

**AL TAJAMOAT FOR TOURISTIC PROJECTS COMPANY**

**PUBLIC SHAREHOLDING COMPANY**

**UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**30 SEPTEMBER 2021**



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**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
TO THE BOARD OF DIRECTORS OF  
AL-TAJAMOAT FOR TOURISTIC PROJECTS COMPANY  
PUBLIC SHAREHOLDING COMPANY  
AMMAN - JORDAN**

### **Introduction**

We have reviewed the accompanying interim condensed consolidated financial statements of Al Tajamouat for Touristic Projects Company Public Shareholding Company and its subsidiary (“the Group”) as at 30 September 2021, comprising of the interim condensed consolidated statement of financial position as at 30 September 2021 and the related interim condensed consolidated statements of comprehensive income for the three and nine months period then ended, interim condensed consolidated statement of changes in equity and interim condensed consolidated statements of cash flows for the nine months period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (34) Interim Financial Reporting. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

### **Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements (2410), “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of Interim financial information consists of making inquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion**

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

### **Emphasis of a Matter**

Without qualifying our conclusion, we draw attention to note (14) to the interim condensed consolidated financial statements, which describes the potential effect of COVID-19 pandemic on the Group’s operating environment.

Amman – Jordan  
28 October 2021

**ERNST & YOUNG**  
Amman - Jordan

**AL-TAJAMOAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2021**

	<u>Notes</u>	<u>30 September 2021</u>	<u>31 December 2020</u>
		JD	JD
		(Unaudited)	(Audited)
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property and equipment	4	13,978	17,800
Investment properties	5	119,731,580	122,136,011
Deferred tax assets	6	24,750	39,600
Cheques under collection-long term		290,141	540,525
<b>Total Non-Current Assets</b>		<u>120,060,449</u>	<u>122,733,936</u>
<b>Current Assets</b>			
Assets held for sale	7	135,966	135,966
Trade receivables		876,097	1,681,429
Other current assets		1,811,844	712,633
Cheques under collection-short term		5,568,404	3,081,313
Cash on hand and at banks	9	3,869,698	4,828,669
<b>Total Current Assets</b>		<u>12,262,009</u>	<u>10,440,010</u>
<b>Total Assets</b>		<u><u>132,322,458</u></u>	<u><u>133,173,946</u></u>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Paid in capital	1	93,000,000	93,000,000
Statutory reserve		1,956,981	1,956,981
Retained earnings		9,226,542	8,351,456
<b>Total Equity</b>		<u>104,183,523</u>	<u>103,308,437</u>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
Syndicated loan – long term	10	19,836,446	21,582,746
Postdated cheques		-	2,124
Tenants' refundable deposits		791,351	784,134
<b>Total Non-Current Liabilities</b>		<u>20,627,797</u>	<u>22,369,004</u>
<b>Current Liabilities</b>			
Syndicated loan – short term	10	1,746,300	1,746,300
Postdated cheques – short term		8,457	258,194
Trade payables and other current liabilities		998,737	979,243
Unearned revenues – short term		4,739,802	4,474,158
Due to a related party	8	17,842	38,610
<b>Total Current Liabilities</b>		<u>7,511,138</u>	<u>7,496,505</u>
<b>Total Liabilities</b>		<u>28,138,935</u>	<u>29,865,509</u>
<b>Total Equity and Liabilities</b>		<u><u>132,322,458</u></u>	<u><u>133,173,946</u></u>

The attached notes from 1 to 14 form part of these interim condensed consolidated financial statements and should be read with them

**AL-TAJAMOUAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE AND NINE MONTHS ENDED 30 SEPTEMBER 2021 (UNAUDITED)**

