



شركة النقلات السياحية الأردنية المساهمة المحدودة
Jordan Express Tourist Transport Co. Ltd

الرقم : JETT/FD/2018/07/143

التاريخ : 2018/07/30

للمصاح

* بورصة عمان

السيد صالح

السادة /هيئة الأوراق المالية المحترمين السيد

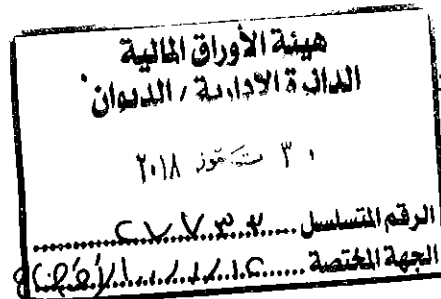
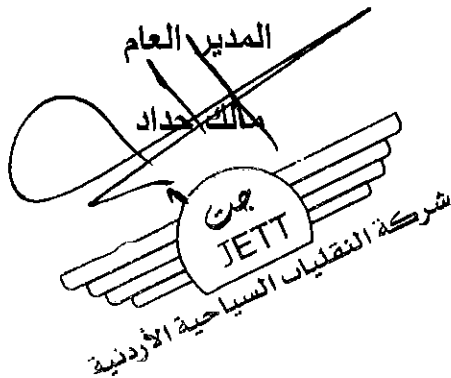
السيد عمر

تحية طيبة وبعد ,,

✓/✓

استنادا لاحكام المادة (43/أ) من قانون الاوراق المالية والمادة (15/ب) من تعليمات إدراج الاوراق المالية في بورصة عمان لسنة 2004، نرفق لكم طية البيانات الموحدة المرحلية ونتائج أعمال شركة النقلات السياحية الأردنية باللغة العربية والانجليزية كما هي في 2018/06/30.

تفضلوا بقبول فائق الاحترام ,,,,



نسخة بورصة عمان

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)

PUBLIC SHAREHOLDING COMPANY

UNAUDITED INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS

30 JUNE 2018

**REPORT ON REVIEW OF
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
TO THE BOARD OF TO THE SHAREHOLDERS OF JORDAN EXPRESS TOURIST
TRANSPORTATION COMPANY (JETT)
AMMAN - JORDAN**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Jordan Express Tourist Transportation Company (JETT) - Public Shareholding Company and its subsidiaries ("the Group") as at 30 June 2018, comprising of the interim consolidated statement of financial position as at 30 June 2018 and the related interim consolidated statements of income, comprehensive income, changes in equity and cash flows for the six month period then ended and explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (IAS 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.

Amman – Jordan
29 July 2018

Ernst & Young

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Notes	30 June 2018 JD (Unaudited)	31 December 2017 JD (Audited)
<u>ASSETS</u>			
Non-current assets -			
Property and equipment		12,676,140	12,711,206
Intangible assets		1,328,943	1,497,380
Financial assets at fair value through other comprehensive income		2,180,288	2,272,663
		<u>16,185,371</u>	<u>16,481,249</u>
Current assets -			
Financial assets at fair value through profit or loss		183,785	179,103
Inventory		2,549,556	2,632,960
Accounts receivables and other current assets		3,197,824	2,921,189
Cash on hand and at banks		2,183,683	2,134,196
		<u>8,114,848</u>	<u>7,867,448</u>
Total assets		<u>24,300,219</u>	<u>24,348,697</u>
<u>SHAREHOLDERS EQUITY AND LIABILITIES</u>			
Shareholders' equity -			
Paid-in capital	1	10,800,000	10,800,000
Statutory reserve		2,356,095	2,356,095
Voluntary reserve		2,263,552	2,263,552
Fair value reserve		(388,613)	(296,238)
Retained earnings		4,340,149	4,444,744
		<u>19,371,183</u>	<u>19,568,153</u>
Equity attributable to shareholders of the parent		<u>19,371,183</u>	<u>19,568,153</u>
Non-controlling interests		33,079	43,462
Total equity		<u>19,404,262</u>	<u>19,611,615</u>
Liabilities -			
Non-current liabilities -			
Long term loan	11	<u>1,199,984</u>	<u>1,399,988</u>
Current liabilities -			
Current portion of long term loan	11	400,008	400,008
bank overdrafts		-	220,570
Accounts payable and other current liabilities		3,013,043	2,245,740
Income tax provision	6	282,922	470,776
		<u>3,695,973</u>	<u>3,337,094</u>
Total liabilities		<u>4,895,957</u>	<u>4,737,082</u>
Total equity and liabilities		<u>24,300,219</u>	<u>24,348,697</u>

