reviewed)					
JD					
Sector Total Assets	16,804,071	2,918,416	13,746,078	33,468,565	32,710,427
Sector Total Liabilities	5,828,453	1,339,914	1,104,846	8,273,213	8,101,242
December 31, 2022 (Audited)					
JD					

18. Fair Value Hierarchy

The fair value of financial assets and financial liabilities of the Company specified at fair value on an ongoing basis:

Some financial assets and liabilities of the Company are evaluated at fair value at the end of each fiscal period. Moreover, the following table shows information on how the fair value of these financial assets and liabilities is determined (evaluation methods and inputs used).

	Fair Value	Level of	Valuation Method	Important Intangible Inputs	Relation between the Fair Value and the Important Intangible Inputs
Financial Assets	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)	Fair Value	and Inputs Used	
	JD	JD			
Financial assets at fair value					
Financial assets at fair value through statement of Profits or Losses					
Quoted Shares	8,863	10,324	Level I	Quoted Shares	N/A
Total	8,863	10,324			
Financial assets at fair value through other comprehensive income					
Quoted Shares	362,161	364,171	Level I	Quoted Shares	N/A
				Compared it with the market value of a similar instrument	N/A
Unquoted Shares	151,000	151,000	Level II		N/A
Total	513,161	515,171			
Total Financial Assets at Fair Value	522,024	525,495			

There were no transfers between Level I and Level II during the ended period September 30, 2023 and the year 2022.

19. Liquidity risk

Liquidity risk, also referred to as funding risk, is the risk that the Company will encounter difficulty in raising funds to meet commitments, Moreover, the Company manages liquidity risk through maintaining adequate reserves and continuously monitoring the forecast and actual cash flows, in addition to matching the maturities of financial assets with those of financial liabilities.

The Company's liquidity position at the date of the consolidated condensed interim financial statements is as follows:

	September 30, 2023 (Reviewed) JD	December 31, 2022 (Audited) JD
Current assets	4,270,854	3,127,277
<u>Less: Current liabilities</u>	<u>(4,015,876)</u>	<u>(3,802,922)</u>
Surplus (Deficit) in Working Capital	<u>254,978</u>	<u>(675,645)</u>

Management believes that the liquidity risk is not significant as of the date of the condensed consolidated interim of financial statements.

The Company estimates the liquidity risk on a monthly basis, based on long-term future projections, Moreover, the Company evaluates capital and financing requirements periodically, and the availability of liquidity depends on the support from the related parties in addition to the banking financings and selling the land through the waiver.

20. Approval of Condensed Consolidated Interim Financial Information

The condensed consolidated interim financial information of the Company has been approved by the Company's Board of Directors on October 24, 2023.