

Jordanian Expatriates Investment Holding Company
Public Shareholding Company
Condensed Interim Consolidated Financial Statements (Unaudited)
30 September 2024

Jordanian Expatriates Investment Holding Company
Public Shareholding Company

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Report on Review of Condensed Interim Consolidated Financial Statements

To The Board of Directors
Jordanian Expatriates Investment Holding Company
Public Shareholding Company
Amman - Jordan

Introduction

We have reviewed the accompanying condensed interim consolidated financial statements of **Jordanian Expatriates Investment Holding Company (PLC)**, comprising the interim consolidated statement of financial position as at 30 September 2024 and the related interim consolidated statement of comprehensive income, interim consolidated statement of changes in equity and interim consolidated statement of cash flows for the nine months period then ended and the notes about condensed interim consolidated financial statements. Management is responsible for the preparation and presentation of this condensed interim consolidated financial statement in accordance with International Accounting Standard number (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on this condensed interim consolidated financial statements based on our review.

Scope of Review


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

Conclusion

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

27 October 2024
Amman - Jordan




Arab Professionals
Ibrahim Hammoudeh
License No. (606)

Jordanian Expatriates Investment Holding Company
Public Shareholding Company
Interim Consolidated Statement of Financial Position as at 30 September 2024

(In Jordanian Dinar)

	Note	30 September 2024 (Unaudited)	31 December 2023 (Audited)
Assets			
Cash and cash equivalents		4,678,526	5,352,857
Financial assets at fair value through profit or loss		3,627,242	4,044,382
Brokerage receivables		12,075	21,853
Margin financing receivables		983,422	882,158
Brokers receivables		-	60,163
Settlement guarantee fund		89,000	89,000
Other current assets		186,002	170,337
Financial assets at fair value through other comprehensive income		3,933,732	3,933,732
Financial assets at amortized cost		1,264,651	1,228,127
Investment property		1,963,552	1,963,552
Property and equipment		12,955	17,624
Projects under construction		1,175,610	933,982
Brokerage license		200,000	200,000
Total assets		18,126,767	18,897,767
Liabilities and Equity			
Liabilities			
Brokers payables		53,119	-
Brokerage payables		167,080	216,734
Amounts due to related parties		1,128	25,213
Other current liabilities		279,007	345,440
Total liabilities		500,334	587,387
Equity	4		
Paid in capital		14,512,500	14,512,500
Additional paid in capital		105,986	105,986
Statutory reserve		2,542,950	2,542,950
Voluntary reserve		11,448	11,448
(Accumulated losses) Retained earnings		(195,761)	488,535
Total shareholders' equity		16,977,123	17,661,419
Non-controlling interests		649,310	648,961
Total equity		17,626,433	18,310,380
Total liabilities and equity		18,126,767	18,897,767

"The accompanying notes from (1) to (7) are an integral part of these condensed interim consolidated financial statements and read with review report"

Jordanian Expatriates Investment Holding Company
Public Shareholding Company
Interim Consolidated Statement of Comprehensive Income
For the Nine Months Ended at 30 September 2024 (Unaudited)

(In Jordanian Dinar)

