

**ARAB INTERNATIONAL COMPANY FOR EDUCATION AND INVESTMENT  
(PUBLIC SHAREHOLDING COMPANY)  
AMMAN - JORDAN**

**CONSOLIDATED FINANCIAL STATEMENTS  
TOGETHER WITH INDEPENDENT  
AUDITOR'S REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2025**

ARAB INTERNATIONAL COMPANY FOR EDUCATION AND INVESTMENT  
(PUBLIC SHAREHOLDING COMPANY)  
AMMAN - JORDAN

CONSOLIDATED FINANCIAL STATEMENTS  
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AUDITOR'S REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2025

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## INDEPENDENT AUDITOR'S REPORT

### 31 December 2025

To the shareholders of Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

#### Report on the Audit of the Consolidated Financial Statements

##### Opinion

We have audited the consolidated financial statements of Arab International Company for Education and Investment and its subsidiaries, "The Group", which comprise of:

- The consolidated statement of financial position as at 31 December 2025.
- The consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders' equity, and consolidated statement of cash flows for the year then ended; and
- Notes to the consolidated financial statements, including material accounting policies information.

In our opinion the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at 31 December 2025, its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with IFRS Accounting standards as issued by the International Accounting Standards Board (IFRS Accounting Standards).

##### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Group in accordance with "the International Ethics Standards Board for Accountants" Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with this Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

31 December 2025

To the shareholders of Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

### Key Audit Matters

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

### 1 Revenues

#### Basic audit matter

Tuition fees revenue amounted to JD 25,005,857 for the year ended 31 December 2025, representing 66% of the total revenue. Tuition fees constitute the Group's primary source of revenue, and their recognition involves complexity and a significant degree of professional judgment. This is mainly due to the overlap of tuition revenues between two fiscal years, as academic semesters often extend across the financial year-end.

Accordingly, determining the appropriate timing for revenue recognition in line with IFRS 15 "Revenue from Contracts with Customers" requires careful application of accounting policies, particularly in identifying the services rendered within a specific period and allocating the corresponding revenue to the correct accounting period.

#### Related Disclosures

Note No. (23) regarding the attached consolidated financial statements.

#### Audit response

Audit procedures included understanding and evaluating revenue recognition policies for tuition and other fees, reviewing the details of overlapping revenues between two fiscal years, and verifying the accuracy of their allocation. They also included reconciling revenues in the student financial claims statement with accounting records. The procedures also included analyzing changes in tuition revenues with prior periods and assessing the adequacy of related disclosures in the financial statements.



## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

**31 December 2025**

**To the shareholders of Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan**

### **2 Investment properties**

#### **Basic audit Matter**

The value of investment properties amounted to approximately JD 6,446,175 as of 31 December 2025, representing 6% of total assets. Determining the fair value of these properties requires a significant level of professional judgment, as the valuation relies on market estimates and factors that may be influenced by several external conditions.

#### **Related Disclosures**

Note No. (8) regarding the attached consolidated financial statements.

#### **Audit Response**

Our audit procedures included reviewing the valuation bases adopted by the Group's management in determining the fair value of investment properties, which were assessed by independent real estate appraisers in accordance with the requirements of International Accounting Standard No. 40 "Investment property". We also reviewed the valuation reports and discussed the key assumptions used in determining fair value, including market factors and future expectations. In addition, we assessed the appropriateness and adequacy of the related disclosures in the consolidated financial statements.

### **3 Investments in associates**

#### **Basic audit Matter**

The Group's investments in associates amounted to approximately JD 47,013,469 as of 31 December 2025, representing 43% of the Group's total assets. These investments are accounted for using the equity method in accordance with the requirements of IAS 28.

The application of the equity method requires significant professional judgment, particularly in determining the Group's share of results and assessing whether there are any indicators of impairment of these investments.

Given the materiality of this balance and its impact on the Group's results, as well as the level of judgment involved, this matter was considered to be of most significance in our audit.

#### **Related Disclosures**

Note No. (6) regarding the attached consolidated financial statements.





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## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

31 December 2025

To the shareholders of Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

### Audit Response

Our audit procedures included obtaining an understanding of the nature of the associated companies and evaluating the appropriateness of the accounting policies applied by the Group in relation to investments in associates. We also verified the Group's share of the results of operations and changes in equity of the associated companies and compared them to the ownership percentage.

In accordance with the requirements of International Standard on Auditing (ISA) 600, we coordinated with the component auditors, where applicable, and evaluated their competence and independence. We also reviewed their working papers and discussed significant findings to ensure the sufficiency and appropriateness of the audit evidence obtained in relation to the financial information of the associated companies.

In addition, we tested the accuracy of the Group's share of the results of operations of the associated companies, reviewed the available financial information, and evaluated the adequacy of the related disclosures in the consolidated financial statements.

### Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report for the year 2025 except the Consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information that we have not been provided with yet and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If based on the work we have performed, we conclude that there is a material misstatement of this other information that we have not been provided with yet, we are required to report that fact.



## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

**31 December 2025**

**To the shareholders of Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan**

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

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

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

Those charged with governance are responsible for overseeing the group financial reporting process.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements (Continued)**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

31 December 2025

To the shareholders of Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements we are responsible for the direction supervision and completion of the company's audit we remain a absolutely responsible for the audit option.

We communicated with those charged with governance regarding other matters, the planned scope, timing of the audit and significant audit findings, including any significant deficiencies in internal control that have been identified during our audit.

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

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





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## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

31 December 2025

To the shareholders of Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

### Report on Other Legal and Regulatory Requirements

The Group maintains proper accounting records, and the accompanying consolidated financial statements are in agreement therewith, we recommend the General Assembly to approve them.

Samman & Co.



Ahmad Ramahi  
License No. (868)

25 March 2026  
Amman - Jordan



Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

Consolidated statement of financial position  
As at 31 December 2025

	Note	31 December 2025 JD	31 December 2024 JD Restatement Note No (35)	1 January 2024 JD Restatement Note No (35)
<b>Assets</b>				
<b>Non-current assets</b>				
Investments in associates	(6)	47,013,469	41,711,786	44,394,286
Property and equipment	(7)	34,213,981	31,583,316	20,431,079
Investment properties	(8)	6,446,175	6,446,175	7,492,570
Projects under construction	(9)	2,927,003	2,254,266	10,678,027
Advance payments for solar energy project	(10)	5,292,307	3,352,899	3,189,939
Intangible assets	(11)	56,433	40,841	7,753
Financial assets at fair value through OCI	(12)	107,549	127,792	120,486
Right of use assets	(13)	-	27,604	55,208
		<u>96,056,917</u>	<u>85,544,679</u>	<u>86,369,348</u>
<b>Current assets</b>				
Cash and cash equivalents	(14)	1,164,611	945,522	706,804
Investment deposits at banks	(15)	5,006,313	5,006,002	5,005,705
Students and other receivables	(16)	6,394,344	4,706,141	4,654,237
Financial assets at fair value through profit or loss	(17)	415,838	404,169	422,343
Due from related parties	(30)	166,995	194,017	173,700
Inventory		879,914	578,408	492,641
		<u>14,028,015</u>	<u>11,834,259</u>	<u>11,455,430</u>
<b>Total assets</b>		<u>110,084,932</u>	<u>97,378,938</u>	<u>97,824,778</u>

 



Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

Consolidated statement of financial position (Continued)  
As at 31 December 2025

	Note	31 December 2025 JD	31 December 2024 JD Restatement Note No (35)	1 January 2024 JD Restatement Note No (35)
<b>Shareholders' equity and liabilities</b>				
<b>Shareholders' equity</b>	(18)			
Share capital		40,500,000	40,500,000	40,500,000
Statutory reserve		10,125,000	10,125,000	10,125,000
Fair value Reserve		4,135,214	(1,038,052)	587,467
Retained earnings		29,219,280	23,272,237	22,477,930
		83,979,494	72,859,185	73,690,397
Non-controlling interest		19,971	12,483	1,635
<b>Total Shareholders' equity</b>		<b>83,999,465</b>	<b>72,871,668</b>	<b>73,692,032</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Provisions	(19)	1,153,705	1,879,897	1,703,336
Bank loans and facilities	(20)	576,087	523,606	-
Postdated cheques		-	-	39,527
Lease liabilities	(13)	-	-	32,288
		1,729,792	2,403,503	1,775,151
<b>Current liabilities</b>				
Bank loans and facilities	(20)	13,942,313	13,647,638	15,302,792
Unearned revenues		5,913,572	4,542,704	3,448,493
Trade and other payables	(21)	2,263,560	2,062,401	2,042,348
Due to related parties	(30)	88,537	88,610	278,418
Lease liabilities	(13)	-	30,015	25,262
Income tax provision	(22)	2,147,693	1,732,399	1,260,282
		24,355,675	22,103,767	22,357,595
<b>Total liabilities</b>		<b>26,085,467</b>	<b>24,507,270</b>	<b>24,132,746</b>
<b>Total shareholders' equity and liabilities</b>		<b>110,084,932</b>	<b>97,378,938</b>	<b>97,824,778</b>

