

**JORDAN POULTRY PROCESSING AND
MARKETING COMPANY
(PUBLIC SHAREHOLDING COMPANY)**

**INTERIM CONSOLIDATED FINANCIAL
STATEMENTS AND REVIEW REPORT
FOR THE PERIOD ENDED SEPTEMBER 30,
2023**

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AND REVIEW REPORT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

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REPORT ON REVIEWING THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To the shareholders and Members of the Board of Directors
Jordan Poultry Processing and Marketing Company
(Public Shareholding Company)

Introduction

We have reviewed the accompanying Interim Consolidated Statement of Financial Position for Jordan Poultry Processing and Marketing Company (P.L.C) as of September 30, 2023, and the related statements of Interim Consolidated Comprehensive Income, Shareholder Equity and Cash Flows for the period then ended, The management is responsible of preparing and presenting Company's interim consolidated financial statements in accordance with International Accounting Standard No. 34 (Interim Consolidated Financial Reporting) which is an integral part of International Financial Reporting Standards. Our responsibility is limited to issue a conclusion on these Interim Consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor". This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Interim Consolidated Financial Statements are free of material misstatement. Our review is primarily limited to inquiries of the Company's accounting and financial departments personnel as well as applying analytical procedures to financial data. The range of our review is narrower than the broad range of audit procedures applied according to International Auditing Standards, Accordingly, Getting assurances and confirmations about other important aspects checked through an audit procedure was not achievable, Hence, We don't express an opinion regarding in this regard.

Conclusion

Based on our review, nothing has come to our attention that causes us to be believe that the accompanying interim consolidated financial statements do not give a true and fair view in accordance with International Accounting Standard No. 34.

Modern Accountants

Sinan Ghosheh
License No.(580)

Amman -Jordan
October 30, 2023

Modern Accountants

 A member of
Nexia
International
المحاسبون العصريون

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS OF SEPTEMBER 30, 2023 AND DECEMBER 31, 2022
(EXPRESSED IN JORDANIAN DINAR)

	Note	2023	2022
ASSETS			
Non-current assets			
Property and equipments		72,634,979	74,211,582
Right of use assets	4	56,065	89,705
Financial assets designated at fair value through statement of other comprehensive income		20,000	20,000
Total non-current assets		72,711,044	74,321,287
Current assets			
Prepaid expenses and other receivables		2,902,979	3,953,863
Spare parts and supplies warehouse		3,790,057	3,243,802
Inventory		7,636,950	7,481,100
Account Receivables		4,423,881	4,841,829
Checks under collection		498,471	344,044
Cash and cash equivalents		1,058,490	540,542
Total current assets		20,310,828	20,405,180
TOTAL ASSETS		93,021,872	94,726,467
LIABILITIES AND SHAREHOLDER EQUITY			
Shareholder equity			
Share Capital	1	23,558,305	23,558,305
Statutory reserve		588,095	588,095
Accumulated losses		(5,750,471)	(4,188,256)
Total shareholder equity		18,395,929	19,958,144
Non- current liabilities			
Due to related parties		13,129,182	33,605,862
Long term -note payables		9,014,495	9,860,674
Long term- loans		12,454,867	8,542,164
Long term deferred checks		11,659,225	-
Long term lease obligation	4	31,845	38,853
Total non – current liabilities		46,289,614	52,047,553
Current liabilities			
Accrud expenses and other payables		948,417	872,008
Short term lease obligation	4	31,846	62,100
Short term -note payables		2,729,980	2,975,936
Account payables		4,251,401	4,509,517
Short term Deferred checks		11,389,944	7,836,534
Current portion of long term loans		5,597,133	4,865,173
Banks overdraft		3,387,608	1,599,502
Total current liabilities		28,336,329	22,720,770
TOTAL LIABILITIES AND SHAREHOLDER EQUITY		93,021,872	94,726,467

The accompanying notes are an integral part of these Interim Consolidated financial statements

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(EXPRESSED IN JORDANIAN DINAR)