The accompanying notes from 1 to 13 form an integral part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
INTERIM CONSOLIDATED INCOME STATEMENT
FOR THE THREE MONTHS AND SIX MONTHS ENDED 30 JUNE 2018 (UNAUDITED)

	Notes	For the three months ended 30 June		For the six months ended 30 June	
		2018	2017	2018	2017
		JD	JD	JD	JD
Revenues		6,833,898	6,108,401	13,773,275	12,180,867
Operating expenses		(5,325,380)	(4,560,651)	(10,840,293)	(9,208,173)
Gross profit		1,508,518	1,547,750	2,932,982	2,972,694
Administrative expenses		(813,043)	(811,311)	(1,632,958)	(1,533,156)
Finance costs		(17,058)	(9,038)	(34,746)	(14,727)
Unrealized (losses) gains of financial assets at fair value through profit or loss		(16,519)	(35,277)	4,682	(29,577)
Gain on disposal of property and equipment		22,985	5,493	22,983	5,493
Other revenues		171,822	127,422	257,864	163,517
Fees, other expenses and provisions		(60,000)	-	(60,000)	-
Profit for the period before income tax		796,705	825,039	1,490,807	1,564,244
Income tax	6	(135,970)	(154,730)	(286,323)	(308,554)
Profit for the period		660,735	670,309	1,204,484	1,255,690
Attributable to:					
Equity holders		654,673	663,893	1,191,405	1,242,182
Non-controlling interests		6,062	6,416	13,079	13,508
		660,735	670,309	1,204,484	1,255,690
		<u>JD/ Fils</u>	<u>JD/ Fils</u>	<u>JD/ Fils</u>	<u>JD/ Fils</u>
Basic and diluted, earnings per share attributable to equity holders of the Company	9	<u>0/061</u>	<u>0/061</u>	<u>0/110</u>	<u>0/0115</u>

The accompanying notes from 1 to 13 form an integral part of these interim condensed consolidated financial statements.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS AND SIX MONTHS ENDED 30 JUNE 2018 (UNAUDITED)

	For the three months ended 30 June		For the six months ended 30 June	
	2018	2017	2018	2017
	JD	JD	JD	JD
Profit for the period	660,735	670,309	1,204,484	1,255,690
Add: Other comprehensive income items not to be reclassified to profit or loss in subsequent periods:				
Changes in fair value of financial assets at fair value through other comprehensive income	(189,887)	31,146	(92,375)	79,902
Total comprehensive income for the period	<u>470,848</u>	<u>701,455</u>	<u>1,112,109</u>	<u>1,335,592</u>
Attributable to:				
Equity holders	464,786	695,039	1,099,030	1,322,084
Non-controlling interests	6,062	6,416	13,079	13,508
	<u>470,848</u>	<u>701,455</u>	<u>1,112,109</u>	<u>1,335,592</u>

The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 30 JUNE 2018 (UNAUDITED)

	Attributable to equity holders										
	Reserves			Retained earnings				Non-controlling interests			
	Paid-in capital	Statutory		Voluntary		Fair value				Total retained earnings	
		JD	JD	JD	JD	JD	JD			JD	JD
Balance as at 1 January 2018	10,800,000	2,356,095	2,263,552	(296,238)	5,108,953	(664,209)	4,444,744	19,568,153	43,462	19,611,615	
Total comprehensive income for the period	-	-	-	(92,375)	1,186,723	4,682	1,191,405	1,099,030	13,079	1,112,109	
Dividends distribution to shareholders (Note 13)	-	-	-	-	(1,296,000)	-	(1,296,000)	(1,296,000)	-	(1,296,000)	
Dividends distribution to non-controlling interest from subsidiary	-	-	-	-	-	-	-	-	(23,462)	(23,462)	
Balance as at 30 June 2018	10,800,000	2,356,095	2,263,552	(388,613)	4,999,676	(659,527)	4,340,149	19,371,183	33,079	19,404,262	
Balance as at 1 January 2017	10,800,000	2,356,095	2,263,552	(701,868)	4,520,574	(625,072)	3,895,502	18,613,281	41,717	18,654,998	
Total comprehensive income for the year	-	-	-	79,902	1,271,759	(29,577)	1,242,182	1,322,084	13,508	1,335,592	
Dividends distribution to shareholders (Note 13)	-	-	-	-	(1,080,000)	-	(1,080,000)	(1,080,000)	-	(1,080,000)	
Dividends distribution to non-controlling interest from subsidiary	-	-	-	-	-	-	-	-	(21,717)	(21,717)	
Balance as at 30 June 2017	10,800,000	2,356,095	2,263,552	(621,966)	4,712,333	(654,649)	4,057,684	18,855,365	33,508	18,888,873	