The consolidated financial statements on pages [1] to [35] were approved and authorized for issue by the Board of Directors on 24 March 2026 and were signed by:

Dr. Haitham Abu Khadija  
Deputy chairman of the board






Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan

**Consolidated statement of profit or loss and other comprehensive income**  
**For the year ended 31 December 2025**

	Note	2025 JD	2024 JD
Revenue	(23)	37,714,475	30,805,927
Other income (Net)	(24)	1,336,554	1,160,229
Salaries, wages and benefits	(25)	(14,033,346)	(11,873,893)
Depreciation and amortization	(26)	(3,298,495)	(2,484,465)
Scientific research expenses		(1,147,709)	(1,067,873)
Subscriptions and Licenses		(1,360,598)	(937,674)
Utilities and fuel		(1,416,808)	(1,191,010)
Student scholarship		(684,072)	(547,038)
Provisions	(19)	346,590	(176,561)
Other expenses	(27)	(4,135,774)	(2,587,660)
Expected credit losses	(16)	-	(873,566)
Impairment of solar energy project	(10)	-	(117,040)
Impairment of investment properties	(8)	-	(1,046,395)
Impairment of Investments in associates	(29)	-	(148,825)
<b>Operating profit</b>		<b>13,320,817</b>	<b>8,914,156</b>
Finance cost	(28)	(1,174,295)	(1,205,996)
The company's share of the results of associates	(29)	199,439	(821,234)
<b>Profit for the year before tax</b>		<b>12,345,961</b>	<b>6,886,926</b>
Income tax for the year	(22)	(2,601,198)	(2,141,441)
<b>Profit for the year</b>		<b>9,744,763</b>	<b>4,745,485</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss:</b>			
Change in fair value reserves	(31)	5,226,258	(1,618,938)
<b>Total comprehensive income</b>		<b>14,971,021</b>	<b>3,126,547</b>
<b>Profit for the year attributable to:</b>			
Shareholders		9,737,275	4,740,214
Non-controlling interest		7,488	5,271
		<b>9,744,763</b>	<b>4,745,485</b>
<b>Total comprehensive income attributable to:</b>			
Shareholders		14,963,533	3,121,276
Non-controlling interest		7,488	5,271
		<b>14,971,021</b>	<b>3,126,547</b>
<b>Basic and diluted share of profit for the year - JD/share</b>	(32)	<b>0.241</b>	<b>0.117</b>

**Arab International Company for Education and Investment**  
**(Public Shareholding Company)**  
**Amman - Jordan**

**Consolidated statement of changes in shareholders' equity**  
**For the year ended 31 December 2025**

	Share capital JD	Statutory reserve JD	Fair Value Reserve JD	Retained earnings		Total shareholders' equity of the parent company JD	Non-controlling interest JD	Total equity JD
				Realized JD	Unrealized JD			
<b>2025</b>								
Balance at 1 January 2025	40,500,000	10,125,000	(1,038,052)	19,576,410	3,695,827	72,859,185	12,483	72,871,668
Profit of the year	-	-	-	9,381,217	356,058	9,737,275	7,488	9,744,763
Other comprehensive Income	-	-	5,226,258	-	-	5,226,258	-	5,226,258
Reverse of fair value reserve of retained earnings	-	-	(37,963)	37,963	-	-	-	-
The company's share of reverse of fair value reserve of retained earnings in associate companies	-	-	(7,530)	-	7,530	-	-	-
Dividends - Note (18)	-	-	-	(4,050,000)	-	(4,050,000)	-	(4,050,000)
The effect of increased percentage of ownership in an associate company - Note(6)	-	-	(7,499)	-	58,974	51,475	-	51,475
The company's share of the profits from the reduction of the associate's capital - Note (6)	-	-	-	-	155,301	155,301	-	155,301
Dividends distributed by associate companies - Note (6)	-	-	-	301,636	(301,636)	-	-	-
Balance at 31 December 2025	40,500,000	10,125,000	4,135,214	25,247,226	3,972,054	83,979,494	19,971	83,999,465



Consolidated statement of changes in shareholders' equity (Continued)

For the year ended 31 December 2025

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**Arab International Company for Education and Investment**  
**(Public Shareholding Company)**  
**Amman - Jordan**

**Consolidated statement of cash flows**  
**For the year ended 31 December 2025**

	Note	2025 JD	2024 JD
<b>Operating activities</b>			
Profit for the year before tax		12,345,961	6,886,926
Adjustments for:			
Depreciation and amortization	(26)	3,298,495	2,484,465
Expected credit losses	(16)	-	873,566
The company's share of the results of associates	(29)	(199,439)	821,234
Impairment of Investments in associates	(29)	-	148,825
Dividends from investments in shares	(24)	(29,538)	(33,270)
Unrealized gains on financial assets at fair value through profit or loss	(17)	(11,669)	(6,365)
Impairment of financial assets at fair value through profit or loss	(17)	-	24,539
Provisions	(19)	(346,590)	176,561
Impairment of investment properties	(8)	-	1,046,395
Impairment of solar energy project	(10)	-	117,040
Gain from selling property and equipments	(24)	(37,400)	(11,785)
Finance cost	(28)	1,174,295	1,205,996
		<u>16,194,115</u>	<u>13,734,127</u>
Students and other receivables	(16)	(1,688,203)	(925,471)
Due from related parties	(30)	27,022	(20,317)
Inventory		(301,506)	(85,767)
Trade and other payables	(21)	201,159	(19,474)
Due to related parties	(30)	(73)	(189,808)
Unearned revenues		1,370,868	1,094,211
Paid from provisions	(19)	(379,602)	-
<b>Cash generated from operations</b>		<u>15,423,780</u>	<u>13,587,501</u>
Income tax paid	(22)	(2,185,904)	(1,669,324)
<b>Net cash flows from operating activities</b>		<u>13,237,876</u>	<u>11,918,177</u>
<b>Investing activities</b>			
Purchases of property and equipment	(7)	(4,243,884)	(3,553,754)
Purchase of intangibles assets	(11)	(27,927)	(16,263)
Cash proceed from sale of property and equipment		42,636	14,734
Cash proceed from sale of share	(12)	49,397	20,079
Projects under construction	(9)	(2,323,310)	(1,651,356)
Advance payments for solar energy project	(10)	(1,939,408)	(280,000)
Dividends from investments in shares	(24)	29,538	33,270
Dividends received from associate companies	(6)	301,636	194,262
Purchase of shares in associate companies	(6)	-	(25,055)
<b>Net cash used in investing activities</b>		<u>(8,111,322)</u>	<u>(5,264,083)</u>
<b>Financing activities</b>			
Bank loans and facilities	(20)	347,156	(1,131,548)
Dividends	(18)	(4,050,000)	(4,050,000)
Payments on lease liability	(13)	(30,015)	(27,535)
Finance cost	(28)	(1,174,295)	(1,205,996)
<b>Net cash used in financing activities</b>		<u>(4,907,154)</u>	<u>(6,415,079)</u>
Net change in cash and cash equivalents during the year		219,400	239,015
Cash and cash equivalents at beginning of the year		<u>5,951,524</u>	<u>5,712,509</u>
<b>Cash and cash equivalents at end of the year</b>	(33)	<u><u>6,170,924</u></u>	<u><u>5,951,524</u></u>



**Arab International Company for Education and Investment  
(Public Shareholding Company)  
Amman - Jordan**

**Notes forming part of the consolidated financial statements  
For the year ended 31 December 2025**

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**1) General**

Arab International Company for Education and Investment was established on 20 November 1989 as a Public Shareholding Company under registration No. (208).

The Group's main activity is in the university education sector under the name of the Applied Science University, which started its teaching activity on 13 October 1991. The address of the company in Jordan - Amman.

The attached financial statements were approved by the Board of Directors' resolution dated 24 March 2026.