	Notes	For the three-months ended		For the nine-months ended 30	
		30 September		September	
		2021	2020	2021	2020
		JD	JD	JD	JD
<b>Revenues</b>					
Rental revenues		2,645,910	2,786,092	8,102,373	6,854,287
Cost of revenues		(834,810)	(765,290)	(2,379,008)	(2,303,824)
Depreciation of investment properties	5	(803,983)	(803,450)	(2,411,845)	(2,410,204)
<b>Gross profit</b>		<u>1,007,117</u>	<u>1,217,352</u>	<u>3,311,520</u>	<u>2,140,259</u>
Depreciation of property and equipment	4	(2,172)	(2,069)	(6,580)	(6,505)
Finance cost		(359,263)	(405,244)	(1,048,830)	(1,279,244)
Administrative expenses		(231,025)	(229,685)	(642,186)	(714,908)
Provision for expected credit losses		(277,088)	(212,500)	(708,788)	(342,332)
Other income		62,661	9,055	68,023	20,365
Reversal of expected credit losses		-	135,966	-	135,966
Gain from sale of assets held for sale		-	-	-	80,455
Interest income		29,188	18,462	85,956	19,335
<b>Profit for the period before income tax</b>		<u>229,418</u>	<u>531,337</u>	<u>1,059,115</u>	<u>53,391</u>
National contribution expense for the period	6	(6,911)	(19,224)	(28,090)	(23,649)
Income tax expense for the period	6	(52,859)	(92,544)	(155,939)	(122,403)
<b>Profit (loss) for the period</b>		<u>169,648</u>	<u>419,569</u>	<u>875,086</u>	<u>(92,661)</u>
Add: Other comprehensive income items		-	-	-	-
<b>Total comprehensive income for the period</b>		<u>169,648</u>	<u>419,569</u>	<u>875,086</u>	<u>(92,661)</u>
		<u>JD/Fills</u>	<u>JD/Fills</u>	<u>JD/Fills</u>	<u>JD/Fills</u>
<b>Basic earnings (loss) per share</b>	11	<u>0,002</u>	<u>0,005</u>	<u>0,009</u>	<u>(0,001)</u>

**The attached notes from 1 to 14 form part of these interim condensed consolidated financial statements and should be read with them**

**AL-TAJAMOAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021 (UNAUDITED)**

	Paid in capital	Share discount	Statutory reserve	Retained earnings	Total
	JD	JD	JD	JD	JD
<b>For the nine-month period ended 30 September 2021</b>					
Balance as of 1 January 2021	93,000,000	-	1,956,981	8,351,456	103,308,437
Total comprehensive income for the period	-	-	-	875,086	875,086
<b>Balance as of 30 September 2021</b>	<b>93,000,000</b>	<b>-</b>	<b>1,956,981</b>	<b>9,226,542</b>	<b>104,183,523</b>
<b>For the nine-month period ended 30 September 2020</b>					
Balance as of 1 January 2020	100,000,000	(7,000,000)	1,956,981	8,727,457	103,684,438
Capital decrease (Note 1)	(7,000,000)	7,000,000	-	-	-
Total comprehensive income for the period	-	-	-	(92,661)	(92,661)
<b>Balance as of 30 September 2020</b>	<b>93,000,000</b>	<b>-</b>	<b>1,956,981</b>	<b>8,634,796</b>	<b>103,591,777</b>

The attached notes from 1 to 14 form part of these interim condensed consolidated financial statements and should be read with them

**AL-TAJAMOUCAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021 (UNAUDITED)**

	Notes	For the nine-months ended 30 September	
		2021 JD	2020 JD
<b><u>Operating Activities</u></b>			
Profit for the period before income tax		1,059,115	53,391
<b>Adjustments</b>			
Depreciation of property and equipment	4	6,580	6,505
Depreciation of investment properties	5	2,411,845	2,410,204
Gain from sale of assets held for sale		-	(80,455)
Interest income		(85,956)	(19,335)
Finance cost		1,048,830	1,279,244
Provision for expected credit losses		708,788	342,332
Reversal of expected credit losses provision		-	(135,966)
<b>Changes in Working Capital Items:</b>			
Cheques under collection		(2,236,707)	(13,350)
Related parties		(20,768)	(31,145)
Trade receivables		96,544	(233,933)
Other current assets		(1,099,211)	(687,913)
Postdated cheques		(251,861)	(485,633)
Unearned revenues		265,644	(909,294)
Trade payables and other current liabilities		(39,630)	(2,095,675)
National contribution paid		(17,449)	-
Taxes paid		(76,454)	(89,047)
<b>Net cash flows from (used in) operating activities</b>		<b>1,769,310</b>	<b>(690,070)</b>
<b><u>Investing Activities</u></b>			
Interest received		85,956	19,335
Purchases of investment properties	5	(7,414)	(16,904)
Purchases of property and equipment	4	(2,758)	(1,143)
Proceeds from sale of assets held for sale		-	5,600,000
Tenants refundable deposits		7,217	(17,175)
<b>Net cash flows from investing activities</b>		<b>83,001</b>	<b>5,584,113</b>
<b><u>Financing Activities</u></b>			
Repayment of syndicated loan		(1,746,300)	(582,100)
Finance cost paid		(1,064,982)	(322,020)
<b>Net cash flows used in financing activities</b>		<b>(2,811,282)</b>	<b>(904,120)</b>
Net (decrease) increase in cash and cash equivalents		(958,971)	3,989,923
Cash and cash equivalents at the beginning of the period		4,828,669	444,651
<b>Cash and cash equivalents at the end of the period</b>	<b>9</b>	<b>3,869,698</b>	<b>4,434,574</b>

