

**ALIA - THE ROYAL JORDANIAN AIRLINES COMPANY  
(ROYAL JORDANIAN)**

**PUBLIC SHAREHOLDING COMPANY**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL  
STATEMENTS (UNAUDITED)**

**31 March 2026**

**Report on Review of Interim Condensed Consolidated Financial Statements**  
**To the Board of Directors of Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Amman - Jordan**

**Introduction**

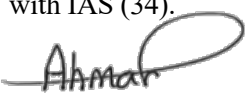
We have reviewed the accompanying interim condensed consolidated financial statements of Alia - The Royal Jordanian Airlines Company (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 31 March 2026, comprising the interim condensed consolidated statement of financial position as at 31 March 2026, interim condensed consolidated income statement, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the three months 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 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 no. (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 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).



**ERNST & YOUNG**  
Amman - Jordan

Ernst & Young / Jordan  
Ahmad Mahmoud Abu Asabeh  
Registration number 1155

Amman – Jordan  
28 April 2026

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Interim Condensed Consolidated Statement of Financial Position**  
**At 31 March 2026**  
**(In Thousands of Jordanian Dinars)**

	Notes	31 March 2026 (Unaudited)	31 December 2025 (Audited)
<b><u>ASSETS</u></b>			
<b>Non-current assets</b>			
Property and equipment	4	176,829	149,278
Investment properties		164,307	164,307
Right-of-use assets	5	779,193	667,613
Long-term advances on purchase of aircraft		14,269	14,269
Financial assets at fair value through other comprehensive income		1,157	1,157
Investments in associates		32,833	31,847
Restricted cash against lease contracts		72,619	63,434
Long-term loan granted to an associate	7- a	-	4,827
Deferred tax assets		12,322	12,322
Goodwill		3,467	3,467
		<b>1,256,996</b>	<b>1,112,521</b>
<b>Current assets</b>			
Other current assets		52,031	60,690
Spare parts and supplies		12,358	11,266
Current portion of long-term loan granted to an associate	7- a	-	1,135
Accounts receivable		42,949	38,947
Cash and bank balances	6	158,131	129,381
		<b>265,469</b>	<b>241,419</b>
Assets held for sale		-	-
<b>TOTAL ASSETS</b>		<b>1,522,465</b>	<b>1,353,940</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Shareholders' equity</b>			
Paid-in capital	8	363,627	363,627
Share discount	8	(78,205)	(78,205)
Statutory reserve		1,869	1,869
Fair value reserve		(787)	(787)
Cash flow hedges		69	-
Accumulated losses		(195,884)	(181,728)
		<b>90,689</b>	<b>104,776</b>
Non-controlling interests		21,684	21,644
<b>Net shareholders' equity</b>		<b>112,373</b>	<b>126,420</b>
<b><u>LIABILITIES</u></b>			
<b>Non-current liabilities</b>			
Long-term loans	7 - a	142,878	112,922
Long-term lease obligations	5	674,529	569,330
Long-term grants	7 - b	3,522	3,716
Other long-term liabilities		60,064	59,083
		<b>880,993</b>	<b>745,051</b>
<b>Current liabilities</b>			
Bank overdraft		167	67
Current portion of long-term loans	7 - a	48,436	31,587
Accrued expenses		111,026	112,451
Accounts payable and other current liabilities		108,860	108,604
Deferred revenues		184,024	155,072
Short-term lease obligations	5	74,403	72,453
Short-term grants	7 - b	2,067	2,119
		<b>528,983</b>	<b>482,353</b>
Liabilities directly associated with the assets held for sale		116	116
<b>Total liabilities</b>		<b>1,410,092</b>	<b>1,227,520</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,522,465</b>	<b>1,353,940</b>

The accompanying notes from 1 to 17 form part of these interim condensed consolidated financial statements

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Interim Condensed Consolidated Income Statement**  
**For The Three Months Ended 31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars)**

	Notes	For the three months ended 31 March	
		2026 (Unaudited)	2025 (Unaudited)
<b>Continuing Operations:</b>			
Revenues from contracts with customers	9	195,496	169,788
Cost of revenues		(176,480)	(157,436)
<b>Gross profit</b>		<b>19,016</b>	<b>12,352</b>
General and administrative expenses		(5,479)	(5,047)
Selling and marketing expenses		(13,716)	(12,285)
Other provisions		(32)	(24)
<b>Net operating loss</b>		<b>(211)</b>	<b>(5,004)</b>
Company's share of results of an associate		986	2,867
Other income, net		1,107	2,043
Gain on disposal of property and equipment		15	1,442
(Loss) gain on foreign currency exchange		(1,279)	232
Finance costs		(15,056)	(8,185)
Interest income		1,008	902
Provision for voluntary termination		-	(110)
<b>Net loss for the period from continuing operations before income tax</b>		<b>(13,430)</b>	<b>(5,813)</b>
Income tax expense	10	(135)	(220)
<b>Loss for the period from continuing operations</b>		<b>(13,565)</b>	<b>(6,033)</b>
<b>Discontinued operations:</b>			
Profit for the period from discontinued operations after income tax		-	10
<b>Loss for the period</b>		<b>(13,565)</b>	<b>(6,023)</b>
<b>Attributable to:</b>			
Equity holders of the parent		(14,156)	(6,576)
Non-controlling interests		591	553
		<b>(13,565)</b>	<b>(6,023)</b>
<b>Earnings per share for the loss of the period</b>			
Basic and diluted earnings per share from the loss of the period attributable to equity holders of the parent	15	<b>JD (0.039)</b>	<b>JD (0.018)</b>

