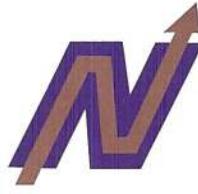


**Arab International Company for
Education and Investment
Public shareholding company
Amman - The Hashemite Kingdom of Jordan**

**Consolidated condensed interim financial statements
as of June 30, 2023
(Reviewed not audited)**

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Report on the review of the consolidated condensed interim financial statements

23/100/15

To the Board of Directors of
The Arab International Company for
Education and Investment
Public shareholding company
Amman - The Hashemite Kingdom of Jordan

Introduction:

We have reviewed the accompanying condensed interim Consolidated financial statements of **The Arab International Company for Education and Investment- public shareholding company** which comprising , statement of consolidated condensed interim financial position as at June 30 , 2023, and statement of consolidated condensed interim of comprehensive income, statement of consolidated condensed interim of changes in owners' equity and statement of consolidated condensed interim of cash flows for the six-month period ended June 30, 2023 and the related explanatory notes.

The management is responsible for the preparation and presentation of these condensed interim consolidated financial statements in accordance with IAS 34 – *Condensed interim Financial Reporting*. Our responsibility is to express a conclusion on these consolidated condensed interim consolidated financial statements based on our review.

Scope of review:

We conducted our review in accordance with International Standard on Review 2410 "Review of Condensed Interim Financial Information Performed by the Independent Auditor of the Entity". A review of the 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. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion:

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial statements are not prepared, in all material respects in accordance with IAS 34.

Obeidat & alsalih Co.

Nabeel Moh'd Obeidat

License No. 877



Amman in

July 30 , 2023

**Arab International Company for
Education and Investment
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of consolidated condensed interim financial position
as of June 30 , 2023 (reviewed not audited)**

	Note	30-Jun-2023	31-Dec-2022
		JD	JD
<u>Assets</u>			
<u>Non - current assets</u>			
Investments in associates	6	40,835,791	41,693,777
Investment in subsidiary - under construction	7	550	-
Property, plant & equipments - net	8	38,814,540	40,140,359
Projects under construction		8,285,079	5,376,593
Intangible assets - net		9,091	10,439
Cheques under collection -long term	9	6,300	10,500
Financial assets at fair value through comprehensive income st.	10	158,501	165,707
The right to use assets	11	69,010	-
Total non - current assets		<u>88,178,862</u>	<u>87,397,375</u>
<u>Current assets</u>			
Cash on hand and at banks		5,543,446	953,107
Students receivable - net	12	10,841,829	10,995,921
Cheques under collection - short term	8	72,659	131,307
Due from related parties - net	23 A	3,316,215	2,629,227
Financial assets at fair value through income statement	13	417,039	417,039
Medical and non-medical supplies warehouse		2,087,583	2,013,055
Other debit balances - net		2,864,572	2,739,112
Total current assets		<u>25,143,343</u>	<u>19,878,768</u>
Total assets		<u>113,322,205</u>	<u>107,276,143</u>

The accompanying notes form from (1) To (26) is an integral part of these statements

Arab International Company for**Education and Investment****Public shareholding company****Amman - The Hashemite Kingdom of Jordan****Follow - statement of consolidated condensed interim financial position
as of June 30 , 2023 (reviewed not audited)**

	Note	30-Jun-2023	31-Dec-2022
		JD	JD
<u>Owners' equity and liabilities</u>			
<u>Owners' equity</u>		(Reviewed)	(Audited)
Paid up capital		40,500,000	40,500,000
Shares owned by a subsidiary		(3,711,949)	(3,711,949)
Statutory reserve		10,125,000	10,125,000
Fair value reserve		988,941	1,551,999
Retained earnings	14	20,851,614	25,334,821
Profit for the period		1,131,674	-
Total owners' equity due to shareholders		69,885,280	73,799,871
Minority interests		8,311,654	9,208,647
Total owners' equity		78,196,934	83,008,518
<u>Non-current liabilities</u>			
Provision for end of service indemnity	15	399,789	399,789
Deffered cheques - long term	16	597,605	228,180
Loans - long term	17	99,750	99,750
Rent contracts' liabilities - long term	11	43,782	-
Total non-current liabilities		1,140,926	727,719
<u>Current liabilities</u>			
Banks overdraft	18	14,917,481	3,137,506
Loans - short term	17	6,865,815	4,957,632
Accounts payable		5,059,569	4,795,770
Rent contracts' liabilities - short term	11	26,399	-
Deffered cheques - short term	16	629,713	857,192
Due to related parties	23 B	104,866	87,944
Unearned revenues		2,796,298	3,053,934
Students refundable deposits		277,508	288,158
Income tax provision	19	321,825	649,472
Previous years' income tax provision	19 B	-	123,023
Other credit balances		2,984,871	5,589,275
Total current liabilities		33,984,345	23,539,906
Total owners' equity and liabilities		113,322,205	107,276,143