The accompanying notes from 1 to 13 form an integral part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2018 (UNAUDITED)

	Notes	30 June 2018 JD	30 June 2017 JD
<u>OPERATING ACTIVITIES</u>			
Profit for the period before income tax		1,490,807	1,564,244
Adjustments for:			
Depreciation and amortization		1,417,654	1,221,413
Gain on disposal of property and equipment		(22,983)	(5,493)
Interest revenue		(16,765)	-
Finance costs		34,746	14,727
Unrealized (gains) losses of financial assets at fair value through profit or loss		(4,682)	29,577
Changes in working capital:			
Inventory		83,404	100,449
Accounts receivables and other current assets		(276,635)	(1,168,883)
Accounts payable and other current liabilities		767,303	160,827
Income tax paid	6	(474,177)	(497,040)
Net cash flows from operating activities		<u>2,998,672</u>	<u>1,419,821</u>
<u>INVESTING ACTIVITIES</u>			
Proceeds from sale of property and equipment		105,723	5,493
Purchase of property and equipment	5	(1,296,891)	(1,541,204)
Interest received		16,765	-
Advances on purchases of property and equipment		-	(381,453)
Net cash flows used in investing activities		<u>(1,174,403)</u>	<u>(1,917,164)</u>
<u>FINANCING ACTIVITIES</u>			
Dividends paid to shareholders	13	(1,296,000)	(1,080,000)
Dividends paid to non - controlling interest from subsidiary		(23,462)	(21,717)
Loan proceeds		-	2,000,000
Loan repayments		(200,004)	(166,670)
Interest paid		(34,746)	(14,727)
Net cash flows (used in) from financing activities		<u>(1,554,212)</u>	<u>716,886</u>
Net increase in cash and cash equivalents		270,057	219,543
Cash and cash equivalents at the beginning of the period		<u>1,913,626</u>	<u>763,062</u>
Cash and cash equivalents at the end of the period		<u>2,183,683</u>	<u>982,605</u>

The accompanying notes from 1 to 13 form an integral part of these interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2018 (UNAUDITED)

(1) GENERAL

Jordan Express Tourist Transportation Company (JETT) was established as a private shareholding company on 20 October 1964 under the name of Jordan Tourist Transportation Limited Shareholding Company based in Jerusalem and was transformed into a public shareholding company on 11 June 1966 with a paid in capital of JD 300,000 under registration number 45. On 1 June 1995, the general assembly had resolved to consider Amman as the Group's head quarter, and is entitled the right to open branches inside and outside the Kingdom, and was registered in accordance with the companies law on 20 October 1995; The general assembly decided in its meeting held on 14 April 1997 to increase the Group's authorized and paid in capital to reach JD 10,800,000.

The Group's main objectives are establishing and running a company to transport tourists, pilgrims, and others, purchasing tour buses to transport tourists inside and outside the Kingdom and performing all work related to transportation, they also include running lines to transport passengers in accordance with the authorizations granted by the concerned authorities, and setting up, owning and managing gas and fuel stations.

The interim condensed consolidated financial statements were approved by the Board of Directors in their meeting held on 21 July 2018.

(2) BASIS OF PREPARATION

The interim condensed consolidated financial statements for the six-month period to 30 June 2018 have been prepared in accordance with International Accounting Standard 34 (Interim Financial Reporting).

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

The condensed interim consolidated financial statements are prepared under the historical cost convention; except for financial assets at fair value through other comprehensive income and financial assets at fair value through profit or loss which are presented at fair value at the date of the consolidated financial statements.

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 financial statements as of 31 December 2017. In addition, results for the six-month period ended 30 June 2018 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2018.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2018 (UNAUDITED)

(3) CHANGES IN ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2017, except for the adoption of new standards effective as of 1 January 2018:

IFRS 9 Financial Instruments

IFRS 9 Financial Instruments replaces IAS 39 (Financial Instruments: Recognition and Measurement) for annual periods beginning on or after 1 January 2018, bringing together all three aspects of the accounting for financial instruments: classification and measurement; impairment; and hedge accounting.