The accompanying notes from 1 to 17 form part of these interim condensed consolidated financial statements

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Interim Condensed Consolidated Statement of Comprehensive Income**  
**For The Three Months Ended 31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars)**

	<b>For the three months ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Loss for the period</b>	<b>(13,565)</b>	<b>(6,023)</b>
<b>Other comprehensive income items</b>		
Other comprehensive income items that will be reclassified to the interim condensed consolidated income statement in subsequent periods (net of tax):		
Net gain on cash flow hedges	<b>69</b>	<b>87</b>
<b>Total comprehensive income for the period</b>	<b>(13,496)</b>	<b>(5,936)</b>
<b>Attributable to:</b>		
Equity holders of the parent	<b>(14,087)</b>	<b>(6,489)</b>
Non-controlling interests	<b>591</b>	<b>553</b>
	<b>(13,496)</b>	<b>(5,936)</b>

The accompanying notes from 1 to 17 form part of these interim condensed consolidated financial statements

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Interim Condensed Consolidated Statement of Changes in Equity**  
**For The Three Months Ended 31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars)**

	Attributable to equity holders of the parent						Non-controlling interests	Net equity
	Paid-in capital	Share discount	Statutory reserve	Fair value reserve	Cash flow hedges	Accumulated losses	Total	
<b>For the three months ended 31 March 2026</b>								
Balance as at 1 January 2026 (Audited)	363,627	(78,205)	1,869	(787)	-	(181,728)	104,776	126,420
Total comprehensive income for the period	-	-	-	-	69	(14,156)	(14,087)	(13,496)
Dividends *	-	-	-	-	-	-	-	(551)
<b>Balance as at 31 March 2026 (Unaudited)</b>	<b>363,627</b>	<b>(78,205)</b>	<b>1,869</b>	<b>(787)</b>	<b>69</b>	<b>(195,884)</b>	<b>90,689</b>	<b>112,373</b>
<b>For the three months ended 31 March 2025</b>								
Balance as at 1 January 2025 (Audited)	363,627	(78,205)	-	(787)	(87)	(198,548)	86,000	105,545
Total comprehensive income for the period	-	-	-	-	87	(6,576)	(6,489)	(5,936)
Acquisition of a subsidiary (Note 12)	-	-	-	-	-	-	-	1,530
Dividends *	-	-	-	-	-	-	-	(748)
<b>Balance as at 31 March 2025 (Unaudited)</b>	<b>363,627</b>	<b>(78,205)</b>	<b>-</b>	<b>(787)</b>	<b>-</b>	<b>(205,124)</b>	<b>79,511</b>	<b>100,391</b>

\* The Board of Directors of Jordan Flight Catering Company, in its meeting held during the period ended 31 March 2026, resolved to approve the distribution of dividends amounting to JD 1,125, of which JD 551 represents the share attributable to non-controlling interests (31 March 2025: dividends distributed amounted to JD 1,134, of which JD 748 represented the share attributable to non-controlling interests).

The accompanying notes from 1 to 17 form part of these interim condensed consolidated financial statements

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Interim Condensed Consolidated Statement of Cash Flows**  
**For The Three Months Ended 31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars)**