The accompanying notes form from (1) To (26) is an integral part of these statements

**Arab International Company for
Education and Investment**
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of condensed consolidated interim of comprehensive income
for the six months ended June 30, 2023 (reviewed not audied)

	Note	For the six months ended		For the three months ended	
		30-Jun-2023 JD	30-Jun-2022 JD	30-Jun-2023 JD	30-Jun-2022 JD
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
Revenues		16,153,959	15,311,720	7,037,418	7,403,100
Operating expenses		(12,522,742)	(10,571,511)	(5,864,628)	(5,227,221)
Gross profit margin		3,631,217	4,740,209	1,172,790	2,175,879
General & administrative expenses		(2,462,757)	(2,783,132)	(1,097,324)	(1,433,470)
Company's share of associates' profit	6 B,C	231,289	409,143	208,500	415,537
Unrealized gains from financial assets at fair value through income		-	113,507	-	82,744
Finance expenses		(433,351)	(184,308)	(196,868)	(75,521)
Impairment debts		(87,754)	(100,773)	(87,754)	(100,773)
Judicial provision		(203,353)	-	(200,000)	-
Other revenues		638,675	386,846	474,165	184,640
Profit for the period before tax		1,313,966	2,581,492	273,509	1,249,036
Income tax	18	(520,527)	(457,419)	(217,626)	(154,845)
Profit for the period		793,439	2,124,073	55,883	1,094,191
Due to:					
Shareholders		1,131,674	1,905,320	184,483	801,864
Minority interests		(338,235)	218,753	(128,600)	292,327
Total		793,439	2,124,073	55,883	1,094,191
Add: other comprehensive income items					
Net changes in fair value for financial assets through comprehensive income		(644,720)	(480,076)	916,665	(67,336)
Gains from selling financial assets - associates		49,314	1,854	(2,158)	(150)
Total comprehensive income for the period		198,033	1,645,851	970,390	1,026,705
Due to:					
Shareholders		536,268	1,427,098	1,883,364	734,378
Minority interests		(338,235)	218,753	(128,600)	292,327
Total		198,033	1,645,851	970,390	1,026,705
		Fils/Dinar	Fils/Dinar	Fils/Dinar	Fils/Dinar
Basic and diluted earning per share	19	0.028	0.047	0.005	0.020

The accompanying notes form from (1) To (25) is an integral part of these statements

Arab International Company for
Education and Investment
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of consolidated condensed interim of changes in owners' equity
for the six months ended June 30, 2023 (reviewed not audited)

Description	Capital		Statutory reserve	Fair value reserve	Shares owned by subsidiary	Retained earnings		Profit of the period		Total retained earnings	Total owners' equity due to shareholders		Minority interests	Total
	JD	JD				JD	JD	JD	JD		JD	JD		
For the six months ended June 30, 2023														
Balance as of January 1, 2023 - audited	40,500,000	10,125,000	1,551,999	(3,711,949)	13,516,370	11,818,451	(400,859)	-	-	25,334,821	73,799,871	9,208,647	83,008,518	
Prior years' (expenses)	-	-	-	-	-	-	-	-	-	(400,857)	(400,859)	(397,655)	(798,514)	
Adjusted opening balances	40,500,000	10,125,000	1,551,999	(3,711,949)	13,516,370	11,417,592	-	-	-	24,933,964	73,399,012	8,810,992	82,210,004	
Profit for the period after tax	-	-	-	-	-	-	-	900,385	231,289	1,131,674	1,131,674	(338,235)	793,439	
Fair value reserve	-	-	(644,720)	-	-	-	-	-	-	-	(644,720)	-	(644,720)	
Transferred from fair value reserve to retained earnings	-	-	81,662	-	(81,662)	-	-	-	-	(81,662)	-	-	-	
Gains from selling financial assets - associates	-	-	-	-	-	49,314	-	-	-	49,314	49,314	-	49,314	
Total comprehensive income	-	-	(563,058)	-	(81,662)	49,314	900,385	231,289	1,099,326	1,099,326	536,268	(338,235)	198,033	
Minority interests	-	-	-	-	-	-	-	-	-	-	-	(161,103)	(161,103)	
Dividends paid to shareholders (note 13)	-	-	-	-	(4,050,000)	-	-	-	-	(4,050,000)	(4,050,000)	-	(4,050,000)	
Balance as of June 30, 2023 - reviewed	40,500,000	10,125,000	988,941	(3,711,949)	9,384,708	11,466,906	900,385	231,289	21,983,290	69,885,280	8,311,654	78,196,934		
For the six months ended June 30, 2022														
Balance as of January 1, 2022 - audited	40,500,000	10,125,000	1,623,444	(3,711,949)	14,633,755	11,662,796	-	-	-	26,296,551	74,833,046	10,767,597	85,600,643	
Net of prior years' (expenses)	-	-	-	-	50,000	-	-	(46,345)	-	3,655	3,655	(45,974)	(42,319)	
Adjusted opening balances	40,500,000	10,125,000	1,623,444	(3,711,949)	14,683,755	11,662,796	-	-	-	26,300,206	74,836,701	10,721,623	85,558,324	
Profit for the period after tax	-	-	-	-	-	-	-	1,424,921	480,399	1,905,320	1,905,320	218,753	2,124,073	
Fair value reserve	-	-	(480,076)	-	-	-	-	-	-	-	(480,076)	-	(480,076)	
Transferred from fair value reserve to retained earnings	-	-	200,000	-	(200,000)	-	-	-	-	(200,000)	-	-	-	
Gains from selling financial assets - associates	-	-	-	-	-	1,854	-	-	-	1,854	1,854	-	1,854	
Total comprehensive income	-	-	(280,076)	-	(200,000)	1,854	1,424,921	480,399	1,707,174	1,707,174	1,427,098	218,753	1,645,851	
Minority interests	-	-	-	-	-	-	-	-	-	-	-	(324,545)	(324,545)	
Dividends paid to shareholders	-	-	-	-	(3,913,028)	-	-	-	-	(3,913,028)	(3,913,028)	-	(3,913,028)	
Earned dividends from associates	-	-	-	-	194,263	(194,263)	-	-	-	-	-	-	-	
Balance as of June 30, 2022 - reviewed	40,500,000	10,125,000	1,343,368	(3,711,949)	10,764,990	11,470,387	1,424,921	434,054	24,094,352	72,350,771	10,615,831	82,966,602		