**The attached notes from 1 to 14 form part of these interim condensed consolidated financial statements and should be read with them**

**AL-TAJAMOAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**AS AT 30 SEPTEMBER 2021**

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**(1) GENERAL**

AL-Tajamouat for Touristic Projects Company was incorporated during the year 1983 as a Public Shareholding Company. The Company's paid in capital was JD 100,000,000 with each share having a par value of JD 1.

On 26 August 2019, the General Assembly, in its extra-ordinary meeting, has approved the reduction of the authorized and paid in capital by JD 7,000,000 against the share discount, to become 93,000,000 shares at a par value of one Jordanian Dinar each. The capital reduction procedures were finalized with the Ministry of Trade, Industry and Supply and Amman Stock Exchange on 4 March 2020.

The Company's main activity is owning and operating the mall "TAJ Lifestyle Center" located in Abdoun, Amman – Jordan.

The interim condensed consolidated financial statements were approved by the Board of Directors on 27 October 2021.

**(2-1) BASIS OF PREPARATION**

The interim condensed consolidated financial statements for the nine-months period ended 30 September 2021 have been prepared in accordance with International Accounting Standard (34) "Interim Financial Reporting".

The interim condensed consolidated financial statements have been presented in Jordanian Dinars "JD" which is the functional currency of the Group.

The interim condensed consolidated financial statements have been prepared under the historical cost convention.

The interim condensed consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Group's annual report as of 31 December 2020. In addition, the results for the nine-months period ended 30 September 2021 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2021.

**(2-2) BASIS OF CONSOLIDATION**

The interim condensed consolidated financial statements comprise the financial statements of AL-Tajamouat for Touristic Projects Company (the Company) and the following wholly owned subsidiary as at 30 September 2021:

<u>Subsidiary Name</u>	<u>Legal form</u>	<u>Country of incorporation</u>	<u>Ownership percentage</u>	
			<u>2021</u>	<u>2020</u>
Al Taj Al Thahabi for Alternative Power Resources Projects*	Limited Liability Company	Jordan	100%	100%

**(2-2) BASIS OF CONSOLIDATION (CONTINUED)**

\* Al Taj Al Thahabi for Alternative Power Resources Projects Limited Liability Company was established in Jordan on 25 February 2019 with an authorized paid in capital of JD 5,000. The subsidiary is fully owned by Al Tajamouat for Touristic Projects Company.

The subsidiary does not have any operation since incorporation and up to the date of the interim condensed consolidated financial statements.

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee).
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of income from the date the Group gains control until the date the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

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

- Derecognises the assets (including goodwill) and liabilities of the subsidiary.
- Derecognises the carrying amount of any non-controlling interests.
- Derecognises the cumulative translation differences recorded in equity.
- Recognises the fair value of the consideration received.
- Recognises the fair value of any investment retained.
- Recognises any surplus or deficit in profit or loss.
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities.

**(3) CHANGES IN ACCOUNTING POLICIES**

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2020 except for the adoption of new standards effective as of 1 January 2021 shown below:

**Interest Rate Benchmark Reform – Phase 2: Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16**

The amendments provide temporary reliefs which address the financial reporting effects when an interbank offered rate (IBOR) is replaced with an alternative nearly risk-free interest rate (RFR).