The Group had previously implemented the first phase of IFRS 9 as issued during 2009. The date of initial implementation of the first phase of IFRS 9 was 1 January 2011.

IFRS 9 requires the Group to record an allowance for expected credit losses "ECLs" for all debt instruments measured at amortization cost.

The impact of the adoption of IFRS 9 as at 1 January 2018 has been recognised in retained earnings. The standard eliminates the use of the IAS 39 incurred loss impairment model approach, uses the revised hedge accounting framework, and the revised guidance on the classification and measurement requirements.

Impairment

The adoption of IFRS 9 has fundamentally changed the Group's accounting for impairment losses for financial assets by replacing IAS 39's incurred loss approach with a forward-looking expected credit loss (ECL) approach. IFRS 9 requires the Group to record an allowance for ECLs for all debt instruments measured at amortization cost.

The Group has applied the standard's simplified approach and has calculated ECLs based on lifetime expected credit losses. The Group has established a provision matrix that is based on the Group's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment.

These amendments do not have any impact on the Group's interim condensed consolidated financial statements

IFRS 15 Revenue from Contracts with Customers

IFRS 15 supersedes IAS 11 Construction Contracts, IAS 18 Revenue and related Interpretations and it applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. The new standard establishes a five-step model to account for revenue arising from contracts with customers. Under IFRS 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract.

There was no material impact from the adoption of IFRS 15 on the retained earnings and impacted it's the accounting policy for revenue recognition has changed as detailed below:

(a) Sale of fuel

The Group's fuel invoices usually comprises the immediate delivery. The Group has concluded that revenue from sale of fuel should be recognised at the point in time when control of the inventory is transferred to the customer generally on delivery of the goods. Therefore, the adoption of IFRS 15 did not have an impact on the timing of revenue recognition.

(b) Rendering of services

Under IFRS 15, the Group concluded that revenue from services will continue to be recognized upon rendering the services, because the customer simultaneously receives and consumes the benefits provided by the Group.

IFRIC Interpretation 22 Foreign Currency Transactions and Advance Considerations

The Interpretation clarifies that, in determining the spot exchange rate to use on initial recognition of the related asset, expense or income (or part of it) on the derecognition of a non-monetary asset or non-monetary liability relating to advance consideration, the date of the transaction is the date on which an entity initially recognises the non-monetary asset or non-monetary liability arising from the advance consideration. If there are multiple payments or receipts in advance, then the entity must determine a date of the transactions for each payment or receipt of advance consideration.

This Interpretation does not have any impact on the Group's interim consolidated financial statements.

Amendments to IAS 40 Transfers of Investment Property

The amendments clarify when an entity should transfer property, including property under construction or development into, or out of investment property. The amendments state that a change in use occurs when the property meets, or ceases to meet, the definition of investment property and there is evidence of the change in use. A mere change in management's intentions for the use of a property does not provide evidence of a change in use.

These amendments do not have any impact on the Group's interim consolidated financial statements.

Amendments to IFRS 2 Classification and Measurement of Share-based Payment Transactions

The IASB issued amendments to IFRS 2 Share-based Payment that address three main areas: the effects of vesting conditions on the measurement of a cash-settled share-based payment transaction; the classification of a share-based payment transaction with net settlement features for withholding tax obligations; and accounting where a modification to the terms and conditions of a share-based payment transaction changes its classification from cash settled to equity settled. On adoption, entities are required to apply the amendments without restating prior periods, but retrospective application is permitted if elected for all three amendments and other criteria are met.

These amendments do not have any impact on the Group's consolidated financial statements.

Amendments to IAS 28 Investments in Associates and Joint Ventures - Clarification that measuring investees at fair value through profit or loss is an investment-by-investment choice

The amendments clarify that an entity that is a venture capital organisation, or other qualifying entity, may elect, at initial recognition on an investment-by-investment basis, to measure its investments in associates and joint ventures at fair value through profit or loss. If an entity, that is not itself an investment entity, has an interest in an associate or joint venture that is an investment entity, the entity may, when applying the equity method, elect to retain the fair value measurement applied by that investment entity associate or joint venture to the investment entity associate's or joint venture's interests in subsidiaries. This election is made separately for each investment entity associate or joint venture, at the later of the date on which:

- (a) The investment entity associate or joint venture is initially recognized.
- (b) The associate or joint venture becomes an investment entity.
- (c) The investment entity associate or joint venture first becomes a parent.