The following are the names of the Board of Director's members:

<u>Name</u>	<u>Position</u>
Hejra Mohammed Al-Faris Hammad	Chairman
Haitham Abdullah AbdulHalim Abu Khadija	Deputy chairman
Muhammad Abdullah Abdul Halim Abu Khadija	Board Member
Nabil Hamdi Muhammad Al-Qawqa	Board Member
Muhammad Muhammad Abdul Hadi Abu Muailesh	Board Member
Alaa El-Din Abdul Karim Saeed Al-Tamam	Board Member
Sahar Abdullah Abdul Halim Abu Khadija	Board Member
Ibrahim Abdullah Abdul Halim Abu Khadija	Board Member
"Muhammad Fawaz" "Muhammad Shaker" Salim Abu Al-Nasr	Board Member
Heba Abdullah Abdul Halim Abu Khadija	Board Member
Ahmad Abdullah Abdul Halim Abu Khadija	Board Member
Sawsan Abdullah Abdul Halim Abu Khadija	Board Member

**2) Basis of preparation**

The significant accounting policies adopted in the preparation of the consolidated financial statements are set out in Note (3). The policies have been consistently applied to all the years presented, unless otherwise stated.

The consolidated financial statements are presented in JD, which is also the Group's functional currency. Amounts are rounded to the nearest JD.

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards, International Accounting Standards and Interpretations (collectively IFRSs) as adopted by the Jordanian laws.

The preparation of consolidated financial statements in compliance with adopted IFRS requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the Group's accounting policies. The areas where significant judgments and estimates have been made in preparing the consolidated financial statements and their effect is disclosed in note (4).

*Basis of measurement*

The consolidated financial statements have been prepared on a historical cost basis, except for financial assets at fair value through profit or loss, details of which are shown in their respective accounting policies.



Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

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**Changes in accounting policies**

**a) New standards, interpretations and amendments adopted from 1 January 2025:**

The following amendments are effective for the period beginning 1 January 2025:

- Lack of exchangeability (Amendment to IAS 21 The Effects of Changes in Foreign Exchange Rates);  
On 15 August 2023, the IASB issued Lack of Exchangeability which amended IAS 21 The Effects of Changes in Foreign Exchange Rates (the Amendments). The Amendments introduce requirements to assess when a currency is exchangeable into another currency and when it is not. The Amendments require an entity to estimate the spot exchange rate when it concludes that a currency is not exchangeable into another currency.

These amendments had no effect on the consolidated financial statements of the Group.

The following illustrative examples have been issued during 2025 with no effective date:

- Illustrative examples on reporting uncertainties in financial statements:  
On 28 November 2025, the IASB issued Disclosures about Uncertainties in the Financial Statements - Illustrative examples, which amended multiple IFRS Accounting Standards to include illustrative examples demonstrating how companies can apply IFRS Accounting Standards when reporting the effects of uncertainties in their financial statements. The illustrative examples are accompanying materials to IFRS Accounting Standards and do not have an effective date. The IASB had issued a near-final staff draft of the illustrative examples in July 2025. The Group has considered these illustrative examples in its preparation of the consolidated financial statements and no additional disclosures or changes in presentation were considered necessary.

**b) New standards, interpretations and amendments not yet effective:**

There are a number of standards, amendments to standards, and interpretations which have been issued by the IASB that are effective in future accounting periods that the Group has decided not to adopt early.

The following amendments are effective for the annual reporting period beginning 1 January 2026:

- Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments Disclosures)
- Contracts Referencing Nature -dependent Electricity (Amendments to IFRS 9 and IFRS 7).

The following standards and amendments are effective for the annual reporting period beginning 1 January 2027:

- IFRS 18 Presentation and Disclosure in Financial Statements
- IFRS 19 Subsidiaries without Public Accountability: Disclosures.

The Group is currently assessing the effect of these new accounting standards and amendments.

IFRS 18 Presentation and Disclosure in Financial Statements, which was issued by the IASB in April 2024 supersedes IAS 1 and will result in major consequential amendments to IFRS Accounting Standards including IAS 8 Basis of Preparation of Financial Statements (renamed from Accounting Policies, Changes in Accounting Estimates and Errors).



Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

Even though IFRS 18 will not have any effect on the recognition and measurement of items in the consolidated financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. These changes include:

- Categorisation and sub-totals in the statement of profit or loss,
- Aggregation/disaggregation and labelling of information,
- Disclosure of management-defined performance measures.

The Group does not expect to be eligible to apply IFRS 19.

**3) Accounting policies**

**Basis of consolidation statements**

When the company has control over an investee, it is classified as a subsidiary. The company controls an investee if all three of the following elements are present:

- Control over the investee
- Exposure to variable returns from the investee and;
- The investor ability to use its power to impact those variable returns.

Control is reassessed whenever facts and circumstances indicate that there may be a change in any of these elements of control.

De Facto control exists when the company has the practical ability to direct the relevant activities of the investee without holding a majority of the voting rights. In determining whether de facto control exists, the company considers all relevant facts and circumstances, including:

- The size of the Company's voting rights relative to the size and dispersion of other parties holding voting rights
- Potential voting rights held by the Company and other parties
- Other contractual arrangements, and
- Historical patterns of voting attendance.

The consolidated financial statements present the operating results of the Company and its subsidiaries (the "Group") as if they formed a single entity. Accordingly, intra-group transactions and balances are eliminated in their entirety. The consolidated financial statements include the results of business combinations using the acquisition method. The acquired entity's identifiable assets, liabilities, and potential liabilities are initially recognized in the statement of financial position at their fair values at the acquisition date.

The results of acquired operations are included in the consolidated statement of comprehensive income from the date on which control is obtained. They are deconsolidated from the date on which control ceases.

The subsidiaries included in the consolidated financial statement are as follows:

Company name	Country of establishment	Main activity	Ownership%
Modern Jordan Medical University	Jordan	Establishing a medical university	98%
Al Taleb Al Mujtahid Stationery Company	Jordan	Selling stationery and books	55%
Arab Public Science Company	Saudi Arabia	Establish a university	100%

**Revenue**

Revenue is recognized when educational and administrative services are provided and the student receives benefits. main revenue includes tuition, registration fees, campus activities, and other services, including transportation. Revenue is recognized when accrued and linked to the relevant financial period, while any amounts received in advance are recorded as deferred revenue until the service is rendered.



Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

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**Impairment of non-financial assets**

Non-financial assets are subject to an impairment test when an event or change in circumstances appears, which is an indication that the value of the carrying assets is likely or not recoverable. An asset is reduced when its carrying value exceeds its recoverable value (the value in use or fair value minus the cost of sale, whichever is higher). Impairment is recognized in the consolidated financial statements of profit or loss and other comprehensive income.

**Investment in associates**

An associate is an entity over which the investor has significant influence and that is neither a subsidiary nor an interest in a joint venture. Significant influence is the power to participate in the financial and operating policy decisions of the investee.

The entity investment in its associate is accounted for under the equity method of accounting. Under the equity method, the investment in an associate is initially recognized at cost and the carrying amount is increased or decreased to recognize the investors share of the profit or loss of the investee is recognized in the investors profit or loss. Distributions received from an investee reduce the carrying amount of the investment.

The group determines whether it is necessary to record impairment losses in the value of the group investment in its associates. The group determines, at the date of each financial period, whether there is any objective evidence that the investment in the associate has decreased in value. If such evidence is found, the group calculates the amount of the decrease in value as the difference between the recoverable value of the associate and its book value, and this amount is included in the consolidated statement of profit or loss and other comprehensive income.

**Foreign currencies**

Transactions entered by the Group in a currency other than the currency of the primary economic environment in which they operate (functional currency- Jordanian Dinar) are recorded at the rates ruling when the transactions occur. Foreign currency monetary assets and liabilities are translated at the rates ruling at the reporting date. Exchange differences arising on the retranslation of unsettled monetary assets and liabilities are recognized immediately in the statement of profit or loss and other comprehensive income. Non-monetary assets and liabilities recognized at cost are translated at rates ruling at the date of transaction, where non-monetary items recognized at fair value translated at rates of valuation date, valuation of profit or loss are recognized as part of the intended fair value.

**Financial assets:**

*Financial assets measured at amortized cost*

The Group classifies financial assets at amortized cost based on the business model in which a financial asset is managed and its contractual cash flow characteristics and when both of the following conditions are met:

1. It's held within a business model whose objective is to hold assets for collection of future cash flows.
2. Its contractual terms cause, on specified dates, cash flows that are solely payments of principal and interest on the principal amount outstanding.

These assets are subsequently measured at amortized cost using the effective interest method. The amortized cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in the consolidation statement of profit or loss. Gains or losses on disposal of financial assets are recognized in the consolidation statement of profit or loss.



Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

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The consolidated financial assets at amortized cost include Students and other debit balances, cash and cash equivalents, investment deposits at banks and due from related parties.