The amendments include the following practical expedients:

- A practical expedient to require contractual changes, or changes to cash flows that are directly required by the reform, to be treated as changes to a floating interest rate, equivalent to a movement in a market rate of interest.
- Permit changes required by IBOR reform to be made to hedge designations and hedge documentation without the hedging relationship being discontinued.
- Provide temporary relief to entities from having to meet the separately identifiable requirement when an RFR instrument is designated as a hedge of a risk component.

These amendments had no impact on the interim condensed consolidated financial statements of the Group. The Group intends to use the practical expedients in future periods if they become applicable.

**(4) PROPERTY AND EQUIPMENT**

The additions to the property and equipment during the nine-months period ended 30 September 2021 amounted to JD 2,758 (30 September 2020: JD 1,143). The depreciation expense for the nine-months period ended 30 September 2021 was JD 6,580 (30 September 2020: JD 6,505).

**(5) INVESTMENT PROPERTIES**

This item represents properties owned by Al- Tajamouat for Touristic Projects Company which includes the mall's land site and the mall's building (Taj Life Style).

The additions to the investment properties during the nine-months period ended 30 September 2021 was JD 7,414 (30 September 2020: JD 16,904). The depreciation expense for the investment properties amounted to JD 2,411,845 during the nine-months period ended 30 September 2021 (30 September 2020: JD 2,410,204).

As of 31 December 2020, the management estimated the fair value of the investment properties using the discounted cash flows method and due to the developments of the COVID-19 outbreak, management has updated the forecasted cash flows previously used in order to update the valuation of the investment properties. However, and based on the high-level review of the forecast, management is of the opinion that the fair value of the investment properties exceeds its carrying amount as at 30 September 2021.

The investment properties including the mall (Taj Life Style) are pledged against the syndicated loan (Note 10).

**AL-TAJAMOUAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**AS AT 30 SEPTEMBER 2021**

**(6) INCOME TAX**

The major components of income tax expense in the interim condensed consolidated statement of comprehensive income for the nine months period ended 30 September 2021 and 2020 are as follows:

	For the nine months ended 30 September	
	2021	2020
	JD	JD
	(Unaudited)	(Unaudited)
National contribution- previous years	1,871	-
Income tax- previous years	9,409	-
Current period income tax charge	131,680	107,553
National contribution for the period	26,219	23,649
Amortization of deferred tax assets	14,850	14,850
	<u>184,029</u>	<u>146,052</u>

The provision for income tax for the period ended 30 September 2021 and 2020 include 1% as a national contribution. The provision was calculated in accordance with Jordanian Income Tax Law No. (38) of 2018.

Movements on deferred tax assets for the period /year were as follows:

	30 September	31 December
	2021	2020
	JD	JD
	(Unaudited)	(Audited)
Beginning balance as of the beginning period/year	39,600	59,400
Amortization of deferred tax assets during the period/ year	(14,850)	(19,800)
	<u>24,750</u>	<u>39,600</u>

The deferred tax assets for the period ended 30 September 2021 was calculated on the carried forward losses approved by Income and Sales Tax Department using effective tax rate at (20%) which is in accordance with the Income Tax Law No. (34) of 2014. The Group agreed with the Income and Sales Tax Department to amortize these losses over agreed annual amount up to the year 2022. The management expects to benefit from the deferred tax assets in the near future.

The Group obtained a final income tax clearance up to the year 2018.

The Group has submitted the income tax returns for the years 2019 and 2020 in accordance with Jordanian Income Tax Law No. (38) of 2018, the returns were not reviewed up to the date of the interim condensed consolidated financial statements.

The Group obtained final clearance from the Income and Sales Tax Department on sales tax until 31 January 2018. The Group has submitted all the tax returns and they were not reviewed up to the date of the interim condensed consolidated financial statements.

**AL-TAJAMOUAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
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**(7) ASSETS HELD FOR SALE**

On 4 August 2020, the Group has acquired a plot of land, No. (110) parcel no. (30) located in Al-Salt, Jordan in accordance with the settlement agreement with one of the tenants, the Group obtained a valuation for the land from a third party valuer and has recorded it at its fair value amounted to JD 135,966. The Board of Directors approved the settlement agreement on 16 February 2020.