	Notes	For the three months ended 31	
		March	
		2026	2025
		(Unaudited)	(Unaudited)
<b>OPERATING ACTIVITIES</b>			
Loss for the period from continuing operations before income tax expense		(13,430)	(5,813)
Profit for the period from discontinued operations before income tax expense		-	10
		(13,430)	(5,803)
<b>Adjustments:</b>			
Depreciation of property and equipment		4,901	4,720
Depreciation of right-of-use assets	5	19,249	14,972
Company's share of results of an associate		(986)	(2,867)
Finance costs		15,056	8,185
Other income – amortization of grants		(549)	(732)
Provision for end of service indemnity		34	-
Gain from disposal of property and equipment		(15)	(1,442)
Interest income		(1,008)	(902)
Provision for slow-moving inventory		32	24
Provision for voluntary termination		-	110
<b>Changes in working capital:</b>			
Accounts receivable		(4,002)	1,254
Spare parts and supplies		(1,124)	(628)
Other current assets		8,266	(4,538)
Deferred revenues		28,952	32,797
Accounts payable and other current liabilities		207	(1,960)
Accrued expenses and other long-term liabilities		(976)	3,214
End of service indemnity payments		(1)	-
Legal cases payments		(30)	-
Income tax payments	10	(86)	(29)
<b>Net cash flows from operating activities</b>		<b>54,490</b>	<b>46,375</b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property and equipment	4	(32,452)	(11,253)
Proceeds from sale of property and equipment		15	1,529
Change in restricted cash against lease contracts		(9,185)	(2,708)
Interest income received		507	595
Change in advances on purchase of aircraft		-	1,436
Cash proceeds from acquisition of a subsidiary	12	-	2,625
loan granted to an associate		5,962	933
Short-term deposits		7,693	15,971
<b>Net cash flows (used in) from investing activities</b>		<b>(27,460)</b>	<b>9,128</b>
<b>FINANCING ACTIVITIES</b>			
Repayment of loans		(13,318)	(6,922)
Loan proceeds		59,788	3,000
Payments of lease obligations	5	(34,593)	(25,541)
Interest paid		(2,013)	(896)
Dividends to non-controlling interests		(551)	(748)
<b>Net cash flows from (used in) financing activities</b>		<b>9,313</b>	<b>(31,107)</b>
Net increase in cash and cash equivalents		36,343	24,396
Cash and cash equivalents at the beginning of the period		63,174	20,035
<b>Cash and cash equivalents at the end of the period</b>	6	<b>99,517</b>	<b>44,431</b>

The attached notes from 1 to 17 form part of these interim condensed consolidated financial statements

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Notes to The Interim Condensed Consolidated Financial Statements**  
**31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars except for amounts in foreign currencies)**

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**(1) GENERAL**

Alia - The Royal Jordanian Airlines Company (Royal Jordanian), the “Company” was registered as a Jordanian Public Shareholding Company as the legal successor of Alia Foundation – Royal Jordanian on 5 February 2001. The Company's head office is located in Amman - Jordan.

The Company’s objectives are to undertake air-transport activities from and to the Kingdom and to carry out the handling for aircrafts that land in and take off from the airports of the Kingdom.

The interim condensed consolidated financial statements were authorized for issue by the Board of Directors in their meeting held on 28 April 2026.

**(2) BASIS OF PREPARATION OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The interim condensed consolidated financial statements are prepared in accordance with International Accounting Standard No (34), (Interim Financial Reporting).

The interim condensed consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) should be read in conjunction with the Group’s annual report as at 31 December 2025. In addition, results of the three months period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

The interim condensed consolidated financial statements have been prepared on a historical cost basis, except for the financial assets at fair value through other comprehensive income and derivative financial instruments that have been measured at fair value at the date of the interim condensed consolidated financial statements.

The interim condensed consolidated financial statements have been presented in Jordanian Dinar which is the functional currency of the Group. All values are rounded to the nearest thousands (JD 000) except when otherwise indicated.



**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Notes to The Interim Condensed Consolidated Financial Statements**  
**31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars except for amounts in foreign currencies)**

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**(2-1) 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 2025, except for the following amendments on the standards effective as of 1 January 2026

**Classification and Measurement of Financial Instruments—Amendments to IFRS 9 and IFRS 7**

In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments (the Amendments). The amendments include:

- A clarification that a financial liability is derecognised on the ‘settlement date’ and introduce an accounting policy choice (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date
- Additional guidance on how the contractual cash flows for financial assets with environmental, social, and corporate governance (ESG) and similar features should be assessed
- Clarifications on what constitute ‘non-recourse features’ and what are the characteristics of contractually linked instruments
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI)

The amendments had no material impact on the Group’s interim condensed consolidated financial statements.

**(2-2) Fundamental Accounting Concepts**

The Group’s accumulated losses of JD 195,884 represents 54% of the Group’s paid-in capital as of 31 March 2026. Also, the Group’s current liabilities exceeded its current assets by JD 263,514 as of 31 March 2026. The Group’s ability to continue depends on its ability to achieve operational and financial results in accordance with its business plan and to comply with the provisions of article (266) of the Jordanian Company’s law no. (22) for the year 1997 and its amendments, which requires that the accumulated losses of a Public Shareholding Company should not exceed 75% of its capital. otherwise, the Company shall be liquidated unless the General Assembly of the Company issues a decision on its extraordinary meeting to increase the Company’s capital or to deal with the Company’s losses.

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
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In line with the Company's and its major shareholder's, the Government Investment Management Company, efforts to increase the Company's share capital and rectify its position in accordance with the provisions of Article (266) of the Companies Law No. (22) of 1997 and its amendments, the Council of Ministers issued Resolution No. (2324) in its meeting held on 9 February 2025, approving the capitalization of the loan granted to Royal Jordanian by Jordan Kuwait Bank, amounting to JD 50 million. In accordance with this resolution, the Ministry of Finance will repay the loan on behalf of Royal Jordanian over five years through five equal annual instalments of JD 10 million each, commencing in 2026. The amounts paid will be considered advance payments in respect of capital increase, while Royal Jordanian will bear the interest on this loan.