* According to the instructions of the Securities Commission, it is prohibited to dispose of the balance of the fair value reserve of financial assets and the balance of unrealized profits by distribution to the company's shareholders, capitalization, amortization of losses or any other form of disposal.

The accompanying notes form from (1) To (25) is an integral part of these statements

**Arab International Company for
Education and Investment**
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Statement of consolidated condensed interim of cash flows
for the six months ended June 30, 2023 (reviewed not audited)

	Note	30-Jun-2023	30-Jun-2022
		JD	JD
<u>Cash flows from operating activities</u>		(Reviewed)	(Reviewed)
Profit for the period before tax		1,313,966	2,581,492
Depreciation & amortization		1,883,445	1,932,385
Depreciation of the right to use assets	11	13,802	14,695
Interests on rents contracts liabilities	11	3,727	704
Company's share of associates (profit) loss	6 B	(231,289)	(409,143)
Unrealized (gains) from financial assets at fair value through income statement		-	(113,507)
Capital (gains)		(390)	(25,779)
Impairment debts	12c	87,754	100,773
Income tax of previous years subsidiary		(798,514)	
Prior years' income		-	(42,319)
Finance expenses		433,351	184,308
Operating income before changes in working capital		2,705,852	4,223,609
<u>(Increase) decrease in current assets</u>			
Accounts receivable & cheques under collection		129,186	(1,486,197)
Due from related parties		(686,988)	(186,762)
Supplies warehouse and other		(74,528)	(177,047)
Other debit balances		(125,460)	81,933
<u>Increase (decrease) in current liabilities</u>			
Accounts payable & deffered cheques		405,759	907,072
Due to related parties		16,922	(9,102)
Unearned revenues		(257,636)	122,151
Students refundable deposits		(10,650)	25,229
Other credit balances		(2,727,427)	(109,777)
Net cash (used in) provided from operating activities before paid tax		(624,970)	3,391,108
Paid tax	19	(848,174)	(1,060,061)
Net cash (used in) provided from operating activities		(1,473,144)	2,331,047

The accompanying notes form from (1) To (26) is an integral part of these statements

**Arab International Company for
Education and Investment**
Public shareholding company
Amman - The Hashemite Kingdom of Jordan
Follow - statement of consolidated condensed interim of cash flows
for the six months ended June 30, 2023 (reviewed not audited)

	Note	30-Jun-2023 JD (Reviewed)	30-Jun-2022 JD (Reviewed)
<u>Cash flows from investing activities</u>			
Acquisitions of property , plant & equipments	8	(560,239)	(512,535)
Proceeds from sales of prperty , plant & equipments		4,349	28,249
Acquisitions of projects under construction		(2,908,486)	(700,374)
Acquisitions to establish a subsidiary		(550)	-
Dividends received from affiliates		339,960	194,263
Net cash (used in) investing activities		(3,124,966)	(990,397)
<u>Cash flows from financing activities</u>			
Banks overdraft		11,779,975	(1,698,634)
Loans		1,908,183	(1,020,695)
Dividends paid to shareholders		(4,050,000)	(3,913,028)
Rent contracts liabilities payments	11	(16,358)	(16,357)
Finance expenses		(433,351)	(184,308)
Net cash provided from (used in) financing activities		9,188,449	(6,833,022)
Net increase (dcrease) in cash		4,590,339	(5,492,371)
Cash on hand and at banks at beginning of period		953,107	6,440,760
Cash on hand and at banks at end of period		5,543,446	948,389

The accompanying notes form from (1) To (26) is an integral part of these statements

Arab International Company for

Education and Investment

Public shareholding company

Amman - The Hashemite Kingdom of Jordan

Notes to the consolidated condensed interim financial statements - reviewed not audited

1- Company's registration and objectives

The **Arab International Company For Education And Investment** was established & registered as a public shareholding company under number (208) on **November 20, 1991** , the company operates its educational activities through the **Applied Science University** , which started teaching as of **October 13, 1991**.