Cash and cash equivalents includes cash on hand, upon request deposit at banks, and other short-term highly liquid investments with maturities of three month or less.

*Financial assets through other comprehensive income*

The Group has elected to classify a portion of its investments in listed entities that are not recognized as subsidiaries, associates, or joint ventures at fair value through other comprehensive income (FVTOCI) (this designation is irrevocable) rather than through profit or loss, as the Group believes this classification most closely represents the business model for these assets.

These assets are initially recognized at fair value, and any directly attributable transaction costs are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividends represent a recovery of part of the cost of the investment. Other net gains and losses are recognized in other comprehensive income and are never reclassified to profit or loss.

*Financial assets through profit or loss*

The Group has elected to classify a portion of its investments in listed companies that are not recognized as subsidiaries, associates, or joint ventures at fair value through profit or loss, as the Group believes this classification most closely represents the business model of these assets.

These assets are initially recognized at cost and subsequently measured at fair value. Net gains and losses from revaluation are recognized in the statement of profit or loss.

*Expected credit loss*

The Group applies the IFRS (9) simplified approach to measuring expected credit losses using a lifetime expected credit loss provision for student receivables and contract assets. To measure expected credit losses on a collective basis, trade receivables and contract assets are grouped based on similar credit risk and aging. The contract assets have similar risk characteristics to the trade receivables for similar types of contracts.

The expected loss rates are based on the Group's historical credit losses experienced during the period leading up to the period-end.

**Financial liabilities**

*Trades and other payables*

Trades and other payables initial recognized in the fair value and listed later in the amortized cost using effective interest rate method.

*Loans and Bank Facilities*

The initial recognition is in the net fair value after subtracting the cost of getting these loans such these liabilities that have interest measured later by amortized cost using the effective interest rate method. The borrowing cost include initial costs, the premium that paid once the loan settle, and interest accrued through the liability period.

**Capital**

Financial instruments issued by the Group are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset.



Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

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**Employees benefits**

The Group's contribution to the defined employees benefit schemes are recognized in the consolidated profit or loss and other comprehensive income in the year to which it relates.

**Borrowing Costs**

Interest on loans and bank facilities is recognized in the consolidated statement of profit or loss and other comprehensive income for the period in which such costs are incurred. The Group has not incurred any financing costs that qualify for capitalization.

**Property and equipment**

Items of property and equipment are initially recognized at cost. In addition to the purchase price, cost includes directly attributable costs that sets the asset in a condition that enables it to achieve the purpose which it was purchased for, in addition to the present value of the estimated costs that cannot be avoided in the future, such as: dismantling and removing the asset, which are recorded as provisions.

Land are not depreciated. Depreciation is provided on all other property and equipment so as to write off their carrying value over their expected useful economic lives. It is provided at the following rates:

<u>Asset</u>	<u>Depreciation Percentage %</u>
Buildings and constructions	2-20
Laboratory equipment and office equipment	12-20
Furniture and fixture	10-15
Scientific research devices	10-20
Vehicles	10-15
Books and periodicals	5
Other	10-30

Items of property and equipment are derecognized upon disposal or when the items are permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the assets) is included in profit or loss in the period in which the asset is derecognized.

**Investment Properties**

Investment properties are initially recognized at cost, which includes, in addition to the purchase cost, all direct costs associated with the asset. Subsequently, the cost model is used, whereby investment properties are stated at cost less impairment losses, so that the fair value of investment properties is disclosed at the date of the Group's consolidated financial statements.

Land is not depreciated.

**Intangible Assets**

Intangible assets acquired of the Group are recognized at cost. These intangible assets are amortized on a straight-line basis over their useful life at a rate of 20% annually.

**Lease contracts**

Lease liability:

The group measures the lease liabilities at the present value of the contractual payments owed to the lessor during the lease period using the interest rate implicit in the lease if this can be easily determined, and if that rate cannot be easily determined, the Group uses the incremental borrowing rate (9%) On the commencement date of the lease, the Company's incremental borrowing rate is the rate at which a similar borrowing can be obtained from an independent creditor under comparable terms and conditions.



Notes forming part of the consolidated financial statements (Continued)  
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Right-of-use asset:

The Group makes the initial measurement of the right of use the asset with the value of the lease liability minus any incentives received, in addition to the following:

- Any lease payments made on or before the commencement date of the lease.
- Any initial direct costs incurred.
- The value of any provision recognized when it is contractually required by the Group to dismantle, remove or return the leased asset to its original condition.

Upon the subsequent measurement of the lease liabilities, the lease liabilities is increased as a result of the interest charged at a fixed rate on the outstanding balance, and the lease liabilities is reduced by the lease payments paid. The right of use asset is amortized on a straight-line basis over the remaining contractual period or the remaining productive life of the asset if it is shorter than the lease term (this rarely happens).

**Inventory**

Inventory is initially recognized at cost and subsequently at the lower of cost or net realizable value. Cost includes the total cost of acquisition, costs of conversion, and other costs directly attributable to bringing inventory to its present location and condition. Cost is calculated using the weighted average method.

**Provisions**

Provisions are recognized when the Group has a present obligation (legal or constructive) as result of past events, the settlement of the obligations is probable, and the amount of those obligations can be estimated reliably.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the statement of financial position date, considering the risk and uncertainties surrounding the obligation.

When it is expected that some or all of the consideration required to settle the provision, will be recovered from another party, a receivable is recognized within the assets if the receipts certain and the liability, can be measured reliably.

**4) Critical accounting estimates and judgment**

The Group makes certain estimates and assumptions regarding the future. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual experience may differ from these estimates and assumptions. The following are some significant accounting estimates used in the preparation of the consolidated financial statements:

Lawsuits

The Group reviews unsolved legal cases by monitoring developments in legal proceedings at each reporting date to assess the need for provisions or disclosures in the consolidated financial statements. Factors to consider when making provisions include the nature of the lawsuits and proceedings initiated, particularly between the date of the consolidated financial statements and the date of issuance of these statements. It is also important to obtain the opinion of legal counsel on the case and review the decisions of the Group's management.

Expected credit loss

The Group recognized the expected credit losses of the financial assets at amortized cost using the simplified approach according to IFRS (9), which requires the management to use an important estimates and assumptions as disclosed in the accounting policy of the financial instruments in Note (3).



Notes forming part of the consolidated financial statements (Continued)  
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*Property and equipment*

The Group reviews the estimated useful life of property and equipment and the depreciation methods to verify that it reflects the used economic benefits and in case there is a difference it will be treated as changes in estimates in the year of change and subsequent years.

*Income tax*

The Group is subject to income tax and significant judgment is required in determining the provision for income taxes. During the ordinary course of business, there are transactions and calculations for which the ultimate tax determination is uncertain. As a result, the Group recognizes tax liabilities based on estimates of whether additional taxes and interest will be due. The group believes that its tax dues are sufficient for all years of auditing, based on the interpretation of the tax law with the assistance of the tax advisor.

*Fair Value Measurement*

The Group measured the fair value of financial assets classified as fair value through profit or loss and other comprehensive income, as well as the fair value of other assets. The Group disclosed significant estimates in the relevant notes.

**5) Financial instruments - Risk management**

The Group is exposed through its operations to the following risks:

- Credit risks
- Market risks
- Liquidity risks

In common with all other businesses, the Group is exposed to risks that arise from its use of financial instruments. This note describes the Group objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these consolidated financial statements.

There have been no substantive changes in the Group exposure to financial instrument risks, its objectives, policies and processes for managing those risks or the methods used to measure them unless otherwise.

**(i) Principal financial instruments**

The principal financial instruments used by the Group, from which financial instrument risk arises, are as follows:

- Cash and cash equivalents
- Investment deposits at banks
- Students and other debit balances
- Due from related parties
- Financial assets at fair value through OCI
- Financial assets at fair value through profit or loss
- Trade and other payables
- Bank loans and facilities
- Due to related parties



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(ii) Financial instruments by category:

	At fair value through profit or loss		At amortized cost		At fair value through other comprehensive income	
	2025	2024	2025	2024	2025	2024
	JD	JD	JD	JD	JD	JD
<b>Financial assets</b>						
Cash and cash equivalents	-	-	1,164,611	945,522	-	-
Investment deposits at banks	-	-	5,006,313	5,006,002	-	-
Students and other debit balances	-	-	3,862,873	2,829,542	-	-
Due from related parties	-	-	166,995	194,017	-	-
Financial assets at fair value through OCI	-	-	-	-	107,549	127,792
Financial assets at fair value through profit or loss	415,838	404,169	-	-	-	-
	<u>415,838</u>	<u>404,169</u>	<u>10,200,792</u>	<u>8,975,083</u>	<u>107,549</u>	<u>127,792</u>
<b>Financial liabilities</b>						
Bank loans and facilities	-	-	14,518,400	14,171,244	-	-
Trade and other payables	-	-	1,759,118	1,571,468	-	-
Due to related parties	-	-	88,537	88,610	-	-
	<u>-</u>	<u>-</u>	<u>16,366,055</u>	<u>15,831,322</u>	<u>-</u>	<u>-</u>

(iii) Financial instruments not measured at fair value

A financial instrument not measured at fair value includes cash and cash equivalents, investment deposits at banks, students and other receivables, due from related parties, bank loans and facilities, trade and other payables and due to related parties.