**(8) TRANSACTIONS WITH RELATED PARTIES**

Related parties represent major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties.

Pricing policies and terms of the transactions with related parties are approved by the Group's management.

Following is a summary of balances with related parties included in the interim consolidated statement of financial position:

	Nature of relationship	30 September 2021	31 December 2020
		JD (Unaudited)	JD (Audited)
<b>Due to a related party</b>			
Bank Al - Khair	Ultimate parent	<u>17,842</u>	<u>38,610</u>

These accounts do not bear interest, not guaranteed and do not have maturity date.

**Salaries and remunerations for key management**

The total salaries and bonuses paid to executive management for the period ended 30 September 2021 amounted to JD 64,000 (30 September 2020: JD 128,291).

**(9) CASH ON HAND AND AT BANKS**

	30 September 2021	31 December 2020
	JD (Unaudited)	JD (Audited)
Cash on hand and at banks *	3,672,608	4,150,857
Cash in guarantee account **	197,090	677,812
	<u>3,869,698</u>	<u>4,828,669</u>

\* This amount includes a deposit renewed on a monthly basis with a total amount of JD 3,543,996 as of 30 September 2021 with an annual interest rate of 3,2% (30 September 2020: 3,453,586 with an annual interest rate of 3%).

**(9) CASH ON HAND AND AT BANKS (CONTINUED)**

\*\* This amount consists of cash receipts from the tenants of Taj Life Style which was deposited in a guarantee account for the benefit of the syndicated loan and the related operating expenses, in accordance with the syndicated loan agreement.

**(10) SYNDICATED LOAN**

On 18 January 2010, the Group signed a JD 40,000,000 syndicated loan agreement managed by The Housing Bank for Trade and Finance. During September 2011 the Group raised an additional financing of JD 20,000,000 to reach JD 60,000,000 in total.

The mall (Taj Lifestyle) and landsite of the mall, which is located in Abdoun, were pledged as a collateral against this loan. (note 5)

The Group rescheduled the loan several times, the last of which was on 19 December 2019, where the date of the last payment was rescheduled to be November 2029, while the method of calculating interest remained the same where it is calculated using the weighted average prime lending rate of all lenders minus an annual margin of 1.97%.

The quarterly installments amounted to JD 582,100, interest is settled in February, May, August and November of each year.

The loan agreement contains covenants relating to financial ratios and others relating to additional borrowings. According to the loan agreement, the Group has to calculate these ratios and ensure compliance with them on an annual basis.

Due to COVID-19 outbreak, management requested deferring the quarterly installments due in May, August and November 2020 amounting to JD 1,746,300 to be included as part of the last payment due on 3 November 2029. The interest deferred during this period amounting to JD 1,208,241 was added to the loan balance and will be paid as a part of the loan final payment. The Housing Bank for Trade and Finance approved management's request on 6 April 2020.

On 18 March 2021, the bank agreed to decrease the interest rate by (1%) on the loan by increasing the Margin deducted from the weighted average prime lending rate of all lenders to become 2.97% instead of 1.97%. Accordingly, the interest rate applied on syndicated loan will be 5.46% instead of 6.46% only for 6 months starting from 3 February 2021 until 2 August 2021.

During the period ended 31 March 2021, the Group did not settle any amounts from the loan as the Group paid the installment that was due on February 2021 amounted to JD 582,100 during the last quarter of the year 2020. On 21 April 2021, the Group settled the installment due on May 2021 with a total amount of JD 582,100. On 20 June 2021, the Group settled the installment due in August 2021 with a total amount of JD 582,100. Moreover, on 30 September 2021, the Group settled the installment due in November 2021 with a total amount of JD 582,100.