One of company's main objectives is to found and establish a private university to accommodate students from Jordan and abroad and prepare them as specialists at the university level in the technological fields mainly inlaid with human and social studies that can contribute to meet the needs of the Kingdom and neighbouring Arab countries .

It also aims to establish a number of centers and institutes for the rehabilitation of students enrolled to a leading positions in various scientific , training and performance fields .

The company may, in order to achieve its objectives directly , carry out all the investment activities required by its business and its interest in selling, buying, owning, brokering , lending , borrowing , pledging and lending . The company may also have an interest to participate in any way in the bodies and institutions that cooperate to achieve its objectives in The Hashemite Kingdom of Jordan or outside .

The condensed interim financial statements were approved by the board of directors at its meeting held on **July 30, 2023**, these financial statements aren't subject to the approval of the general assembly of shareholders .

2- Basis of preparation of interim financial statements

These consolidated condensed interim financial statement have been prepared in accordance with international accounting standards ((IFRS) IAS 34))(Interim Financial Reporting).

The consolidated condensed interim financial statements are presented in Jordanian Dinars (JOD) which is the company's presentation functional currency .

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

These condensed interim financial statements do not include all the information required for a complete set of IFRS financial statements, However , selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the company's financial position and performance since the last annual report of financial statements as of **December 31, 2022**, in addition, The results for the six months period ended **June 30, 2023** are not necessarily indicative of the results that may be expected for the financial year ending **December 31, 2023**, and no appropriation was made for the six months profit ended **June 30, 2023** since it made at the year-end .

3- **Use of estimates**

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

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

- Management evaluates its investments for impairment on a regular basis where there is a prolonged decline, Management estimates the value of impairment and the same is charged in the statement of condensed interim comprehensive income - An estimate of the collectible amount of trade accounts receivables is made when collection of the full amount is no longer probable. For individually significant amounts, this estimation is performed on an individual basis. Amounts which are not individually significant, but which are past due, are assessed collectively and a provision applied according to the length of time past due, based on historical recovery rates.
- Inventories are held at the lower of either cost or net realizable value. When inventories become old or obsolete, an estimate is made of their realizable value. For individually significant amounts this estimation is performed on an individual basis. Amounts which are not individually significant, but which are old or obsolete, are assessed collectively and a provision applied according to the inventory type and the degree of aging or obsolescence, based on historical selling prices.
- Management reviews periodically the tangible and intangible assets in order to assess the amortization and depreciation for the year based on the useful life and future economic benefits. Any impairment is taken to the statement of condensed interim comprehensive income.

4- **Significant accounting policies**

Changes in accounting policies

Accounting policies followed in condensed interim financial statements' preparation for this period are consistent with the policies followed the last year, Except for the Company's application of the following Standards:

New standards or amendments effective from January 1, 2023

- IFRS 17 Insurance Contracts, including amendments to the initial application of IFRS 17 and IFRS 9 Comparative Information.
- Definition of Accounting Estimates - Amendments to IAS 8 Accounting Policies and Changes in Accounting Estimates and Errors.
- Disclosure of accounting policies (amendments to International Accounting Standard No. 1 and IFRS Practice Statement No. 2).
- Deferred tax assets and liabilities arising from a single transaction (amendments to IAS 12).

New standards or amendments effective from January 1, 2024

- Classification of liabilities into current or non-current liabilities (amendments to International Accounting Standard No. 1).
- Sale or contribution of assets between an investor and his associate or joint venture - Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures (Optional Application).

In the opinion of management, the new standards, amendments and interpretations did not have a material impact on the company during the current or future period and on expected future transactions.

**Arab International Company for
Education and Investment
Public shareholding company
Amman - The Hashemite Kingdom of Jordan**
Notes to the consolidated condensed interim financial statements - reviewed not audited

5- Basis of consolidation of the financial statements

- The consolidated financial statements consist of assets, liabilities, revenues & expenses of **The Arab International Company for Education and Investments** and 3 subsidiaries as follows :

Company's name	Legal form	Date of control	Capital	Ownership rate	Company's share of	
					subsidary's (loss)	Investment's net book value
		JD	JD	%	JD	JD
Ibn Alhaytham Hospital Co.	P.S.C	January 1,2021	20,000,000	50.201	(340,951)	8,378,757
Modern University of Jordan Medical Company	L.L.C	December 22, 2020	50,000	100	(927)	305,777
The Hardworking Student Company for Stationery	L.L.C	February 23, 2023	1,000	55	-	550

- Summary for Subsidiary's assets & liabilities & revenues & (loss) :

Company's name	Assets		Liabilities		Revenues		(loss) for the period	
	JD	JD	JD	JD	JD	JD	JD	JD
Ibn Alhaytham Hospital Co.	13,446,009	13,740,648	5,686,647	(679,186)				
Modern University of Jordan Medical Company	5,044,495	4,739,097	149	(927)				
The Hardworking Student Company for Stationery	-	-	-	-				

Control realized when company has ability of control the financial and operation policies for subsidiaries for obtained benefits from its activities .