Due to their nature as short - term instruments, the carrying value of the financial instruments above approximates their fair value.

**General objectives, policies and procedures**

The Group management has overall responsibility for the determination of the Group risk management objectives and policies, whilst retaining ultimate responsibility for them.

The overall objective of the Board is to set policies that seek to reduce risk as far as possible without unduly affecting the Group competitiveness and flexibility. Further details regarding these policies are set out below:

**Credit Risk**

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Group's exposure to this type of risk is primarily from student receivable. Credit risk is mitigated by continually reviewing student receivables, tracking their collection, ensuring adequate provisions are in place, and verifying that students have settled their outstanding dues from previous semesters before registering for the next semester or before completing graduation procedures if the student has completed university education requirements.

Notes forming part of the consolidated financial statements (Continued)  
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Credit risk also arises from cash and cash equivalents. The Group deals with banks with appropriate credit ratings.

**Market risks**

Market risk arises from the Group use of interest bearing, tradable and foreign currency financial instruments. It is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in interest rates (interest rate risk), foreign exchange rates (currency risk) or other market factors (another price risk).

**Interest Rate or Fair Value Risk**

Financial instruments and loans that carry variable interest rates expose the Group to interest rate risk on future cash flows. The Group is not exposed to interest rate risk because it uses financial instruments that do not carry variable interest rates.

**Currency Risk**

Currency risk arises when the Group enters into financial transactions in currencies other than its functional currency. The Group is not exposed to this type of risk as there are no amounts expected to be settled in a foreign currency, except for the USD and SAR, which does not involve risk because the JD is pegged to the USD and SAR.

**Other Market Price Risk**

Other market risks arise when the Group enters into investments in the financial instruments of other companies. The Group is exposed to this risk because it owns investments in the equity of other companies. The effect of a 5% increase in the value of financial assets at fair value through other comprehensive income and financial assets at fair value through profit or loss at the date of the consolidated financial statements, keeping all other variables constant, will result in an increase in the value of investments by an amount of 26,169 JD for the year 2025 (2024: 26,598 JD), and a 5% decrease in value will result in a decrease of the same percentage and value.

**Liquidity risk**

Liquidity risk arises from the Group's management of working capital. It is the risk that the Group will encounter difficulty in meeting its financial obligations as they fall due.

The Group's policy is to ensure that it will always have sufficient cash to allow it to meet its liabilities when they become due. The following table sets out the contractual maturities (representing undiscounted contractual cash-flows) of financial liabilities:

	Until year	More than year	Total
	JD	JD	JD
<b>As at 31 December 2025</b>			
Bank loans and facilities	13,942,313	576,087	14,518,400
Trade and other payables	1,869,432	394,128	2,263,560
	<u>15,811,745</u>	<u>970,215</u>	<u>16,781,960</u>
<b>As at 31 December 2024</b>			
Bank loans and facilities	13,647,638	523,606	14,171,244
Trade and other payables	1,731,493	330,908	2,062,401
	<u>15,379,131</u>	<u>854,514</u>	<u>16,233,645</u>



Notes forming part of the consolidated financial statements (Continued)  
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**Capital Management**

The Group monitors "adjusted capital" which comprises all components of shareholder's equity (Share capital, statutory reserve, and retained earnings). The Group objectives when maintaining capital are:

- To safeguard the group ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders.
- To provide an adequate return to shareholders by pricing products and services commensurately with the level of risk.

The Group's manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, reduce or increase the capital, or sell some assets to reduce debt. The adjusted debt-to-equity ratio as of 31 December is as follows:

	2025	2024
	JD	JD
Bank loans and facilities	14,518,400	14,171,244
Lease liabilities	-	30,015
<b>Total</b>	<b>14,518,400</b>	<b>14,201,259</b>
Deduct: cash and cash equivalents	(1,164,611)	(945,522)
<b>Net debt</b>	<b>13,353,789</b>	<b>13,255,737</b>
<b>Total Shareholders' equity</b>	<b>83,979,494</b>	<b>72,859,185</b>
<b>Debt to Shareholders' equity ratio</b>	<b>16%</b>	<b>18%</b>

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6) Investments in associates

Name	Legal form	Ownership %	Company objectives	Balance as at	
				2025 JD	2024 JD
First Finance Co.	P.L.C.	24	Financing real estate and consumer goods	9,858,227	9,478,421
Jordanian Real Estate Co. for Development		16	Sell and purchase property and leasing	6,193,025	5,595,600
Contempro Co. for Housing projects		11	Building and selling appartments	742,321	750,277
Ibn Alhaytham Hospital Co.		50	Private hospitals- All specializations	6,741,504	5,943,175
International Co. for Medical Investments	L.L.C.	46	Investing in medical fields	775,899	715,724
Arab Int'l Food & Factories & Investments Co.		46	Food industry	11,998,584	9,196,492
Etihad Schools Co.		42	Establishing schools for all educational stages	6,045,213	6,347,759
Alomana' for Investment and portfolio management		41	Mediating, financial services, and managing investment	4,322,986	3,408,341
Trans World Information Technology Co.	L.L.C.	45	IT and computer services	335,210	275,497
Applied Energy Co.		40	Investing and developing remewable systems	-	-
Jordanian Consultative Center for Administrative Development & Capacity Building		50	Developing human resources	500	500
				47,013,469	41,711,786



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The movements in investments in associates during the year are as follows:

Name	As at 1 January 2025	Dividends received	The company's share of the results	The company's share of prior years' adjustments	The company's share of the change in deferred tax	The company's share of the fair value reserve	The effect of increasing the company's share of retained earnings due to the rise in ownership percentage	The effect of increasing the company's fair value ratio due to the rise in percentage	The company's share of profits from capital reduction	As at 31 December 2025
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
First Finance Co.	9,478,421	(80,629)	261,437	-	(144,950)	137,172	58,974	(7,499)	155,301	9,858,227
Jordanian Real Estate Co. for Development	5,595,600	-	117,768	-	-	479,657	-	-	-	6,193,025
Contempro Co. for Housing projects	750,277	(26,745)	18,789	-	-	-	-	-	-	742,321
Ibn Alhaytham Hospital Co.	5,943,175	-	161,705	-	-	636,624	-	-	-	6,741,504
International Co. for Medical Investments	715,724	-	(14,794)	-	-	74,969	-	-	-	775,899
Arab Int'l Food & Factories & Investments Co.	9,196,492	(194,262)	171,574	-	-	2,824,780	-	-	-	11,998,584
Etihad Schools Co.	6,347,759	-	(413,625)	(12,981)	-	124,060	-	-	-	6,045,213
Alomana' for Investment and portfolio management	3,408,341	-	51,166	-	-	863,479	-	-	-	4,322,986
Trans World Information Technology Co.	275,497	-	3,350	-	-	56,363	-	-	-	335,210
Applied Energy Co.	-	-	-	-	-	-	-	-	-	-
Jordanian Consultative Center for Administrative Development & Capacity Building	500	-	-	-	-	-	-	-	-	500
	41,711,786	(301,636)	357,370	(12,981)	(144,950)	5,197,104	58,974	(7,499)	155,301	47,013,469

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There is some information about associates' companies:

Name	As at 31 December						For the year ended					
	Assets			Liabilities			Shareholders' equity			Revenue		
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
First Finance Co.	43,899,396	43,806,012	3,551,257	3,601,681	40,348,139	40,204,331	2,942,340	2,589,419	1,070,018	331,022	1,631,441	(7,267)
Jordanian Real Estate Co. for Development	39,890,392	36,722,532	1,618,024	2,142,201	38,272,368	34,580,331	1,691,064	1,546,436	727,795	526,341	3,692,037	19,338
Contempro Co. for Housing projects	7,148,543	7,338,903	215,742	334,703	6,932,801	7,004,200	1,850,000	875,000	168,601	105,265	168,601	105,265
Ibn Alhaytham Hospital Co.	30,582,250	27,604,569	17,000,046	15,619,322	13,582,204	11,985,247	12,141,464	11,818,189	323,470	95,711	1,596,957	(236,371)
International Co. for Medical Investments	2,140,930	2,042,624	454,674	487,147	1,686,256	1,555,477	41,421	61,937	(32,152)	(221,856)	130,779	(390,885)
Arab Intl Food & Factories & Investments Co.	26,154,624	19,955,973	211,814	71,374	25,942,810	19,884,599	696,473	691,375	370,949	448,866	6,107,262	(1,023,285)
Etihad Schools Co.	23,634,153	23,838,031	9,117,488	8,626,018	14,516,665	15,212,013	7,362,091	7,777,336	(993,259)	(1,776,597)	(695,348)	(1,840,564)
Alomana for Investment and portfolio management	11,063,861	8,709,424	639,836	490,885	10,424,025	8,218,539	359,741	330,571	123,377	(432,841)	2,205,486	(1,658,376)
Trans World Information Technology Co.	747,519	615,932	1,146	2,516	746,373	613,416	13,868	13,868	7,460	6,790	125,497	(57,843)
Applied Energy Co.	183,461	191,833	3,876,960	2,025,042	(3,693,499)	(1,833,209)	70,882	135,073	(1,860,290)	(230,366)	(1,860,290)	(230,366)
Jordanian Consultative Center for Administrative Development & Capacity Building	.	.	.	.	.	.	.	.	.	.	.	.



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7) Property and equipment

	Lands	Buildings and constructions	Laboratory equipment and office equipment	Furniture and fixture	Scientific research devices	Vehicles*	Books and periodicals	Other	Total
	JD	JD	JD	JD	JD	JD	JD	JD	JD
<u>Cost</u>									
Balance 1 January 2024	2,652,735	42,048,582	15,985,100	4,841,785	2,986,321	3,412,480	3,353,391	1,020,648	76,301,042
Additions	-	492,637	1,685,568	246,513	26,751	1,004,487	21,557	76,241	3,553,754
Converted from projects under construction	-	9,078,404	178,481	793,093	-	-	-	-	10,049,978
Disposals	-	-	(26,849)	(13,617)	-	(62,122)	-	(1,400)	(103,988)
Balance 31 December 2024	2,652,735	51,619,623	17,822,300	5,867,774	3,013,072	4,354,845	3,374,948	1,095,489	89,800,786
Additions	-	1,794,069	1,258,624	441,730	949	703,840	18,308	26,364	4,243,884
Converted from projects under construction	-	1,650,573	-	-	-	-	-	-	1,650,573
Disposals	-	-	(19,853)	(39,409)	-	(391,700)	-	(510)	(451,472)
Balance 31 December 2025	2,652,735	55,064,265	19,061,071	6,270,095	3,014,021	4,666,985	3,393,256	1,121,343	95,243,771
<u>Accumulated Depreciation</u>									
Balance 1 January 2024	-	28,338,069	14,418,682	4,539,919	2,213,244	2,636,888	2,778,605	944,556	55,869,963
Depreciation	-	1,261,997	533,763	147,293	239,783	164,450	58,869	42,390	2,448,545
Disposals	-	-	(25,581)	(12,874)	-	(61,184)	-	(1,399)	(101,038)
Balance 31 December 2024	-	29,600,066	14,926,864	4,674,338	2,453,027	2,740,154	2,837,474	985,547	58,217,470
Depreciation	-	1,694,645	675,340	227,170	237,443	330,895	57,929	35,134	3,258,556
Disposals	-	-	(18,385)	(36,015)	-	(391,464)	-	(372)	(446,236)
Balance 31 December 2025	-	31,294,711	15,583,819	4,865,493	2,690,470	2,679,585	2,895,403	1,020,309	61,029,790
<u>Net Book Value</u>									
Balance 1 January 2024	2,652,735	13,710,513	1,566,418	301,866	773,077	775,592	574,786	76,092	20,431,079
Balance 31 December 2024	2,652,735	22,019,557	2,895,436	1,193,436	560,045	1,614,691	537,474	109,942	31,583,316
At 31 December 2025	2,652,735	23,769,554	3,477,252	1,404,602	323,551	1,987,400	497,853	101,034	34,213,981

\* Included within the Company's vehicles are 11 buses with a total cost of 689,200 JD and a net book value of 634,819 JD, which were acquired during 2025. In accordance with the Investment Law, the Company is restricted from disposing of these assets for a period of five years from the date of acquisition, as per the applicable investment regulations.

Notes forming part of the consolidated financial statements (Continued)  
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**8) Investment properties**

Investment properties comprise three plots of land owned by the the Arab International Company for Education and Investment (PLC) located in Tla' Al-Ali. The fair value of these properties amounted to 6,474,600 JD as at 31 December 2025, based on valuations performed by independent real estate valuers.

It should be noted that these properties are subject to a restriction on disposal for a period of five years from 20 May 2017. As of the date of the consolidated financial statements, the Company has not taken action to lift this restriction.

The following are the movements in investment properties during the year:

	2025	2024
	JD	JD
Balance as at 1 January	6,446,175	7,492,570
Impairment of investment properties	-	(1,046,395)
Balance at 31 December	6,446,175	6,446,175

**9) Projects under construction**

This item represents projects related to construction and improvements to the facilities of Applied Science University. The estimated remaining cost to complete these projects amounts to 924,048 JD, and they are expected to be completed over the coming years.

The following are the movements in the projects under construction during the year:

	Projects under construction
	JD
Balance 1 January 2024	10,678,027
Additions	1,651,356
Transferred to intangible assets	(25,139)
Transferred to property and equipment	(10,049,978)
Balance 31 December 2024	2,254,266
Additions	2,323,310
Transferred to property and equipment	(1,650,573)
Balance 31 December 2025	2,927,003

**10) Advance payments for solar energy project**

This item represents advance payments for a joint project aimed at covering the electricity consumption of the Arab Company for Education and Investment (PLC). Applied Energy Company (LLC) was established to design, implement, operate, and supervise this project, in which the Company holds a 40% ownership interest.

The share of electricity generated from the project allocated to Applied Science University has been determined at 38%. The project is expected to be completed and become operational in April 2026. It should be noted that the total cost of the project has not yet been finalized, as the determination of the final project cost is still in progress.



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The following are the movements in the solar energy project during the year:

	<b>Solar</b>
	<b>JD</b>
Balance 1 January 2024	3,189,939
Additions	280,000
Impairment *	(117,040)
Balance 31 December 2024	<b>3,352,899</b>
Additions	1,939,408
Balance 31 December 2025	<b>5,292,307</b>

- \* The Group during the year 2024 has recognized an impairment loss of 117,040 JD relating to the Group's share of the non-recoverable value of the electrical inverter transformers purchased for the project that were not approved by the competent authorities.

**11) Intangible assets**

	<b>Software Miscellaneous</b>
	<b>JD</b>
<b><u>Cost</u></b>	
Balance 1 January 2024	721,002
Transferred from projects under construction	25,139
Additions	16,263
Balance 31 December 2024	<b>762,404</b>
Additions	27,927
Balance 31 December 2025	<b>790,331</b>
<b><u>Accumulated amortization</u></b>	
Balance 1 January 2024	713,249
Amortization	8,314
Balance 31 December 2024	<b>721,563</b>
Amortization	12,335
Balance 31 December 2025	<b>733,898</b>
<b><u>Net Book Value</u></b>	
Balance 1 January 2024	7,753
Balance 31 December 2024	40,841
Balance 31 December 2025	<b>56,433</b>

Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

12) Financial assets at fair value through OCI

	2025	2024
	JD	JD
Balance as at 1 January	127,792	120,486
Sale of shares	(49,397)	(20,079)
Change in fair value	29,154	27,385
<b>Balance at 31 December</b>	<b>107,549</b>	<b>127,792</b>

Details of financial assets at fair value through other comprehensive income are as follows:

	Number of shares		Fair value for share		Fair value for shares	
	2025	2024	2025	2024	2025	2024
			JD	JD	JD	JD
Shares listed on the financial market in Jordan:						
The professional company for real estate investment and housing	116,931	124,395	0.78	0.45	91,206	55,977
Al-Quds ready mix	16,849	60,349	0.97	1.19	16,343	71,815
					107,549	127,792