	For the three months ended		For the nine months ended	
	30 September 2024	30 September 2023	30 September 2024	30 September 2023
Dividend income	30,358	1,291,564	151,573	1,441,019
Profit from sale of financial assets at fair value through profit or loss	-	-	-	18,395
Changes in fair value of financial assets at fair value through profit or loss	416,977	(215,108)	(413,635)	(360,833)
Brokerage commissions	46,242	86,605	144,352	285,312
Interest income on margin financing accounts	12,806	9,254	35,956	19,654
Interest income from bank deposits	74,311	50,215	208,991	138,845
Interest income from financial assets at amortized cost	24,000	21,325	71,667	66,195
Loss from sale of financial assets at amortized cost	-	(26,120)	-	(26,120)
Administrative expenses	(104,210)	(97,296)	(351,696)	(330,090)
Marketing expenses	(8,609)	(25,728)	(32,195)	(81,698)
Unneeded (provision) for expected credit loss for financial assets at amortized cost	25,000	16,612	25,000	(48,388)
Provision for expected credit loss for brokerage receivables	-	-	(19,470)	(43,928)
Bad debt expenses	(1,400)	-	(1,400)	-
Legal expenses	(975)	(2,349)	(13,403)	(2,349)
Depreciation	(2,239)	(2,191)	(6,730)	(6,444)
Other expenses and revenues, Net	52,836	(24,486)	(3,265)	(38,790)
(Loss) profit for the period before income tax	565,097	1,082,297	(204,255)	1,030,780
Income tax for the period	(13,715)	(5,769)	(27,467)	(36,956)
National contribution tax for the period	(1,923)	(14,760)	(3,424)	(18,826)
Prior years income tax	-	-	(13,426)	-
Total comprehensive (loss) income for the period	549,459	1,061,768	(248,572)	974,998
Attributable to:				
Shareholders of the company	544,830	1,057,929	(248,921)	970,961
Non-controlling interests	4,629	3,839	349	4,037
	549,459	1,061,768	(248,572)	974,998
 Basic and diluted (loss) earnings per share for the period	 0.038	 0.073	 (0.017)	 0.067

“The accompanying notes from (1) to (7) are an integral part of these condensed interim consolidated financial statements and read with review report”

Jordanian Expatriates Investment Holding Company
Public Shareholding Company
Interim Consolidated Statement of Changes in Equity For the Nine Months Ended at 30 September 2024 (Unaudited)

(In Jordanian Dinar)

	<u>Paid-in capital</u>	<u>Additional Paid in capital</u>	<u>Reserves</u>		<u>(Accumulated losses) Retained earnings</u>	<u>Total shareholders equity</u>	<u>Non- controlling interests</u>	<u>Total equity</u>
			<u>Statutory</u>	<u>Voluntary</u>				
Balance at 1 January 2024	14,512,500	105,986	2,542,950	11,448	488,535	17,661,419	648,961	18,310,380
Paid dividends (Note 4)	-	-	-	-	(435,375)	(435,375)	-	(435,375)
Total comprehensive income for the period	-	-	-	-	(248,921)	(248,921)	349	(248,572)
Balance at 30 September 2024	14,512,500	105,986	2,542,950	11,448	(195,761)	16,977,123	649,310	17,626,433
Balance at 1 January 2023	14,512,500	105,986	2,401,062	11,448	(697,602)	16,333,394	644,370	16,977,764
Total comprehensive income for the period	-	-	-	-	970,961	970,961	4,037	974,998
Balance at 30 September 2023	14,512,500	105,986	2,401,062	11,448	273,359	17,304,355	648,407	17,952,762

“The accompanying notes from (1) to (7) are an integral part of these condensed interim consolidated financial statements and read with review report”

Jordanian Expatriates Investment Holding Company
Public Shareholding Company
Interim Consolidated Statement of Cash Flows For the Nine Months Ended at 30 September 2024
(In Jordanian Dinar)

	30 September 2024 (Unaudited)	30 September 2023 (Unaudited)
Operating activities		
(Loss) profit for the period	(204,255)	1,030,780
Depreciation	6,730	6,444
Changes in fair value of financial assets at fair value through profit or loss	413,635	360,833
Provision for expected credit loss for brokerage receivables	19,470	43,928
Loss from sale of financial assets at amortized cost	-	26,120
(Unneeded) provision for expected credit loss for financial assets at amortized cost	(25,000)	48,388
Bad debts	1,400	-
Changes in working capital		
Financial assets at fair value through profit or loss	3,505	32,870
Brokerage receivables	(39,876)	30,586
Margin financing receivables	(122,134)	(24,391)
Brokers receivables	113,282	(183,935)
Amount due to related parties	(24,085)	(17,637)
Other current assets	14,488	(35,200)
Other current liabilities	(89,897)	(91,224)
Income tax paid	(51,006)	-
Net cash flows from operating activities	<u>16,257</u>	<u>1,227,562</u>
Investing activities		
Financial assets at amortized cost	(11,524)	40,034
Property and equipment	(2,061)	(2,818)
Investment property	-	(42,797)
Projects under construction	(241,628)	-
Net cash flows used in investing activities	<u>(255,213)</u>	<u>(5,581)</u>
Financing activities		
Paid dividends	(435,375)	-
Changes in cash and cash equivalents	(674,331)	1,221,981
Cash and cash equivalents, at beginning of the year	<u>5,352,857</u>	<u>4,099,214</u>
Cash and cash equivalents, at end of the period	<u>4,678,526</u>	<u>5,321,195</u>