Subsidiaries' income results is being consolidated in statement of consolidated income from date of control up to stop that control on subsidiaries when the actual control on subsidiaries move to company or from company .

The financial statements for the mother company and subsidiaries are prepared for the period of the same accounting policies which used in the mother company (The Arab International Company for Education and Investments) , if subsidiary used different policies some adjusting must made on its financial statements to be applicable to the policies used in the mother company .

Minority interests represents part non owned by company from subsidiaries' owner's equity , minority interests stated in net company's assets as a separated item from shares owner's equity of the company .

**Arab International Company for
Education and Investment
Public shareholding company
Amman - The Hashemite Kingdom of Jordan**

Notes to the consolidated condensed interim financial statements - reviewed not audited

6- Investments in associates

A. This item consists of :

	Number of shares Share	Ownership rate %	Market value JD	30-Jun-2023		31-Dec-2022	
				JD (Reviewed)	JD (Audited)		
National							
Public shareholding companies (listed)							
First Finance Co.	8,062,863	23	4,837,718	10,951,746	10,813,952		
Jordanian Real Estate Co. for Development ***	5,582,601	16.181	29,587,789	5,682,288	5,735,385		
Contempro Co. for Housing pjects ***	580,924	8.334	447,311	664,965	666,173		
Total			34,872,818	17,298,999	17,215,510		
Limited liability companies (unlisted)							
Inernational Co. for Medical Investments	1,127,415	48.167	-	912,360	927,036		
Arab Int'l Food & Factories & Investments Co.	4,856,545	46.252	-	10,061,535	11,081,864		
Ethihad Schools Co.	6,246,489	41.643	-	7,396,959	7,396,959		
Alomana' for Investment & portfolio management	4,399,091	48.878	-	4,862,252	4,760,970		
Trans World Information Technology Co.	45,810	44.911	-	303,186	310,938		
Applied Energy Co. *	100,000	40	-	-	-		
Jordanian Consultative Center for Administrative Development & Capacity Building **	500	50	-	500	500		
Total			-	23,536,792	24,478,267		
Fair value				40,835,791	41,693,777		

* The company's share of associates business results is recorded, and the record stops when the investment's value become zero(in the company's records (the net equity of associate as of the last audited financial statements was negative).

** The investments representative at cost according to not issuing financial statements.

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

Arab International Company for
Education and Investment
Public shareholding company

Amman - The Hashemite Kingdom of Jordan

Notes to the consolidated condensed interim financial statements - reviewed not audited

6- Investments in associates - follow

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

	Activity	assets		Liabilities		Revenues		Companys' share of associates P/L	
		JD	JD	JD	JD	JD	JD	JD	JD
National									
<u>Public shareholding companies (listed)</u>									
First Finance Co.	Finance	51,058,395	4,012,878	2,010,639	135,541				
Jordanian Real Estate Co. for Development	Real-estate	4,797,854	1,489,876	297,406	48,371				
Contempro Co. for Housing prjects	Real-estate	6,069,951	269,769	25,491	(1,208)				
Total		61,926,200	5,772,523	2,333,536	182,704				
<u>Limited liability companies (unlisted)</u>									
Inernational Co. for Medical Investments	Trade	2,394,891	501,242	8,563	(14,675)				
Arab Intl Food & Factories & Investments Co.	Industry	21,859,907	106,559	-	(21,636)				
Etitihad Schools Co.	Education	-	-	-	-				
Alomana' for Investment & portfolio management	Brokerage	10,400,236	4,152,507	326,111	80,185				
Trans World Information Technology Co. *	Programing	676,740	2,298	12,761	4,711				
Applied Energy Co. *	Renewable energy	-	-	-	-				
Jordanian Consultative Center for Administrative Development & Capacity Building *	Training	-	-	-	-				
Total		35,331,774	4,762,606	347,435	48,585				
Total		97,257,974	10,535,129	2,680,971	231,289				

* Financial information are not available according to not issuing interim financial statements .