13) Lease contract

	Offices
	JD
<b><u>Right of use asset:</u></b>	
As at 1 January 2024	55,208
Amortization	(27,604)
<b>As at 31 December 2024</b>	<b>27,604</b>
Amortization	(27,604)
<b>As at 31 December 2025</b>	<b>-</b>
<b><u>Lease liabilities:</u></b>	
As at 1 January 2024	57,550
Lease payments	(32,715)
Financing cost	5,180
<b>As at 31 December 2024</b>	<b>30,015</b>
Lease payments	(32,715)
Financing cost	2,700
<b>As at 31 December 2025</b>	<b>-</b>



Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

The following table shows the contractual maturities (which represent the contractual undiscounted cash flows) of the lease liabilities:

	Less than One year	From one to two years	Total
	JD	JD	JD
As at 1 December 2025	-	-	-
As at 1 December 2024	32,715	-	32,715

14) Cash and cash equivalents

	2025	2024
	JD	JD
Cash on hand	9,584	10,427
Cash at banks	1,155,027	935,095
	<u>1,164,611</u>	<u>945,522</u>

15) Investment deposits at banks

The Bank's investment deposits consist of deposits with Bank Al Etihad, which has a good credit rating, as follows:

Bank name	Credit rating	2025	2024
		JD	JD
Bank al Etihad	BB-	6,313	6,002
Bank al Etihad - restricted	BB-	5,000,000	5,000,000
		<u>5,006,313</u>	<u>5,006,002</u>

The interest rate on the investment deposit balance at Bank Al Etihad as amounting is 5,000,000 JD is 4.875%, noting that this deposit is restricted until 1 July 2026.

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**16) Students and other receivables**

	2025	2024
	JD	JD
Student receivables	5,839,985	4,834,145
Interest receivables	122,877	143,151
Employee's receivables	215,999	121,850
Cheques under collection	119,134	127,559
Refundable deposits	213,104	251,063
Expected credit losses provision	(2,648,226)	(2,648,226)
<b>Total financial assets classified as amortized cost except cash and cash equivalents</b>	<b>3,862,873</b>	<b>2,829,542</b>
Prepayments	2,106,048	1,655,533
Tax deposits	133,459	-
Other receivables	291,964	221,066
	<b>6,394,344</b>	<b>4,706,141</b>

The fair value of students and other debit balances is not materially different from their carrying value. The Group has no guarantees or mortgages over these receivables.

Student receivables less than three months old amounted to 3,356,598 JD relating to the first semester of the 2025-2026 academic year, while student's receivables more than three months old amounted to 2,483,387 JD relating to previous semesters.

The movement in the allowance for impairment of expected credit losses is as follows:

	2025	2024
	JD	JD
Beginning balance of the year	2,648,226	1,774,660
Provision during the year	-	873,566
<b>Balance end of the Year</b>	<b>2,648,226</b>	<b>2,648,226</b>

**17) Financial assets at fair value through profit or loss**

	2025	2024
	JD	JD
Balance as at 1 January	404,169	422,343
Impairment of financial assets	-	(24,539)
Change in fair value	11,669	6,365
	<b>415,838</b>	<b>404,169</b>



Notes forming part of the consolidated financial statements (Continued)  
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Details of financial assets at fair value through profit or loss are as follows:

	Number of shares		Fair value for share		Fair value for shares	
	2025	2024	2025	2024	2025	2024
			JD	JD	JD	JD
Shares listed on the financial market in Jordan:						
Al-Isra for education and investment Co.	106,081	106,081	3,92	3,81	415,838	404,169
First national vegetable oil industries Co. *	350,575	350,575	.	.	.	.
					415,838	404,169

\* The First national vegetable oil industries Co. was voluntarily liquidated on 7 February 2017. A compulsory liquidation lawsuit was filed against the company, and the company remains under compulsory liquidation as of the date of the consolidated financial statements. The group has calculated an impairment on the entire investment amounting to 24,539 JD.

#### 18) Shareholders' Equity

##### Capital

The capital is 40,500,000 JD, divided into 40,500,000 shares, full paid. the par value of 1 JD per share.

##### Statutory Reserve

This item represents the accumulated reserves from prior years at annual rate 10% of year profits before tax and fees. This amount is not for distribution .The General Assembly after exhausting the other reserves, may decide in an extraordinary meeting to amortize its losses from amounts collected in the statutory reserve account, to be rebuilt The Company may stop deducting statutory reserves when it reaches 25% of the capital. However, the Company may with the approval of the General Assembly, continue to deduct this annual ratio until this reserve equals the company`s authorized capital

##### Fair Value Reserve

This reserve represents the gains or losses resulting from the valuation of financial assets classified as financial assets at fair value through other comprehensive income and the Group's share of the fair value reserve in its associates.

##### Retained Earnings

This item includes profits and dividends.

The Group resolved, during its Ordinary General Assembly meeting held on 27 April 2025, to distribute dividends in the amount of 4,050,000 JD with each share being 0.10 JD per share as of 31 December 2025 (4,050,000 JD each share being 0.10 JD per share: 2024).

Notes forming part of the consolidated financial statements (Continued)  
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19) Provisions

	lawsuits provision	End of service Benefits and vacation Provisions	Total
	JD	JD	JD
As at 1 January 2024	1,208,237	495,099	1,703,336
Provided during the year	84,531	92,030	176,561
As at 31 December 2024	1,292,768	587,129	1,879,897
(Decrease) Increase during the year	(513,916)	167,326	(346,590)
Paid during the year	(379,602)	-	(379,602)
As at 31 December 2025	399,250	754,455	1,153,705

20) Bank loans and facilities

	2025	2024
	JD	JD
<b>Non-current</b>		
Bank loans	576,087	523,606
<b>Current</b>		
Bank facilities	9,220,633	10,355,457
Bank loans	4,721,680	3,292,181
	13,942,313	13,647,638
	14,518,400	14,171,244

Details of loans and bank facilities are as follows:

Bank name	Limit loan / Bank facilities	Interest rate	2025	2024
	JD	%	JD	JD
<b><u>Bank facilities</u></b>				
Arab Bank	4,000,000	8.75	3,153,145	4,817,484
Bank al Etihad	5,000,000	6.75	5,017,657	5,028,819
Housing Bank	1,750,000	7.25	1,049,831	509,154
			9,220,633	10,355,457
<b><u>Bank loans</u></b>				
Arab Bank	1,000,000	8.75	83,336	1,000,000
Al Rajhi Bank	7,000,000	8.25	3,421,485	1,998,932
Islamic International Arab Bank	1,000,000	7.96-2	701,650	-
Safwa Bank	3,250,000	8.75-7.75	1,091,296	816,855
			5,297,767	3,815,787
			14,518,400	14,171,244



Notes forming part of the consolidated financial statements (Continued)  
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**21) Trade and other payables**

	2025	2024
	JD	JD
Trade payable	916,430	725,813
Refundable student deposits	394,128	330,908
Employee's payables	122,932	114,463
Accrued expenses	124,693	116,630
Post-dated checks	-	39,609
Shareholders' deposits	140,935	184,045
Board of Directors' Remuneration	60,000	60,000
<b>Total financial liabilities at amortized cost</b>	<b>1,759,118</b>	<b>1,571,468</b>
Social security deposits	213,627	216,692
Tax deposits	67,851	70,129
Other	222,964	204,112
	<b>2,263,560</b>	<b>2,062,401</b>

The fair value of trade and other payables is not materially different from their carrying value as of 31 December 2025.

**22) Income tax provision**

The movement in the income tax provision is as follows:

	2025	2024
	JD	JD
Balance at the beginning of the year	1,732,399	1,260,282
Income tax for the year	2,601,198	2,141,441
Income tax paid during the year	(2,185,904)	(1,669,324)
<b>Balance at the end of the year</b>	<b>2,147,693</b>	<b>1,732,399</b>

Below is the reconciliation of the income tax for the year with the accounting profit:

	2025	2024
	JD	JD
Accounting profit	12,345,961	6,886,926
Net Non-Taxable Revenues and Gains and Non-Allowable Losses and Expenses	40,696	3,310,412
<b>Taxable income:</b>	<b>12,386,657</b>	<b>10,197,338</b>
<b>Tax Rate According to Jordanian Law:</b>		
Income tax 20%	2,477,332	2,039,468
National contribution 1%	123,866	101,973
<b>Income tax for the year</b>	<b>2,601,198</b>	<b>2,141,441</b>

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**Arab Company for Education and Investment PLC (Parent Company):**

The company's income tax has been settled with the Income and Sales Tax Department until the end of 2020.

The years from 2021 through 2023 are under audit by the Income and Sales Tax Department. Income tax returns for the years from 2023 through 2024 have been filed and have not yet been audited by the Income and Sales Tax Department.