The Company also signed an addendum to the agreement during April 2025, whereby the repayment of the loan was rescheduled to be made through five annual instalments of JD 10 million each, with repayment commencing on 13 July 2026, based on the aforementioned Council of Ministers' resolution (Note 7-A).

On 27 May 2025, the Company obtained a new syndicated bank loan amounting to JD 177 million (USD 250 million). This loan was allocated to repay the outstanding balance of the previous syndicated bank loan, in addition to financing investment projects, leasing and purchasing aircraft and engines, and settling bank facilities balances.

In addition, the Company received a letter of assurance from the Ministry of Finance (representing the Government of the Hashemite Kingdom of Jordan) on 8 June 2020, indicating that the government views positively the continuation of support for the Company in the future.

**(3) BASIS OF CONSOLIDATION OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The interim condensed consolidated financial statements comprise the financial statements of Alia - The Royal Jordanian Airlines Company (the "Company") and the following subsidiaries (collectively referred to as the "Group") as at 31 March 2026 and 31 December 2025.

Company name	Ownership percentage		Country
	2026	2025	
Tikram for Airport Services Company	100%	100%	Jordan
Royal Wings Company – under liquidation	100%	100%	Jordan
Jordan Airline Training and Simulation Company	100%	100%	Jordan
Jordan Airports Company	90%	90%	Jordan
Royal Tours for Travel and Tourism Company	80%	80%	Jordan
Jordan Flight Catering Company (Note 12)	51%	51%	Jordan

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Notes to The Interim Condensed Consolidated Financial Statements**  
**31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars except for amounts in foreign currencies)**

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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
- 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(s) 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 period are included in the interim condensed consolidated financial statements 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 in 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 derecognizes the related assets (including goodwill), liabilities, non-controlling interest and other components of equity, while any resultant gain or loss is recognized in profit or loss. Any investment retained is recognized at fair value.

#### **Shareholders who have a significant influence over the Group**

The Government of the Hashemite Kingdom of Jordan presented by Government Investment Management Company owns 95.32% from the Company's shares as at 31 March 2026 and 31 December 2025.

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Notes to The Interim Condensed Consolidated Financial Statements**  
**31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars except for amounts in foreign currencies)**

**(4) PROPERTY AND EQUIPMENT**

During the three months ended 31 March 2026, the Group acquired property and equipment with a cost of JD 32,452 (31 March 2025: JD 11,253).

**(5) LEASES**

Set out below are the carrying amounts of right-of-use assets and lease obligations recognized and the movements during the period / year ended 31 March 2026 and 31 December 2025:

	Right-of-use assets					Lease obligations*
	Aircraft	Aircraft's engines	Buildings and simulator equipment	Offices	Total	
<b>31 March 2026</b>						
<b>Balance as at 1 January 2026 (Audited)</b>	<b>629,728</b>	<b>24,564</b>	<b>395</b>	<b>12,926</b>	<b>667,613</b>	<b>641,783</b>
Additions	129,032	-	-	1,824	130,856	129,803
Lease-term modifications	-	-	-	(27)	(27)	(27)
Depreciation	(17,659)	(693)	(22)	(875)	(19,249)	-
Finance costs	-	-	-	-	-	11,966
Lease contracts payments	-	-	-	-	-	(34,593)
<b>Balance as at 31 March 2026 (unaudited)</b>	<b>741,101</b>	<b>23,871</b>	<b>373</b>	<b>13,848</b>	<b>779,193</b>	<b>748,932</b>

	Right-of-use assets					Lease obligations*
	Aircraft	Aircraft's engines	Buildings and simulator equipment	Offices	Total	
<b>31 December 2025 (Audited)</b>						
<b>Balance as at 1 January 2025</b>	<b>326,070</b>	<b>16,328</b>	<b>546</b>	<b>13,739</b>	<b>356,683</b>	<b>346,641</b>
Additions	384,156	10,235	-	1,470	395,861	394,844
Lease-term modifications	(15,879)	-	(61)	212	(15,728)	(15,728)
Acquisition of a subsidiary (Note 12)	-	-	-	2,142	2,142	2,577
Terminated contracts	-	-	-	(1,243)	(1,243)	(1,504)
Incentives for aircraft purchase and rental contracts	(2,926)	-	-	-	(2,926)	-
Depreciation	(61,693)	(1,999)	(90)	(3,394)	(67,176)	-
Finance costs	-	-	-	-	-	31,670
Lease contracts payments	-	-	-	-	-	(116,717)
<b>Balance as at 31 December 2025 (Audited)</b>	<b>629,728</b>	<b>24,564</b>	<b>395</b>	<b>12,926</b>	<b>667,613</b>	<b>641,783</b>

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Notes to The Interim Condensed Consolidated Financial Statements**  
**31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars except for amounts in foreign currencies)**

\* Lease obligations details are as follows:

<b>31 March 2026</b>			<b>31 December 2025</b>		
<b>(Unaudited)</b>			<b>(Audited)</b>		
<b>Short-term</b>	<b>Long-term</b>	<b>Total</b>	<b>Short-term</b>	<b>Long-term</b>	<b>Total</b>
<b>74,403</b>	<b>674,529</b>	<b>748,932</b>	<b>72,453</b>	<b>569,330</b>	<b>641,783</b>

**(6) CASH AND BANK BALANCES**

	<b>31 March 2026 (Unaudited)</b>	<b>31 December 2025 (Audited)</b>
Cash and bank balances	<b>38,658</b>	39,009
Short-term deposits *	<b>42,911</b>	8,720
Cash in transit **	<b>18,115</b>	15,512
Cash and cash equivalents	<b>99,684</b>	63,241
Short-term deposits mature after 3 months ***	<b>58,447</b>	66,140
Total cash and bank balances	<b>158,131</b>	129,381

\* This item represents deposits in Jordanian Dinars in Jordanian Banks of JD 42,178 with an interest rate ranging between 4.5% and 5.25% in addition to a deposit of USD 1,034 thousand equivalent to JD 733 with an interest rate of 2% as of 31 March 2026 and are due within three months (2025: deposits in Jordanian Dinars in Jordanian Banks of JD 7,992 with an interest rate ranging between 4.5% and 5.25% in addition to a deposit of USD 1,027 thousand equivalent to JD 728 with an interest rate of 2% and are due within three months).

\*\* This item includes cash received on tickets sales and airwaybills sales through IATA accredited agents during March that were deposited in the Company's bank accounts during April 2026.

\*\*\* This item represents deposit in Banks in Jordanian Dinars of JD 57,637 with an interest rate ranging between 4.75% and 5.8%, in addition to a deposit of 150 million Algerian Dinar equivalent to JD 810 with an interest rate of 3.10% (31 December 2025: deposit in Banks in Jordanian Dinar of JD 65,315 with an interest rate ranging between 4.75% and 5.8%, in addition to a deposit of 150 million Algerian Dinar equivalent to JD 825 with an interest rate of 3.18% as of 31 December 2025 and are due after more than three months).

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For the purpose of the interim condensed consolidated statement of cash flows, the following represents the details of the cash and cash equivalents:

	<b>31 March 2026 (Unaudited)</b>	<b>31 March 2025 (Unaudited)</b>
Cash and cash equivalents	<b>99,684</b>	67,068
Less: bank overdraft *	<b>(167)</b>	(22,637)
	<b>99,517</b>	44,431

\* Below are the details of the overdrafts granted to the Group:

	Granted ceiling	Currency	<b>31 March 2026</b>		31 March 2025	
			Interest rate	Utilized balance	Interest rate	Utilized balance
			<b>(Unaudited)</b>		<b>(Unaudited)</b>	
<b>Alia – The Royal Jordanian Airlines</b>	40					
Arab Bank **	million	JD	7.35%	-	7.35%	22,637
<b>Jordan Airline Training and Simulation Company</b>						
Arab Bank	200	JD	9.25%	<b>167</b>	9.25%	-
<b>Total</b>				<b>167</b>		<b>22,637</b>

\*\* Alia – Royal Jordanian Airlines did not utilize the credit facilities granted by Arab Bank as at 31 March 2026 (31 March 2025: JD 22,637).

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**(7) LOANS AND GOVERNMENT GRANTS**

**(7 - a) Loans**

*Alia – The Royal Jordanian Airlines Loans:*

		Number of	Installment	Installment	Last installment due	Current portion of	Long-term	
	Interest rate	installments	payment schedule	amount	date	long-term loans	loans	Total
Syndicated loan	CME Term SOFR for one month + 2.75%, minimum of 4.5%	61	Monthly	2,639	31 July 2030	33,141	67,959	101,100
Capital Bank Loan	2.5%	5	Yearly	10,000	13 July 2030	10,000	40,000	50,000
Social Security loan “Himaya” program	1%	43	Monthly	521	31 December 2026	3,600	-	3,600
Halo International loan	CME Term SOFR for three months + 3.5%	40	Quarterly	426	12 June 2035	1,258	14,876	16,134
Arab Banking Corporation	CME Term SOFR for three months + 3.2%	40	Quarterly	553	8 August 2036	1,620	20,508	22,128
<b>Total as of 31 March 2026 (Unaudited)</b>						<b>49,619</b>	<b>143,343</b>	<b>192,962</b>
<b>Total as of 31 December 2025 (Audited)</b>						<b>31,878</b>	<b>110,706</b>	<b>142,584</b>