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6- Follow - Investment in associates

C. Transaction of investment in associates during the period represents of :

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Balance beginning of the period / year	41,693,777	41,983,717
Company's share of associates profit	22,789	363,767
Net changes in company's share of fair value	(1,458,106)	(449,336)
Dividends received from associates	-	(194,263)
Expenses and income tax for previous years	-	(6,744)
Associates impairment	-	(40,000)
Gains from selling financial assets - associates companies	51,472	2,525
Company's share of changes in fair value for financial assets through income	-	13,224
Company's share of transferred from fair value reserve to retained earnings	-	(19,113)
Acquisitions of associates investment	-	40,000
Balance ending of the period / year	<u>40,309,932</u>	<u>41,693,777</u>

D. For purposes of company's membership in the associates board of directors and other purposes for Security Depository Center , the number of share reserved as follows:

		<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	No. of shares	Market Value	
	Share	JD	JD
		(Reviewed)	(Audited)
First Finance Co.	50,000	30,000	29,000
Jordanian Real Estate Co. for Development	5,000	3,850	2,650
Total		<u>33,850</u>	<u>31,650</u>

7- Investment in subsidiary - under construction

A. This Item Consists of :

	Ownerity rate	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	%	JD	JD
		(Reviewed)	(Audited)
<u>National</u>			
<u>Limited liability companies (unlisted)</u>			
The Hardworking Student Company for Stationery	55	550	-
Total		<u>550</u>	<u>-</u>

B. There is no financial information because the interim financial statements have not been issued, since the company was incorporated on **February 23, 2023**.

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9- Cheques under collection & notes receivable

A. This Item Consists of :

	30-Jun-2023		31-Dec-2022	
	Short term JD (Reviewed)	Long term JD (Reviewed)	Short term JD (Audited)	Long term JD (Audited)
Cheques under collection (9 B)	72,659	6,300	131,307	10,500

B. Cheques under collection maturity date extend to **March 1, 2025** .

10- Financial assets at fair value through comprehensive income statement

A. This item consists of :

	30-Jun-2023	31-Dec-2022
	JD (Reviewed)	JD (Audited)
<u>Local</u>		
<u>Public Shareholding Companies (listed)</u>		
Financial assets portfolio	145,512	152,718
<u>Limied liabilities Companies (un-listed)</u>		
Financial assets portfolio	12,989	12,989
Fair value	158,501	165,707

B. For the purposes of the membership of the subsidiary company (Ibn Al-Haytham Hospital Company) in the boards of directors of some of the invested companies (listed), the number of reserved shares of the owned shares amounted to **95,058** shares and a total market value of JD **251,898** .

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11- The right to use assets & rent contracts liabilities

A. The movement of the right to use assets & rent contracts liabilities during the period as follow :

	<u>The right to use assets</u>	<u>Rent contracts' liabilities</u>
	JD	JD
Additions for the period	82,812	82,812
Depreciation of the right to use assets	(13,802)	-
Interests on rents contracts liabilities	-	3,727
Rent contracts liabilities payments	-	(16,358)
Balance ending of the period / year	69,010	70,181

B. Rent contracts liabilities classification

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Rent contracts liabilities - short term	26,399	-
Rent contracts liabilities - long term	43,782	-
Total	70,181	-

12- Accounts receivable - net

A. This Item Consists of :

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Students receivable	3,347,355	3,654,386
Medical receivable	14,373,815	13,931,584
Trade receivable	928,562	1,089,878
Personal debts - doctors	318,712	315,521
Inpatient receivables	26,345	100,571
Cases debts	100,900	100,900
Returned checks	153,935	153,935
Total	19,249,624	19,346,775
Deduct: due to doctors and companies (note 12 B)	(2,627,660)	(2,658,473)
Deduct: expected credit losses (note 12 C)	(5,780,135)	(5,692,381)
Net	10,841,829	10,995,921

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

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

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Balance beginning of the period / year	5,692,381	5,339,455
Additions for the period/year	87,754	928,383
Disposals for the period / year (closing debts to debts)	-	(575,457)
Balance ending of the period / year	<u>5,780,135</u>	<u>5,692,381</u>

13- **Financial assets at fair value through income statement**

This item consists of :

	Number of shares	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	Share	JD	JD
		(Reviewed)	(Audited)
<u>Local</u>			
<u>Public shareholding companies (listed)</u>			
Al-Isra for education and investment Co.	106,081	392,500	392,500
<u>Public shareholding companies (un-listed)</u>			
First national vegetable oil industries Co.	350,575	24,539	24,539
Fair value		<u>417,039</u>	<u>417,039</u>

14- **Retained earnings**

This item consists of :

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Balance beginning of the period / year	25,334,821	26,296,551
Revenues and income tax for previous years	(400,859)	(296,496)
Adjusted opening balances	<u>24,933,962</u>	<u>26,000,055</u>
Profit for the year after tax	-	3,609,357
Transferred from fair value reserve to retained earnings	(81,662)	(418,684)
Gains from selling financial assets - associates companies	49,314	2,525
Changes in fair value for financial assets through income	-	54,596
Dividends paid to shareholders *	(4,050,000)	(3,913,028)
Balance ending of the period / year	<u>20,851,614</u>	<u>25,334,821</u>
<u>It's distributed as follows:</u>		
Retained earnings from realized profit	9,384,708	13,516,370
Retained earnings from unrealized profit	11,466,906	11,818,451
Retained earnings at ending of the year	<u>20,851,614</u>	<u>25,334,821</u>

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* The General Assembly of Shareholders decided in its meeting held on 17 April 2023 to approve the distribution of cash dividends to shareholders of 10% of the capital at a value of JOD 4,050,000 (at the separate level of the company and a value of JOD 4,050,000 (at the consolidated level of the company).