“The accompanying notes from (1) to (7) are an integral part of these condensed interim consolidated financial statements and read with review report”

Jordanian Expatriates Investment Holding Company
Public Shareholding Company
Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)
30 September 2024
(In Jordanian Dinar)

1 . General

Jordanian Expatriates Investment Holding Company was established on 2 July 1988 and registered in accordance with Jordanian Companies Law under No. (202) as Public Shareholding Company. The Company's head office is in the Hashemite Kingdom of Jordan. Company's main objectives are to invest in industrial, commercial, agricultural, tourism and other economic fields.

Company's shares are listed in Amman Stock Exchange - Jordan.

The accompanying condensed interim consolidated financial statements have been approved for issue by the Company's Board of Directors on 22 October 2024.

2 . Summary of Significant Accounting Policies

Basis of Preparation

The condensed interim consolidated financial statements of the Company have been prepared in accordance with International Accounting Standard number (34) "Interim Financial Reporting". They do not include all of the information required in annual financial statements in accordance with IFRSs, and should be read in conjunction with the consolidated financial statements of the Company for the year ended 31 December 2023.

The condensed interim consolidated financial statements have been prepared on a historical cost basis except for financial assets, which have been measured at fair value.

The condensed interim consolidated financial statements are presented in Jordanian Dinar which is the functional currency of the Company.

The accounting policies are consistent with those used in the previous period, except for the adoption of new and amended standards effective as at the beginning of the year.

Basis of Consolidation

The condensed interim consolidated financial statements comprise of the financial statements of the parent and its subsidiaries where the Company has the power to govern the financial and operating policies of the subsidiary so as to obtain benefits from their activities. The financial statements of the subsidiaries are prepared for the same reporting year as the Company using consistent accounting policies. All balances, transactions, income, and expenses between the Company and its subsidiaries are eliminated.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Company obtains control, and continue to be consolidated until the date that such control ceases.

The results of operations of the subsidiaries are consolidated in the interim consolidated statement of Comprehensive Income from the acquisition date which is the date on which control over subsidiaries is transferred to the Company. The results of operation of the disposed subsidiaries are included in the interim consolidated statement of Comprehensive Income to the disposal date which is the date on which the Company loses control over the subsidiaries.

Non - controlling interest represent the subsidiary equity not owned by the parent shareholders.

Jordanian Expatriates Investment Holding Company PLC
Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)
30 September 2024

The following subsidiaries have been consolidated:

Company name	Paid in capital	Ownership	Activity
Jordanian Expatriates for Financial Brokerage	2,250,000	75%	Brokerage services
Jordanian Expatriates for Real Estate and Development	1,600,000	100%	Real estate investment

Use of Estimates

The preparation of the condensed interim consolidated financial statements requires management to make estimates and assumptions that affect the reported amount of financial assets and liabilities and disclosure of contingent liabilities. These estimates and assumptions also affect the revenues, expenses and the provisions. Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgment and uncertainty and actual results may differ resulting in future changes in such provisions.

- Management reviews periodically the tangible and intangible assets in order to assess the depreciation and amortization for the year based on the useful life and future economic benefits. Any impairment is taken to the interim consolidated statement of comprehensive income.
- The measurement of impairment losses under IFRS 9 requires judgment, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances. Elements of the expected credit loss model that are considered accounting judgments and estimates include Probability of default (PD), Loss given default (LGD) and Exposure at default (EAD).