These amendments do not have any impact on the Group's interim condensed consolidated financial statements

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
 PUBLIC SHAREHOLDING COMPANY
 NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
 30 JUNE 2018 (UNAUDITED)

(4) BASIS OF CONSOLIDATION

The consolidation of a subsidiary that begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Income and expenses of a subsidiary acquired or disposed of during the year are included in the statement of comprehensive income from the date the group gains control until the date the group loses to control the subsidiary.

The interim condensed consolidated financial statements for Jordan Express Tourist Transport Company (JETT) and its subsidiaries (together the Group) for the period ended on 30 June 2018 consist of the following:

	<u>Paid in Capital</u>	<u>Ownership interest</u>
	(Share)	%
JETT Passenger Transportation LLC	1,000,000	99
Raya JETT Transportation LLC*	500,000	100
JETT for Tourism and Travel Company	50,000	100

* Raya JETT Transportation LLC is fully owned by JETT Passenger Transportation LLC.

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

The financial statements for the Parent company and its subsidiaries have been prepared on the same period and accounting policies. All intra-group assets, liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are excluded from the consolidation.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2018 (UNAUDITED)

Non-controlling interest represents the portion not owned by the Company of its subsidiary. Losses attributable to non-controlling interest are recognized even if that results in a deficit balance.

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

(5) Property and Equipment

During the six months ended 30 June 2018, the Group has acquired property and equipment with a cost of JD 1,296,891 (2017: JD 1,541,204). In addition, the depreciation expense for six months ended 30 June 2018 amounted to JD 1,249,217 (2017: JD 1,046,476).

(6) INCOME TAX

The income tax is calculated for the period ended 30 June 2018 and 2017 in accordance with the Income Tax Law No. (34) of 2014.

Jordan Express Tourist Transportation Company (JETT) obtained a final clearance from the Income and Sales Tax Department up to the year 2014. The Company filled its tax return for the years 2017, 2016 and 2015, which have not been reviewed by the Income Tax Department until the date of the interim condensed consolidated financial statements.

JETT Passenger Transportation Company has obtained a final clearance from the Income and Sales Tax Department up to 2014 except for the years 2010 and 2011 as the Income and Sales Tax Department has reviewed the Company's record and did not approve the filed amount as the Company has requested an exemption for its visa exports since it has agreements with foreign companies and the lawsuit is fill pending at the date of the financial statements. The Company filled its tax return for the years 2017, 2016 and 2015, which have not been reviewed by the Income Tax Department until the date of the interim condensed consolidated financial statements.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2018 (UNAUDITED)

Raya JETT Passenger Transportation Company has obtained a final clearance from the Income and Sales Tax Department up to 2015. The Company filled its tax return for the years 2017 and 2016, which have not been reviewed by the Income Tax Department until the date of the interim condensed consolidated financial statements

* The movement on the provision for income tax is as follows:

	30 June 2018	31 December 2017
	JD	JD
	(Unaudited)	(Audited)
The balance at the beginning of the period/ year	470,776	497,040
Current period / year income tax	286,323	607,039
Income tax paid	(474,177)	(633,303)
The balance at the ending of the period/ year	<u>282,922</u>	<u>470,776</u>

(7) CONTINGENT LIABILITIES

As of the date of the interim condensed consolidated financial statements, the Group has contingent liabilities that consist of letters of guarantees with an amount of JD 434,420 (31 December 2017: JD 408,534), for which cash guarantees amounted to JD 43,442 (31 December 2017: JD 1,735).

The Group is defendant in a number of lawsuits with claims amounting to JD 103,728, the Group's management and its legal advisor believe that no material liabilities are likely to result from these lawsuits, except for what had already been allocated to face these lawsuits of JD 401,985 as of 30 June 2018.

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2018 (UNAUDITED)

(8) Related Parties Transactions

Related parties represent major shareholders, directors and key management personnel of the Groups. Pricing policies and terms of the transactions with related parties are approved by the Group's management.