15- End of service idemnity

The movement of end of service idemnity during the year as follow :

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Balance beginning of the period / year	399,789	345,024
Additions for the period/year	-	54,765
Balance ending of the period / year	<u>399,789</u>	<u>399,789</u>

16- Deffered cheques

A. This Item Consists of :

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Accrued & short term	629,713	857,192
Long term	597,605	228,180
Total	<u>1,227,318</u>	<u>1,085,372</u>

B. Deffered cheques maturity date extend to **June 12 , 2025** .

C. Post-dated cheques are the value of payments to the allied company (Applied Power Company) to pay part of the company's share in the renewable energy project included in projects under implementation, and others.

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17- **Loans**

A. This Item Consists of :

	30-Jun-2023		31-Dec-2022	
	<u>Short term</u>	<u>Long term</u>	<u>Total</u>	<u>Total</u>
	JD	JD	JD	JD
			(Reviewed)	(Audited)
Parent company				
Al-Rajhi Bank (17 B)	4,186,458	-	3,572,283	-
Subsidiary (Ibn Al-Haitham)				
Al-Rajhi Bank (17 C)	2,607,957	-	1,242,549	-
Ittihad bank (17 D)	71,400	99,750	142,800	99,750
Total	6,865,815	99,750	4,957,632	99,750

- B. The parent company obtained a loan from Al Rajhi Bank during the year with a total value of 4,100,000 Jordanian dinars, in exchange for selling goods to the customer on term, the loans are due until September 5, 2023, and profits of 90,151 dinars were calculated for loans as deferred profits, and the loans were granted against the company's name.
- C. The subsidiary (Ibn Al Haytham Hospital Company) obtained a loan from Al Rajhi Bank on February 1, 2023 with a value of JOD 1,300,000, in exchange for selling goods to the customer on credit, the loan is due in one payment on August 2, 2023, and a profit of JOD 54,903 was calculated as deferred profits, and the loan was granted against the company's name.
- D. The subsidiary (Ibn Al Haytham Hospital Company) obtained a loan from Bank al Etihad on December 8, 2019 in the amount of JOD 648,396, the loan is due on July 31, 2024, and it is repaid under 57 monthly installments of JOD 13,012 starting on December 31, 2019, and the loan was granted against the company's name.

18- **Banks overdraft**

A. This item consists of :

	<u>Facilities limit</u>	<u>Interest rate</u>	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	%	JD	JD
			(Reviewed)	(Audited)
Parent company				
Arab bank	3,250,000	10	4,770,470	196,836
Ittihad bank	5,000,000	9.75	5,015,810	9,854
Subsidiary (Ibn Al-Haitham Hospital Company)				
Ittihad bank	2,000,000	9.75	1,289,264	95,951
Arab bank	5,000,000	10	3,841,937	2,834,865
Total			14,917,481	3,137,506

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- B. Arab Bank facilities are due on **May 31, 2024** for the parent company and the subsidiary company.
C. Bank al Itihad facilities are due on **31 July 2024** for the subsidiary.

19- Income tax provision

A. Transaction of income tax provision during the period represents of :

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Balance beginning of the period/year	649,472	538,211
Tax of the period/year (Note 19 C)	520,527	1,403,857
Paid tax during the period/year	(848,174)	(1,292,596)
Balance ending of the period/year	<u>321,825</u>	<u>649,472</u>

- B. **The parent company's** income tax has been accepted for the end of **2020**, and self-assessment statements have been submitted for income tax for the years **2021** and **2022** and have not yet been reviewed by the Income and Sales Tax Department.

Subsidiary company's (Ibn Alhaitham Hospital Co.) income tax was accepted for the end of **2021**, and income taxes for the year **2019** were estimated at a value of **JD 274,100** , and for the year **2020** a value of **JD 177,161** , and for the year **2021** a value of **JD 190,201** (with a total value of **JD 641,462**). A request for installment of the due amount was submitted and it was completed. Approval of that, and the company is currently in the process of paying the amount within the scheduling agreed upon with the Department, in 20 installments starting on **April 29, 2023** and ending on **November 29, 2024**.

The self-assessment statement for the **2022** income tax has been submitted and has not yet been reviewed by the Income and Sales Tax Department.

The income tax of **the subsidiary company (Modern University of Jordan Medical Company)** for the year 2021 has been accepted within the sample system.