	From the period		From the beginning of the year	
	July 1, 2023 till September 30, 2023	July 1, 2022 till September 30, 2022	September 30, 2023	September 30, 2022
Sales	11,743,965	12,775,321	35,950,909	31,410,841
Cost of sales	(10,445,023)	(11,578,431)	(33,992,181)	(27,292,443)
Poultry Gross Profit	1,298,942	1,196,890	1,958,728	4,118,398
Protein gross profit	13,502	113,652	281,422	256,200
Gross profit	1,312,444	1,310,542	2,240,150	4,374,598
Selling and Marketing expenses	(552,711)	(616,249)	(1,905,446)	(1,922,504)
General and administrative expenses	(228,709)	(308,645)	(789,250)	(791,935)
Financial Charges	(366,237)	(202,289)	(1,097,662)	(766,796)
Expected credit losses	(3,000)	-	(9,000)	(6,000)
Other Revenues and expenses	(3,301)	(125,823)	(1,007)	(122,635)
(Loss) / Profit for the period	158,486	57,536	(1,562,215)	764,728
Other comprehensive income:				
Total (loss) / Comprehensive Income	158,486	57,536	(1,562,215)	764,728
(Loss) / Profit per share:				
(Loss) / Profit per share- JD/ share	0,006	0,002	(0,066)	0,032
Outstanding weighted average share	23,558,305	23,558,305	23,558,305	23,558,305

The accompanying notes are an integral part of these interim consolidated financial statements

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF SHAREHOLDER EQUITY (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(EXPRESSED IN JORDANIAN DINAR)

	Share Capital	Statutory Reserve	Accumulated Losses	Total
Balance at January 1, 2023	23,558,305	588,095	(4,188,256)	19,958,144
Comprehensive income for the period	-	-	(1,562,215)	(1,562,215)
Balance at September 30, 2023	23,558,305	588,095	(5,750,471)	18,395,929
Balance at January 1, 2022	23,558,305	588,095	(2,590,202)	21,556,198
Comprehensive income for the period	-	-	764,728	764,728
Balance at September 30, 2022	23,558,305	588,095	(1,825,474)	22,320,926

The accompanying notes are an integral part of these Interim Consolidated financial statements

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(EXPRESSED IN JORDANIAN DINAR)

	For the nine months September 30, 2023	For the nine months September 30, 2022
OPERATING ACTIVITIES		
(Loss) / Profit for the period	(1,562,215)	764,728
Adjustments on the (Loss) / profit for the period:		
Depreciation	1,585,159	1,753,262
Rights of use the assets Amortization	33,640	22,427
Financial lease Interest	4,138	12,644
Financial Charges	1,097,662	766,796
Changes in operating assets and liabilities:		
Account receivable	417,948	(859,106)
Spare parts and supplies warehouse	(546,255)	(2,878,722)
Inventory	(155,850)	(1,575,094)
Prepaid expenses and other receivables	1,050,884	(2,979,172)
Checks under collection	(154,427)	19,756
Account payables and Deferred Checks	14,954,519	8,017,066
Due to related parties	(20,476,680)	(3,670,542)
Accrued expenses and other payables	76,409	60,323
Net cash used in operating activities	(3,675,068)	(545,634)
INVESTING ACTIVITIES		
Change in property and equipments	(8,556)	240
Net cash (used in) / available from investing activities	(8,556)	240
FINANCING ACTIVITIES		
Note payable	(1,092,135)	299,032
Banks overdraft	1,788,106	(116,086)
Loans	4,644,663	1,908,266
Lease contracts payments	(41,400)	(29,937)
Financial charges paid	(1,097,662)	(766,796)
Net cash available from financing activities	4,201,572	1,294,479
Net change in cash and cash equivalents	517,948	749,085
Cash and cash equivalents, January 1	540,542	188,933
Cash and cash equivalents, September 30	1,058,490	938,018

The accompanying notes are an integral part of these Interim Consolidated financial statements

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
(PUBLIC SHAREHOLDING COMPANY)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(EXPRESSED IN JORDANIAN DINAR)

1. ORGANIZATION AND ACTIVITIES

Jordan Poultry Processing and Marketing Company is a Public Shareholding company ("the company") is registered under registration no. (201) on June 28, 1987. The company's authorized capital is 24,000,000 shares the value of each of them 1 JD ,while the paid-up and subscribed capital is JD 23,558,305 divided into 23,558,305 shares of JD 1 each.

The current main activity of the company consists in owning, establishing and operating slaughterhouses for the processing of broiler poultry and preparing them for marketing, renting and managing cold stores for preserving poultry meat and table eggs, and establishing and managing factories for the manufacture of poultry waste and marketing its production at home and abroad by owning and renting the regular and refrigerated means of transport that it needs to implement its goals . It also evaluates industries and other projects related to poultry and its derivatives and raising them to serve the company's goals and objectives.