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*Subsidiaries' loans:*

	Interest rate	Number of installments	Installment payment schedule	Installment amount	Last installment due date	Current portion of long-term loans	Long-term loans	Total
<b>Rawabi Jordan Investment Company</b>								
Loan granted to Jordanian Aircraft Maintenance Company (associate Company)								
Jordan Kuwait Bank	CME Term SOFR for six months + 2.5%	15	Yearly	1,135	3 March 2031	-	-	-
<b>Jordan Airports Company</b>								
Arab Bank	3%	108	Monthly	37	13 November 2030	148	2,051	2,199
<b>Jordan Airline Training and Simulator Company</b>								
Arab Bank (1)	CME Term SOFR for one month + 2.5%	48	Monthly	59	31 December 2027	472	197	669
Arab Bank (2)	3.5%	24	Monthly	19	2 March 2026	19	-	19
Arab Bank (3)	3%	60	Monthly	50	17 February 2031	600	2,350	2,950
<b>Total as of 31 March 2026 (Unaudited)</b>						<b>1,239</b>	<b>4,598</b>	<b>5,837</b>
Total as of 31 December 2025 (Audited)						2,183	7,562	9,745
<b>Total Loans</b>						<b>50,858</b>	<b>147,941</b>	<b>198,799</b>
Less: Government grants						(2,067)	(3,522)	(5,589)
Less: Direct costs related to loans						(355)	(1,541)	(1,896)
<b>Net loans as of 31 March 2026 (Unaudited)</b>						<b>48,436</b>	<b>142,878</b>	<b>191,314</b>
<b>Net loans as of 31 December 2025 (Audited)</b>						<b>31,587</b>	<b>112,922</b>	<b>144,509</b>



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*Loans of Alia – The Royal Jordanian Airlines:*

**Syndicated loan**

On 27 May 2025, the Company signed a syndicated bank loan agreement amounting to JD 177,305 (USD 250 million) at an interest rate of one-month CME Term SOFR plus 2.75%, with a minimum rate of 4.5%. An amount of JD 114,184 (USD 161 million) was utilized from the loan during the period ended 31 March 2026 and during the year ended 31 December 2025.

The loan agreement requires the Company to comply with certain financial covenants, which are measured and tested based on the audited financial statements as at the end of each financial year.

In accordance with the loan agreement, the Company committed to transfer the collections from sales made through travel agents, collected through the International Air Transport Association (“IATA”) for sixteen stations, to the Company’s accounts with Arab Bank to secure repayment of the loan.

**Capital Bank loan**

On 9 April 2024, the Company signed an amendment agreement to the loan, whereby the loan will be repaid in one bullet payment on 13 July 2025, with an interest rate of 2.5% effective from 13 July 2024. On 22 December 2024, the Company signed another amendment agreement to the loan, whereby the loan will be repaid in one bullet payment on 13 July 2028, with an interest rate of 2.5%. Interest is payable on a quarterly basis.

The Council of Ministers issued Resolution No. (2324) in its meeting held on 9 February 2025, approving the capitalization of the loan granted to Royal Jordanian by Jordan Kuwait Bank, amounting to JD 50 million. In accordance with this resolution, the Ministry of Finance will repay the loan on behalf of Royal Jordanian over five years through five equal annual instalments of JD 10 million each, commencing in 2026. The amounts paid will be considered advance payments on account of the share capital increase, while Royal Jordanian will bear the interest on this loan.

The Company also signed an addendum to the agreement during April 2025, whereby the repayment of the loan was rescheduled to be made through five annual instalments of JD 10 million each, with repayment commencing on 13 July 2026, based on the aforementioned Council of Ministers’ resolution.

The Company obtained the loan from Capital Bank through the Central Bank of Jordan’s program to support companies affected by COVID-19, at an interest rate below the market interest rate.

The benefit of a below-market rate loan has been recognized as a government grant in accordance with International Accounting Standard IAS 20 - Government Grants (Note 7 - b).

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**Social Security loan “Himaya” program**

The benefit of a below-market rate loan has been recognized as a government grant in accordance with International Accounting Standard IAS 20 - Government Grants (Note 7 - b).

**Halo International Loan**

On 6 June 2025, the Company signed a loan agreement with Halo International, secured by a first-degree mortgage over two spare engines for the new Embraer aircraft, amounting to JD 17,021 (USD 24 million), at an interest rate of three-month CME Term SOFR plus 3.5%. The loan is repayable in 40 instalments. The average instalment amount is JD 426 (USD 600 thousand). The first instalment was due on 12 September 2025, and the final instalment is due on 12 June 2035.

**Arab Banking Corporation Loan**

On 5 March 2026, the Company signed a loan agreement with Arab Banking Corporation Bank amounting to JD 33 million (USD 46.8 million), at an interest rate of three-month CME Term SOFR plus 3.2%, secured by a first-degree mortgage over three spare engines for the new Airbus aircraft. The loan is repayable in 40 quarterly instalments. The average instalment amount is JD 553 thousand (USD 780 thousand). The first instalment is due on 8 June 2026, and the final instalment is due on 8 August 2036. Two engines amounting to JD 22,128 (USD 31.2 million) were financed as at 31 March 2026.