C. The following is the distribution of income tax for the year:

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
The parent company (Arab International Company for Education and Investment)	520,527	1,395,207
Subsidiary company (Jordan University Medical Company)	-	8,650
Total income tax	<u>520,527</u>	<u>1,403,857</u>

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20- Basic and diluted earning per share

This item consists of :

	<u>30-Jun-2023</u>	<u>30-Jun-2022</u>
	JD	JD
Profit of the period after tax (JD)	1,131,674	1,905,320
Weighted average shares (share)	40,500,000	40,500,000
Basic and diluted earning per share	<u>0.028</u>	<u>0.047</u>

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

21- Contingent liabilities

At the date of financial statements there were contingent liabilities represented of bank guarantees as follows:

	<u>30-Jun-2023</u>	<u>31-Dec-2022</u>
	JD	JD
	(Reviewed)	(Audited)
Banks guarantees	1,301,458	1,261,408
Deduct: Banks' gurantees deposits	129,086	(125,080)
Net	<u>1,430,544</u>	<u>1,136,328</u>
<u>It is distributed as follows:</u>		
Parent company	1,108,572	1,072,528
Subsidiary (Ibn Al-Haitham Hospital Company)	63,800	63,800
Total	<u>1,172,372</u>	<u>1,136,328</u>

22- Legal situation

There are cases filed by the parent company against others with a value of 1,004,020 Jordanian dinars, and it includes cases filed against the Ministry of Higher Education and Scientific Research, and their number is (2), the subject of which is preventing a claim to pay an amount of 790,814 dinars, considering that this amount is in excess of the percentage allocated for the purposes of scientific research and dispatch for previous years. The company must transfer it to the Scientific Research Fund, which is still pending before the Court of Appeal and Cassation, and sufficient allocations have been formed for it within the financial statements, where a provision for cases of 1,089,420 dinars has been allocated against the cases filed above and according to the percentages set by the company's lawyer.

There are cases filed by third parties against the parent company with a value of 158,158 Jordanian Dinar.

In the opinion of the legal counsel of the parent company, the outcome of these cases will be in favor of the company.

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There are cases filed by third parties against the subsidiary company (Ibn Al-Haytham Hospital Company) with a value of 5,321,057 Jordanian dinars are financial claims cases and sufficient provisions have been formed for them within the financial statements, where a provision for cases worth 334,579 dinars has been allocated against the cases filed above, and according to the opinion of the legal advisor, all cases are in favor of the company.

There are also cases filed by the subsidiary company (Ibn Al-Haytham Hospital Company) against third parties worth 548,876 Jordanian dinars, most of which are in the implementation stages for the company's benefit.

In the opinion of the Company's legal counsel, the likely outcome of these issues will be in the Company's favor and the provisions formed in the books are sufficient to meet any potential liabilities.

23- Related parties transactions

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

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

	Type of transaction	30-Jun-2023 JD (Reviewed)	31-Dec-2022 JD (Audited)
<u>Associates</u>			
Applied Energy Co.	Finance	3,035,213	2,402,470
Inernational Co. for Medical Investments	Exp. & insu.	140,861	151,341
Jordanian Consultative Center for Administrative Development & Capacity Building	Finance	86,500	86,500
Amana Company for Agricultural and Industrial Investments	Finance	33,917	33,917
Arab Int'l Food & Factories & Investments Co.	Exp. & insu.	9,774	9,619
Jordanian Real Estate Co. for Development	Exp. & insu.	2,416	13,140
Ettihad Schools Co.	Exp. & insu.	61,150	46,096
Alomana Company for Investment and Portfolio	Exp. & insu.	7,058	6,562
The Hardworking Student Company for Stationery	Finance	59,744	-
Total		3,436,633	2,749,645
Deduct : expected credit losses		(120,418)	(120,418)
Net		3,316,215	2,629,227

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

	Type of transaction	30-Jun-2023	31-Dec-2022
		JD	JD
		(Reviewed)	(Audited)
<u>Associates</u>			
Trans World Information Technology Co.	S. wares & insu.	88,509	86,769
Haman Real Estate Company	Rents	16,357	1,175
Total		104,866	87,944

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

	Type of transaction	30-Jun-2023	30-Jun-2022
		JD	JD
<u>Associates</u>			
Alomana Company for Investment and Portfolio Management	Health ins. Revenue	443	201
Ettihad Schools Co.	Health ins. Revenue	18,753	13,691
Jordanian Real Estate Co. for Development	Health ins. Revenue	2,141	830
Total		21,337	14,722

D. Wages , allowances and other benefits for senior executive managements :

	30-Jun-2023	30-Jun-2022
	JD	JD
Wages & other benefits	591,990	651,183

24- Risk management

The company is exposed in general to financial risks, credit risks, liquidity risks and market risks, and in general, the goals and policies of the company in managing the financial risks to which the financial statements are exposed, and they have been disclosed in the financial statements as well as the financial statements of the company as well On **December 31, 2021**.

25- Subsequent events

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

26- Comparative figures

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