The Company's headquarter is in Azzarqa in Dhleel City.

2. NEW AND AMENDED IFRS STANDARDS

The following new and revised Standards and Interpretations are not yet effective

It is valid for annual periods beginning on or after

Classification of liabilities as current or not- current (Amendments to IAS 1)	January 1, 2023
IFRS 17 Insurance Contracts and amendments to IFRS 17 Insurance Contracts	January 1, 2023
Definition of Accounting Estimate (Amendments to IAS 8)	January 1, 2023
Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statements 2)	January 1, 2023
Deferred Tax related to Assets and liabilities arising from a Single Transaction (Amendments to IAS 12)	January 1, 2023
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)	Deferred Indefinitely

Management anticipates that these new standards, interpretations and amendments will be adopted in the Company's financial statements as and when they are applicable and adoption of these new standards, interpolations and amendments, may have no material impact on the financial statement of the Company in the period of initial application.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Interim Consolidated financial statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting".

The Interim Consolidated financial statement is presented in Jordanian Dinar, since that is the currency in which the majority of the Company's transactions are denominated.

The interim consolidated financial statements have been prepared on historical cost basis.

The interim consolidated financial statement do not include all the information and notes needed in the annual financial statement and must be reviewed with the ended consolidated financial statement at December 31, 2022, in addition to that the result for the nine months ended in September 30, 2023 is not necessarily to be the expected results for the financial year ended December 31, 2023.

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(EXPRESSED IN JORDANIAN DINAR)

Significant accounting policies

The accounting policies used in the preparation of the Interim Consolidated financial information are consistent with those used in the audited financial statements for the period ended December 31, 2022.

Basis of consolidating interim financial statements

The interim Consolidated Financial Statements incorporate the financial statements of Jordan poultry processing and marketing company for Investment and Export (Public Shareholding Company) and the subsidiaries controlled by the Company.

Control is achieved where the Company:

- Ability to exert power over the investee.
- Exposure, or rights, to variable returns from its involvement with the investee.
- Ability to exert power over the investee to affect the amount of the investor's returns.

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control described in the accounting policy for subsidiaries above.

When the Company has less than a majority of the voting, The Company shall have control over the investee when the voting rights sufficient to give it the ability to direct relevant activities of the investee individually.

When The Company reassesses whether or not it controls an investee, it consider all the relevant facts and circumstances which includes:

- Size of the holding relative to the size and dispersion of other vote holders
- Potential voting rights, others vote-holders, and Other parties
- Other contractual rights
- Any additional facts and circumstances may indicate that the company has, or does not have, the current ability to direct the activities related to the time needed to make decisions, including how to vote at previous shareholders meetings.

The consolidation process begins when the company's achieve control on the investee enterprise (subsidiary), while that process stops when the company's loses control of the investee (subsidiary). In particular Income and expenses of subsidiaries acquired or disposed of during the year are included in the consolidated income statement, and the consolidated comprehensive income statement from the effective date of acquisition and up to the effective date of which it loses control of a subsidiary company.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company 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 parent's accounting policies.

All intergroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are element acted in full on consolidation.

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(EXPRESSED IN JORDANIAN DINAR)

The interim consolidated financial statements as of September 30, 2023 include the financial statements of the following subsidiaries:

Affiliate name	Place of registration	Registration year	Ownership and voting percentage	The main activity of the company
Qasr Al-Hallabat for breeding and marketing poultry Company	Hashemite Kingdom of Jordan	2019	%100	Poultry farm and establishment of poultry farms

Financial assets

Classifications

The Company classifies its financial assets into the following categories: financial assets at fair value through income statement, and receivables. Such classifications are determined based on the purpose for which these financial assets were acquired.

The management determines its classifications of the financial assets at initial recognition.

(A) Financial assets at fair value through income statement

Financial assets at fair value through income statement are financial assets held for trading. A financial asset is classified under this category if it is purchased primarily to be sold in a short period of time. Such assets are classified in this category under current assets, if the Company expects to sell them within 12 months from the date of the statement of financial position, otherwise they are classified as non-current assets.

(B) Loan and Receivables

Receivables are financial assets (other than financial derivatives) with fixed or determinable payments that are not included in the financial market. These assets are classified as current assets unless they have maturities over 12 months after the statement of financial position date, as these are classified as non-current assets.

Recognition and measurement

Purchases and sales of financial assets are recognised on the trade-date – the date on which the Company commits to purchases or sell the asset. Investments are recognised at fair value while costs associated with purchases and sales are recognised in income statement.