Subsidiaries' loans:

**Rawabi Jordan Investment Company**

Loan granted to Jordan Aircraft Maintenance Company (associate Company) – Jordan Kuwait Bank

Rawabi Jordan Investment Company fully repaid the remaining outstanding principal amount of the loan on 19 February 2026.

**Jordan Airline Training and Simulation Company**

Arab Bank (3)

On 17 March 2025, the subsidiary signed a loan agreement with Arab Bank amounting to JD 3,000, bearing interest at 3%. The loan is repayable in 60 monthly instalments of JD 50 each. The first instalment was due on 17 March 2026, and the final instalment is due on 17 February 2031.

The benefit of a below-market rate loan has been recognized as a government grant in accordance with International Accounting Standard IAS 20 - Government Grants (Note 7 - b).

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**Jordan Airports Company**

*Arab Bank Loan*

On 12 November 2025, the subsidiary signed a loan agreement with Arab Bank amounting to JD 4,000, bearing interest at 3%. The loan is repayable in 108 instalments of JD 37 each, except for the final instalment of JD 41. The first instalment is due on 31 December 2026. An amount of JD 2,199 was utilized from the loan during the period ended 31 March 2026.

The benefit of a below-market rate loan has been recognized as a government grant in accordance with International Accounting Standard IAS 20 - Government Grants (Note 7 - b).

**Principal instalments payable for the long-term loans are as follows:**

<u>Period</u>	<u>Amount</u>
1 April 2027 – 31 March 2028	44,840
1 April 2028 – 31 March 2029	28,581
1 April 2029 – 31 March 2030	28,859
1 April 2030 – 31 March 2031	18,795
1 April 2031 –and after	21,803
	<u>142,878</u>

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**(7 - b) Government Grants**

	31 March 2026					31 December 2025			
	(Unaudited)					(Audited)			
	Capital Bank loan	Social Security loan "Himaya" Program	Jordan Airline Training and Simulation Company loan	Jordan Airports Company loan	Total	Capital Bank loan	Social Security loan "Himaya" program	Jordan Airline Training and Simulation Company loan	Total
Balance at the beginning of the period / year	5,393	104	338	-	5,835	8,686	476	-	9,162
Recognized during the period / year	-	-	-	303	303	(97)	-	426	329
Released to the interim condensed consolidated income statement during the period / year	(454)	(51)	(30)	(14)	(549)	(3,196)	(372)	(88)	(3,656)
Balance as at end of the period / year	4,939	53	308	289	5,589	5,393	104	338	5,835
Long-term	3,121	-	199	202	3,522	3,492	-	224	3,716
Short-term	1,818	53	109	87	2,067	1,901	104	114	2,119
	4,939	53	308	289	5,589	5,393	104	338	5,835

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**(8) SHAREHOLDERS' EQUITY**

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>Paid-in capital</b>		
Authorized capital (Par value of Jordanian Dinar per share)	<b>363,627</b>	363,627
Paid-in capital	<b>363,627</b>	363,627

**Share discount**

Share discount amounted to JD 78,2 million as at 31 March 2026 and 31 December 2025. The accumulated balance in this account represents the difference between the issuing price and the par value of the shares issued.

**(9) REVENUES FROM CONTRACTS WITH CUSTOMERS**

	<b>For the three months ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>(Unaudited)</b>	
<b>Scheduled services</b>		
Passengers	<b>160,924</b>	138,253
Cargo	<b>11,885</b>	9,258
Excess baggage	<b>3,139</b>	2,489
Airmail	<b>1,491</b>	1,413
<b>Total scheduled services (Note 13)</b>	<b>177,439</b>	151,413
Cargo warehouse revenues	<b>3,258</b>	4,613
Commercial revenues from arriving and departing aircraft of other companies	<b>3,263</b>	3,637
Chartered flights (Note 13)	<b>2,449</b>	1,600
Royal tours revenues (Tours operating revenues)	<b>743</b>	1,590
Ancillary revenue	<b>1,760</b>	1,224
First class services revenues	<b>1,814</b>	1,118
Frequent flyer revenues	<b>1,010</b>	1,115
Revenues from technical and maintenance services provided to other companies	<b>981</b>	923
Revenue from airport operator	<b>892</b>	749
Revenues from NDC (Galileo)	<b>706</b>	730
Catering revenues	<b>390</b>	267
Training revenue	<b>169</b>	208
Other revenues	<b>622</b>	601
	<b>195,496</b>	169,788

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**(10) INCOME TAX**

***Tax status:***

**Alia – The Royal Jordanian Airlines Company:**

No provision for income tax was calculated by the Company for the period ended 31 March 2026 and 2025 due to the excess of deductible expenses over taxable income in accordance with the Income Tax Law No. (34) of 2014 and its amendments.

The Company filed its tax returns for the years 2023 and 2024 within the statutory period. The Company has reached a final settlement with the Income and Sales Tax Department up to the year 2022. The Income and Sales Tax Department has not reviewed the Company's accounting records for the years 2023 and 2024 up to the date of these interim condensed consolidated financial statements.