3 . Income tax

- The Company has settled its tax liability with Income Tax Department up to the year ended 2021.
- The income tax returns for the years 2022 and 2023 have been filed with the Income Tax Department but the Department has not reviewed the Company's records till the date of this report.
- The Income and National Contribution tax provision for the nine months ended 30 September 2024 was calculated in accordance with the Income Tax Law.

4 . Paid dividends

The General Assembly has resolved in its meeting held during 2024 to distribute 3% cash dividends of the paid in capital amounted to JOD (14,512,500) to the shareholders'.

5 . Contingent liabilities

The Company is contingently liable with respect to bank letters of guarantee for JOD (473,000) against cash margin of JOD (47,500).

Jordanian Expatriates Investment Holding Company PLC
Notes to the Condensed Interim Consolidated Financial Statements (Unaudited)
30 September 2024

6 . Analysis of the Maturities of Assets and Liabilities

The following table illustrates the analysis of assets and liabilities according to the expected period of their recoverability or settlement.

30 September 2024	Less than one year	More than one year	Total
Assets			
Cash and cash equivalents	4,678,526	-	4,678,526
Financial assets at fair value through profit or loss	3,627,242	-	3,627,242
Brokerage receivables	12,075	-	12,075
Margin financing receivables	983,422	-	983,422
Settlement guarantee fund	89,000	-	89,000
Other currents assets	186,002	-	186,002
Financial assets at fair value through other comprehensive income	-	3,933,732	3,933,732
Financial assets at amortized cost	-	1,264,651	1,264,651
Investment property	-	1,963,552	1,963,552
Property and equipment	-	12,955	12,955
Projects under construction	-	1,175,610	1,175,610
Brokerage license	-	200,000	200,000
Total assets	9,576,267	8,550,500	18,126,767
Liabilities			
Brokers payables	53,119	-	53,119
Brokerage payables	167,080	-	167,080
Amount due to related parties	1,128	-	1,128
Other current liabilities	279,007	-	279,007
Total liabilities	500,334	-	500,334
31 December 2023	Less than one year	More than one year	Total
Assets			
Cash and cash equivalents	5,352,857	-	5,352,857
Financial assets at fair value through profit or loss	4,044,382	-	4,044,382
Brokerage receivables	21,853	-	21,853
Margin financing receivables	882,158	-	882,158
Brokers receivables	60,163	-	60,163
Settlement guarantee fund	89,000	-	89,000
Other currents assets	170,337	-	170,337
Financial assets at fair value through other comprehensive income	-	3,933,732	3,933,732
Financial assets at amortized cost	-	1,228,127	1,228,127
Investment property	-	1,963,552	1,963,552
Property and equipment	-	17,624	17,624
Projects under construction	-	933,982	933,982
Brokerage license	-	200,000	200,000
Total assets	10,620,750	8,277,017	18,897,767
Liabilities			
Brokerage payables	216,734	-	216,734
Amount due to related parties	25,213	-	25,213
Other current liabilities	345,440	-	345,440
Total liabilities	587,387	-	587,387

7 . Fair Value of Financial instruments

The fair values of the financial assets and liabilities are not materially different from their carrying values as most of these items are either short-term in nature or re-priced frequently.

Financial assets and financial liabilities measured at fair value in the consolidated statement of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: unobservable inputs for the asset or liability.

30 September 2024	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	3,526,682	100,560	-	3,627,242
Financial assets at fair value through other comprehensive income	-	-	3,933,732	3,933,732
	3,526,682	100,560	3,933,732	7,560,974
31 December 2023	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss	3,950,688	93,694	-	4,044,382
Financial assets at fair value through other comprehensive income	-	-	3,933,732	3,933,732
	3,950,688	93,694	3,933,732	7,978,114

Financial assets included in level 3 are stated at cost less impairment charges, as the fair value of these assets cannot be measured reliably due to the lack of available active markets for identical assets.