Balances with related parties included in the interim condensed consolidated statement of financial position are as follows:

	30 June 2018 JD (Unaudited)	31 December 2017 JD (Audited)
Loan and bank overdrafts (Cairo Amman Bank)	1,599,992	2,020,566
Time Deposit (Cairo Amman Bank)	1,036,355	1,275,389

Transactions with related parties included in the interim condensed consolidated statement of profit or loss are as follow:

	For the six months ended 30 June	
	2018 JD (Unaudited)	2017 JD
Board of directors transportation and remunerations	77,000	77,000
Salaries, wages and other benefits (Key Management)	189,900	196,700
Finance costs (Cairo Amman Bank)	34,746	14,727
Interest income (Cairo Amman Bank)	16,765	2,705

JORDAN EXPRESS TOURIST TRANSPORTATION COMPANY (JETT)
PUBLIC SHAREHOLDING COMPANY
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2018 (UNAUDITED)

(9) EARNINGS PER SHARE

(9) EARNINGS PER SHARE	For the three months ended 30 June		For the six months ended 30 June	
	2018	2017	2018	2017
	(Unaudited)		(Unaudited)	
Basic and diluted, earnings per share from profit of the periods				
Profit for the year attributable to shareholders of the Group (JD)	654,673	663,893	1,191,405	1,242,182
Weighted average number of outstanding shares	10,800,000	10,800,000	10,800,000	10,800,000
	JD / Fils	JD / Fils	JD / Fils	JD / Fils
	0/061	0/061	0/110	0/0115

The diluted earnings per share are equal to the basic earnings per share.

(10) SEGMENT REPORTING

The Group's activity is organized separately according to the nature of services provided through segments that represent a strategic activity unit and its as follows:

- Tourist Transportation Segment – this segment transports Tourists, pilgrims and others.
- Passengers transportation Segment – this segment runs passengers transportation lines in accordance with authorizations granted by the concerned authorities.
- Fuel segment – this item mainly includes the sale of fuel where the Group owns a station to sell fuel.

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The following tables represent information on the revenues and results of some assets and liabilities for these segments for the periods ended 30 June 2018 and 2017:

	<i>Tourist transportation</i>	<i>Passenger transportation</i>	<i>Fuel</i>	<i>Total</i>
	JD	JD	JD	JD
30 June 2018-				
Revenues	2,163,863	8,153,874	3,455,538	13,773,275
Segment gross profit	175,009	2,686,016	71,957	2,932,982
Segment (loss) profit	(145,266)	1,277,793	71,957	1,204,484
Depreciation and amortization	432,801	973,989	10,864	1,417,654
Capital expenditures	993,117	303,774	-	1,296,891
Segment assets	15,575,387	8,210,308	514,524	24,300,219
Segment liabilities	2,904,089	1,991,868	-	4,895,957
30 June 2017-				
Revenues	2,016,837	7,379,577	2,784,453	12,180,867
Segment gross profit	163,814	2,692,921	115,959	2,972,694
Segment (loss) profit	(170,639)	1,350,811	75,518	1,255,690
Depreciation and amortization	1,049,385	161,164	10,864	1,221,413
Capital expenditures	1,017,632	523,572	-	1,541,204
As at 31 December 2017				
Segment assets	14,529,427	9,242,558	576,712	24,348,697
Segment liabilities	2,919,950	1,817,132	-	4,737,082

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(11) LOAN

	30 June 2018			31 December 2017		
	Loan Installments			Loan Installments		
	Current portion	Long- term portion	Total	Current Portion	Long- term Portion	Total
	JD	JD	JD	JD	JD	JD
		(Unaudited)			(Audited)	
Cairo Amman Bank	<u>400,008</u>	<u>1,199,984</u>	<u>1,599,992</u>	<u>400,008</u>	<u>1,399,988</u>	<u>1,799,996</u>

Cairo Amman Bank

During 2017, the Group obtained a loan from Cairo Amman Bank of JD 2,000,000 with fixed annual interest rate of 4% for five years. The loan is repayable over 60 equal monthly installments of JD 33,334 each. The first installment is due on 6 July 2017, and the last installment is due on 6 June 2022.

(12) LEGAL RESERVES AND FEES

The Company did not deduct the legal reserves in accordance with the provisions of the Companies Law as these financial statements are interim condensed consolidated financial statements.

(13) Dividends Distribution

On 26 April 2018, the General Assembly has approved in its' ordinary meeting the distribution of JD 1,296,000 (30 June 2017: JD 1,080,000) as dividends to the shareholders for the profit of 2017 that represents a rate of 12% from the authorized and paid in capital (30 June 2017: 10%).