Impairment of financial assets

The Company reviews stated values on financial assets at the date of the statement of financial position to determine whether objective indications of their impairment exist, individually or in the aggregate if such indications exist, recoverable amount is estimated to determine impairment.

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
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The criteria that the Company uses to determine that there is objective evidence of an impairment loss includes:

- Significant financial difficulty of the debtor.
- A breach of contract, such as a default or delinquency in interest or principal payments.
- The Company, for economic or legal reasons relating to the debtors financial difficulty, granting the debtor a concession that the lender would not otherwise consider.
- It becomes probable that the debtor will enter bankruptcy or other financial reorganization.
- The disappearance of an active market for that financial asset because of financial difficulties.
- Observable data indicating that there is a measurable decrease in the estimated future cash flows from a portfolio of financial assets since the initial recognition of those assets, including:

(1) Adverse changes in the payment status of debtors in the portfolio.

(2) National or local economic conditions that correlate with defaults on the assets in the portfolio.

The Company first assesses whether objective evidence of impairment exists.

For receivables category, the amount of the loss is measured as the difference between the assets carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the financial assets original effective interest rate. The carrying amount of the asset is reduced and the amount of the loss is recognised in income statement.

If, in a subsequent period, the amount of impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as an improvement in the debtor's credit rating), the reversal of the previously recognised impairment loss is recognised in income statement.

Leasing

Leases are classified as capital lease whenever the terms of the lease transfer substantially all of the risks and rewards of ownership to the lessee, all other leases are classified as operating leases.

Leases are recognized as a right to use asset and a corresponding liability on the date that the leased asset is available for company use. Each lease payment is distributed between the obligation and the cost of the financing. The finance charge is charged to the profit or loss over the term of the lease in order to obtain a fixed periodic rate for the outstanding Interest on the remaining balance of the liabilities for each period. Amortization is calculated on the right to use assets over the useful life of the asset or the lease term, whichever is shorter, by the straight-line method.

Operating lease obligations are measured at the present value of the remaining lease payments, as lease payments are discounted using the interest rate included in the lease. If this rate cannot be determined, the additional borrowing rate of the lessor is used, which is the rate the tenant has to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

Rentals due under short-term operating leases and low-value assets are charged to the statement of comprehensive income during the period of the operating lease using the straight-line method. Short-term operating lease contracts are leases of 12 months or less.

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
(EXPRESSED IN JORDANIAN DINAR)

Critical accounting judgments and key sources of estimation uncertainty

The preparation of interim financial statements requires management to make judgments estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these consolidated financial statements, the significant Judgments made by management in applying the Company accounting policies and the key sources of estimation uncertainty were the same as those that applied to interim consolidate financial statment.

Sales

Sales are recognized when the goods are delivered to customers and the invoice is issued, and shown net after trade or volume discount.

Expenses

Selling and marketing expenses principally comprise of costs incurred in the distribution and sale of the Company's products, all other expenses are classified as general and administrative expenses.

General and administrative expenses include direct and indirect costs which are not specifically part of production costs as required under generally accepted accounting principles. Allocations between general and administrative expenses and cost of sales are made on a consistent basis when required.

Cash and cash equivalents

Cash and cash equivalents include cash, demand deposits, and highly liquid investments with original maturities of three months or less.

Accounts receivable

Account receivable are stated at invoice amount less any provision for doubtful.

Inventory

Inventories in progress are shown at cost. The finished goods are transferred from poultry farms to the production department at fair value based on market prices, and the auxiliary materials, operating materials and packaging are valued at cost (according to the moving weighted average method) or the net realizable value, whichever is lower, and the finished goods are valued at cost (according to the moving weighted average method)) or net realizable value, whichever is lower.

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
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(EXPRESSED IN JORDANIAN DINAR)

Property and equipment

Property and equipment are stated at cost less accumulated depreciation. Expenditure on maintenance and repairs is expensed. Depreciation is provided over the estimated useful lives of the applicable assets using the straight line method. The estimated rates of depreciation of the principal assets using the straight line method. The estimated rates of depreciation of the principal classes of assets are as follows:

	<u>Annual depreciation rate</u>
Buildings and constructions	1%
Office device	6 – 7.5%
Butchery equipment	2.5 – 3.5%
Boxes and Cages	7.5%
Resturant equipments	5%
Tools and equipment	5%
Clothes	7.5%
Lab equipment	5%
Water well	5%
Pallets	10%
Vehicles and machines	7.5 – 12.5%
Furniture and fixture	10 - 20%

Useful lives and the depreciation method are reviewed periodically to make sure that the method and amortization period appropriate with the expected economic benefits of property and equipment. Impairment test is performed to the value of the property and equipment that appears in the Interim Consolidated Statement of Financial Position When any events or changes in circumstances shows that this value is non-recoverable.