**AL-TAJAMOUAT FOR TOURISTIC PROJECTS COMPANY – PUBLIC SHAREHOLDING COMPANY**  
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**(10) SYNDICATED LOAN (CONTINUED)**

The allocation of the loan as short term and long term is as follows:

	30 September 2021	31 December 2020
	JD	JD
	(Unaudited)	(Audited)
Current	1,746,300	1,746,300
Non-current	19,836,446	21,582,746
	<u>21,582,746</u>	<u>23,329,046</u>

The annual installments and due dates for the long-term loan are as follows:

	JD
1 October 2022 - 30 September 2023	2,328,400
1 October 2023 - 30 September 2024	2,328,400
1 October 2024 - 30 September 2025	2,328,400
1 October 2025 - 30 September 2026	2,328,400
1 October 2026 and after	10,522,846
	<u>19,836,446</u>

**(11) EARNINGS (LOSSES) PER SHARE**

	For the three months ended 30 September		For the nine months ended 30 September	
	2021	2020	2021	2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit (loss) for the period (JD)	169,648	419,569	875,086	(92,661)
Weighted average number of shares (shares)	93,000,000	93,000,000	93,000,000	93,000,000
	<u>JD/Fills</u>	<u>JD/Fills</u>	<u>JD/Fills</u>	<u>JD/Fills</u>
<b>Basic earnings (loss) per share</b>	<u>0,002</u>	<u>0,005</u>	<u>0,009</u>	<u>(0,001)</u>

**(12) CONTINGENT LIABILITIES**

**Guarantees**

The Group has issued letters of guarantee amounting to JD 193,360 (31 December 2020: JD 196,000) against cash margin amounted to JD 29,876 as of 30 September 2021 (31 December 2020: JD 31,400).

**Legal claims**

The Group is a defendant in a number of lawsuits with a total value of JD 21,975 as of 30 September 2021 in addition to other cases with no determined value (2020: JD 21,975). Related risks have been analysed as to likelihood of occurrence. Accordingly, a provision has been provided against these claims.

**(13) OPERATING SEGMENT**

The Group has one major operating segment, which represents leasing activities, the balances and services revenue occurred inside the Hashemite Kingdom of Jordan.

**(14) THE SPREAD OF CORONA VIRUS (COVID-19) AND ITS IMPACT ON THE GROUP**

On 30 January 2020, the World Health Organization declared the outbreak of coronavirus (“COVID-19”) to be a public health emergency of international concern. This coronavirus outbreak has severely restricted the level of economic activity around the world. In response to this coronavirus outbreak, the governments of many countries, states, cities and other geographic regions have taken preventative or protective actions, such as imposing restrictions on travel and business operations and advising or requiring individuals to limit or forego their time outside of their homes.

Management continues to monitor the impact that the COVID-19 pandemic has on the Group, the real-estate industry and the Jordanian economy, in which the Group operates. Below is the main impact of COVID-19 pandemic on the Group:

**a) Revenue recognition and accounts receivable**

Due to the large impact on the Group’s operations from the lockdown procedures in Jordan, the Group has recorded additional provision against tenants’ revenues and receivable amounting to JD 1,303,154 (30 September 2020: JD 2,544,700) including an amount of JD 510,561 (30 September 2020: JD 2,202,369) as a provision against receivables and leases related to the lockdown period.

In addition to the above the Group monitors the receivable and implement an aggressive cash collection measures to monitor and assess the collection in order to maximize the collection from tenants following the events of the ongoing crisis.

**(14) THE SPREAD OF CORONA VIRUS (COVID-19) AND ITS IMPACT ON THE GROUP (CONTINUED)**

**b) Interest-bearing loans**

On 18 March 2021, the Bank agreed to decrease the interest rate by (1%) on the loan by increasing the Margin deducted from the weighted average prime lending rate of all lenders to become 2.97% instead of 1.97%. Accordingly, the interest rate applied on syndicated loan will become 5.46% instead of 6.46% only for 6 months starting from 3 February 2021 till 2 August 2021.

**c) Impairment of investment property**

Management is reviewing the forecast of cash flows on a periodic basis; accordingly, management is of the opinion that the fair value of the investment properties exceeds its carrying amount as of 30 September 2021.

Management will be continuously assessing the existence of impairment indicators including the decrease in stock price, decrease of market interest rates, shop closures and reduced demand and selling prices of equipment and services.

**d) Group's liquidity**

Management conducted an analysis which indicates that the solvency position is and will likely remain within the Group's targets. Management believes the preparation of the consolidated financial statements on a going concern basis remains appropriate.