**Modern Jordan Medical University LLC (Subsidiary):**

The Company's income tax has been settled with the Income and Sales Tax Department up to the end of 2024, except for the year 2023, for which the tax return was filed within the statutory deadline.

**Al Talib Al Mujtahid Stationery LLC (Subsidiary):**

The income tax return for 2024 was filed within the statutory deadline and has not yet been audited by the Income and Sales Tax Department.

**23) Revenue**

	2025	2024
	JD	JD
Tuition Hours	25,005,857	20,697,604
Registration and activities fees	11,265,403	9,062,290
Other university fees	1,443,215	1,046,033
	<u>37,714,475</u>	<u>30,805,927</u>

**24) Other income (Net)**

	2025	2024
	JD	JD
Bank interest	255,067	280,596
University facilities	194,712	276,703
Courses	204,952	157,627
Termination of Student Scholarship Revenues / Cases	139,504	51,181
Booths rents	93,413	73,352
Gain from selling property and equipments	37,400	11,785
Dividends from investments in shares	29,538	33,270
Book sales	27,292	22,479
Unrealized gains on financial assets at fair value through profit or loss - Note (17)	11,669	6,365
Impairment of financial assets at fair value through profit or loss - Note (17)	-	(24,539)
Other	<u>343,007</u>	<u>271,410</u>
	<u>1,336,554</u>	<u>1,160,229</u>



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**25) Salaries, wages and benefits**

	2025	2024
	JD	JD
Salaries and Benefits	12,418,446	10,463,572
Social Security Contributions	1,329,767	1,172,708
Board of Directors' Transportation and Remuneration	96,000	96,000
Board of Trustees' Remuneration	51,000	51,000
Health Insurance	138,133	90,613
	<u>14,033,346</u>	<u>11,873,893</u>

**26) Depreciation and amortization**

	2025	2024
	JD	JD
Depreciation of property and equipment - Note (7)	3,258,556	2,448,547
Amortization of right-of-use assets - Note (13)	27,604	27,604
Amortization of intangible assets - Note (11)	12,335	8,314
	<u>3,298,495</u>	<u>2,484,465</u>

**27) Other expenses**

	2025	2024
	JD	JD
Government Fees and Licenses	1,062,906	238,099
Advertising and Marketing	686,544	297,395
Maintenance	440,106	439,675
University Activities	358,949	248,366
Consumables and Tools	240,879	112,065
Part-time Lecturers and Supervisors	225,202	233,753
Student Health Insurance	211,722	157,476
Professional and Consulting Fees and Legal Fees	204,508	141,597
Stationery, Printing, and Computer Supplies	132,198	144,416
Hospitality and Cleaning	110,920	106,023
Risks Insurance	86,742	68,596
Rental	61,047	-
Communications	56,451	51,657
Donations and Gifts	44,491	46,789
Security and Protection	41,436	39,217
Employee uniform	32,078	17,739
Travel Expenses	31,779	18,042
Bank Commissions	18,623	13,949
Recruitment of academic staff	15,459	15,602
Agricultural Expenses	10,676	27,418
Bad Debts	-	141,897
Other	63,058	27,889
	<u>4,135,774</u>	<u>2,587,660</u>

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**28) Finance cost**

	2025	2024
	JD	JD
Bank financing costs	1,171,595	1,200,816
Right-of-use asset financing costs - Note (13)	2,700	5,180
	<u>1,174,295</u>	<u>1,205,996</u>

**29) The company's share of the results of associates**

	2025	2024
	JD	JD
The company's Share of Associated Companies' Results - Note (6)	357,370	(594,890)
The company's Share of Prior Year Adjustments - Note (6)	(12,981)	(244,784)
The company's share of the change in deferred tax - Note (6)	<u>(144,950)</u>	<u>18,440</u>
	199,439	(821,234)
Impairment of Investments in Associated	<u>-</u>	<u>(148,825)</u>
	<u>199,439</u>	<u>(970,059)</u>



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30) **Related parties**

Related parties represent the major shareholders and key management personnel of the group and the companies in which they are major shareholders. The prices and terms of these transactions are approved by the Group's management. The transactions with related parties appearing in the statement of financial position are as follows:

Name	Nature of relationship	Nature of transactions	Transaction amount		Balance as at 31 December	
			2025	2024	2025	2024
			JD	JD	JD	JD
<b>Due from related parties</b>						
Arab Int'l Food and Factories and Investments Co.	Associate company	-	-	-	-	615
Ibn Alhaytham Hospital Co.		Expenses	301,645	209,299	6,513	38,420
International Co. for Medical Investments		-	-	-	98,811	129,291
Ettihad Schools Co.		-	-	-	10,988	13,589
Jordanian Consultative Center for Administrative Development and Capacity Building		-	-	-	86,500	86,500
Alomana' for Investment and portfolio management		financial mediation	41,933	5,012	42,207	327
Amana Agricultural & Industrial Investment		-	-	-	33,917	33,917
Jordanian Real Estate Co. for Development		-	-	-	-	3,299
Hassan Mohammed Hussein Al-Momani	Partner in a subsidiary	-	-	-	8,477	8,477
<b>Total</b>					287,413	314,435
Deduct: expected credit loss provision					(120,418)	(120,418)
					<u>166,995</u>	<u>194,017</u>
<b>Due to related parties</b>						
Trans World Information Technology Co.	Associate company	-	-	-	88,537	88,537
Haman real estate Co.	Owned by an associate company	Expenses	34,510	34,449	-	73
					<u>88,537</u>	<u>88,610</u>

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the group, The key management compensation is as follows:

	2025	2024
	JD	JD
Salaries and bonuses	945,000	938,756
Transportation allowance	36,000	36,000
Social security	30,612	29,558
	<u>1,011,612</u>	<u>1,004,314</u>

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31) Change in fair value reserves

	2025	2024
	JD	JD
Financial assets at fair value through OCI - Note (12)	29,154	27,385
Net change in the company's share of the fair value reserve of associates - Note (6)	5,197,104	(1,646,323)
	<u>5,226,258</u>	<u>(1,618,938)</u>

32) Basic and diluted share of profit for the year - JD/share

	2025	2024
	JD	JD
Profit for the year	9,744,763	4,745,485
Weighted average number of shares - Share	40,500,000	40,500,000
Basic and diluted share of profit for the year - JD / share	0.241	0.117

33) Cash and cash equivalents

The cash and cash equivalents presented in the condensed consolidated statement of cash flows consist of the amounts disclosed in the condensed consolidated interim statement of financial position, as follows:

	2025	2024
	JD	JD
Cash and cash equivalents -Note (14)	1,164,611	945,522
Investment deposits at banks - Note (15)	5,006,313	5,006,002
	<u>6,170,924</u>	<u>5,951,524</u>

34) Contingent Liabilities

At the date of the financial statements, the Group has contingent liabilities represented bank guarantees with the amount of 840,636 JD against cash deposit of 84,064 JD (bank guarantees amounting to 1,221,238 JD against cash deposit of 122,224 JD as 31 December 2024).



Notes forming part of the consolidated financial statements (Continued)  
For the year ended 31 December 2025

**35) Prior years adjustments**

The financial statements for the year ended 31 December 2024 have been restated to comply with IAS (8), Accounting Policies, Changes in Accounting Estimates and Errors, which permits the adjustment of financial statements when prior period errors are identified.

The financial statements of First Finance Co. (an associate company) have been restated due to the non-recognition of impairment losses in prior periods on assets acquired in settlement of receivables and investment properties, as well as the recognition of expected credit losses.

In addition, the financial statements of Ibn Alhaytham Hospital Co. (an associate company) have been restated in relation to expected credit losses.

Accordingly, the effect of the restatement on the opening balances in the restated financial statements is:

	AS issued JD	Error Adjusting JD	Restated JD
<b><u>31 December 2024</u></b>			
Consolidated statement of profit or loss and other comprehensive income			
Impairment of Investments in associates	(262,004)	(113,179)	(148,825)
The company's share of the results of associates	(765,435)	55,799	(821,234)
Change in fair value reserves	(1,599,098)	19,840	(1,618,938)
 Adjustments to the consolidated financial position			
Investments in associates	44,368,673	2,656,887	41,711,786
Retained earnings	26,059,956	(2,787,719)	23,272,237
Fair value Reserve	(1,168,884)	130,832	(1,038,052)
 <b><u>1 January 2024</u></b>			
Adjustments to the consolidated financial position			
Investments in associates	47,191,802	2,797,516	44,394,286
Retained earnings	25,429,009	(2,951,079)	22,477,930
Fair value Reserve	433,904	153,563	587,467