In case of any indication to the low value, Impairment losses are calculated according to the policy of the low value of the assets.

At the exclusion of any subsequent property and equipment, recognize the value of gains or losses resulting, Which represents the difference between the net proceeds of exclusion and the value of the property and equipment that appears in the Interim Consolidated Statement of Financial Position, Gross Profit and loss.

Income tax

The company is subject to Income Tax Law and its subsequent amendments and the regulations issued by the Income Tax Department in the Hashemite Kingdom Of Jordan and provided on accrual basis, Income Tax is computed based on adjusted net income, According to International Accounting Standard number (12), the company may have deferred taxable assets resulting from the differences between the accounting value and tax value of the assets and liabilities related to the provisions, these assets are not shown in the Interim Consolidated financial statements since it's immaterial.

Loan interests capitalization

Interstet loans that are related to expansion projects to be available to produce are capilatized.

Foreign currency transactions

Foreign currency transactions are translated into Jordanian Dinars at the rates of exchange prevailing at the time of the transactions. Monetary assests and liabilities denominated in foreign currencies at the statement of financial position are translated at the exchange rates prevailing at that date. Gains and losses from settlement and translation of foreign currency transactions are included in the statement of interim consolidated comprehensive income.

JORDAN POULTRY PROCESSING AND MARKETING COMPANY
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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
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4. RIGHT of USE ASSETS / LEASE OBLIGATIONS

	2023	2022
Use Rights		
The balance as of January 1	89,705	134,558
amortization expense	(33,640)	(44,853)
Net Balance as of September 30	56,065	89,705
 Commitment to lease contracts		
The balance as of January 1	100,953	160,010
Interest expense	4,138	10,543
Paid during the period / year	(41,400)	(69,600)
Net Balance as of September 30	63,691	100,953
 Which of them		
Short term leases obligations	31,846	62,100
Long term lease obligations	31,845	38,853
	63,691	100,953

5. FINANCIAL INSTRUMENTS

Capital Risk Management

The Company manage its capital to make sure that the Company will continue when it takes the highest return by the best limit for debts and owners' equity balances. The Company's strategy doesn't change from 2022.

The Debt Ratio

The board of directors is reviewing the share capital structure periodically. As a part of this reviewing, the board of directors consider the cost of share capital and the risks that is related in each faction from capital and debt factions. The companys capital structure includes debts from the borrowing. The Company doesn't determine the highest limit of the debt ratio and it doesn't expect increase in the debt ratio during 2023.

The management of the financial risks

The Company's activities might be exposing mainly to the followed financial risks:

Interest rate risk

The Company is exposed to interest rate risk on its interest bearing assets and liabilities (bank deposits, interest bearing loans and borrowings).

The sensitivity of the statement of comprehensive income is the effect of the assumed changes in interest rates on the Company's profit for one year, and it is calculated based on the financial liabilities which carry variable interest rates at the end of the year.

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NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023
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Credit risk management

The credit risks represent in one part of the financial instruments contracts has not obligated to pay the contractual obligations and cause of that the Company is exposing financial losses, However, there are no any contracts with any other parts so the Company doesn't expose to different types of the credit risks, The significant credit exposed for any parts or group of parts that have a similar specification have been disclosed in note No.6. The Company classified the parts which have similar specifications as a related parties. Except the amounts which are related in the cash money. The credits risks that are resulting from the cash money are specific because the parts that are dealing with it are local banks have good reputations and have been controlled from control parties.

The amounts included in these financial statements represent the company's higher exposure to credit risk for trade and other receivables, and cash and cash equivalents.

Liquidity risk

The responsibility for liquidity risk management falls on the Board of Directors to manage the company's short-term, medium-term and long-term cash and liquidity requirements. The company manages liquidity risk by monitoring future cash flows that are permanently evaluated and match the maturity dates of cash assets and liabilities.

6. APPROVAL OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The interim consolidated financial statements were approved by the Board of Directors and authorized for issuance on October 30, 2023 This financial statement requires General Assembly approval.