**Royal Wings Company – under liquidation:**

No provision for income tax was calculated by the Company for the period ended 31 March 2026 and 2025 due to the excess of deductible expenses over taxable income in accordance with the Income Tax Law No. (34) of 2014 and its amendments.

Royal wings Company filed its tax returns for the years up to the end of 2024 within the statutory period. The Company has reached a final settlement with the Income and Sales Tax Department up to the year 2023. The Income and Sales Tax Department has not reviewed the Company's accounting records for the year 2024 up to the date of these interim condensed consolidated financial statements.

**Royal Tours for Travel and Tourism Company:**

A provision for income tax was calculated for the period ended 31 March 2026. As for the period ended 31 March 2025, no provision for income tax was calculated for the Company due to the excess of tax-deductible expenses over taxable income, in accordance with the Income Tax Law No. (34) of 2014 and its amendments.

Royal Jordanian Tours and Travel Company filed its tax returns for the years from 2022 to 2024 within the statutory period. Royal Jordanian Tours and Travel Company reached a final settlement with the Income and Sales Tax Department for the years 2021 and 2024. The Income and Sales Tax Department has not reviewed the Company's accounting records for the years 2022 and 2023 up to the date of these interim condensed consolidated financial statements.

**Tikram for Airport Services Company:**

No provision for income tax was calculated by the Company for the period ended 31 March 2026 and 2025 due to the excess of deductible expenses over taxable income in accordance with the Income Tax Law No. (34) of 2014 and its amendments.

Tikram for Airport Services Company filed its tax returns up until the year 2024 with the statutory period. Tikram for Airport Services Company reached a final settlement with the Income and Sales Tax Department for the year 2021 and 2024. The Income and Sales Tax Department did not review the Company's accounting records for the years 2022 and 2023 up to the date of these interim condensed consolidated financial statement.

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**Jordan Airline Training and Simulation Company:**

Jordan Airline Training and Simulation Company is exempt from income tax according to the Investment Environment Law No. (21) of 2022.

Jordan Airline Training and Simulator Company filed its tax returns for the years 2023 and 2024 within the statutory period. The Company has reached a final settlement with the Income and Sales Tax Department for the years 2022 and 2024. The Income and Sales Tax Department did not review the Company's accounting records for the year 2023 up to the date of these interim condensed consolidated financial statement.

**Jordan Airports Company:**

The provision for income tax was calculated by the Company for the periods ended 31 March 2026 and 2025 in accordance with the Income Tax Law No. (34) of 2014 and its amendments.

Jordan Airports Company filed its tax return up to the year 2024 within the statutory period. The Company has reached a final settlement with the Income and Sales Tax Department up to the end of 2024.

**Jordan Flight Catering Company:**

The Company is exempt from income tax pursuant to Prime Minister Resolution No. (5713), as communicated in the letter dated 30 July 2019, which exempts the Company's main operations in the free zone from income tax in accordance with Income Tax Law No. (34) of 2014 and its amendments. However, the Company calculates an income tax provision on one of its revenue streams, as this revenue stream is subject to income tax. The Company has submitted its income tax returns up to the year 2024 within the statutory period. The Company reached a settlement with the Income and Sales Tax Department up to the end of 2024.

***Reconciliation between accounting profit and taxable profit is as follows:***

	<b>31 March 2026 (Unaudited)</b>	<b>31 March 2025 (Unaudited)</b>
Accounting loss	(13,430)	(5,813)
Non-taxable profits	(4,364)	(7,418)
Non-deductible expenses	1,558	619
Taxable loss	(16,236)	(12,612)
Income tax expense	135	220

***Income tax provision:***

The movement on income tax provision is as follows:

	<b>31 March 2026 (Unaudited)</b>	<b>31 December 2025 (Audited)</b>
Balance as at the beginning of the period / year	530	385
Income tax expense for the period / year *	135	676
Acquisition of a subsidiary	-	15
Income tax paid during the period / year	(86)	(546)
Balance as at the end of the period / year	579	530

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Below are the details of the income tax expenses related to subsidiaries profit for the period ended 31 March 2026 and 2025:

	<b>31 March 2026 (Unaudited)</b>	<b>31 March 2025 (Unaudited)</b>
Royal Tours for Travel and Tourism Company	<b>123</b>	220
Jordan Airports Company	<b>12</b>	-
	<b>135</b>	220

The statutory income tax rate including the national contribution tax rate for Alia - The Royal Jordanian Airlines Company, Royal Wings, Royal Tours for Travel and Tourism Company, Tikram for Airport Services Company and Jordan Airports Company is 21%.

## **(11) COMMITMENTS AND CONTINGENCIES**

### **Letters of credit and guarantees:**

As of 31 March 2026, the Group had letters of credit that amounted to JD 48,674 and letters of guarantees amounted to JD 5,553 (31 December 2025: letters of credit amounted to JD 38,485 and letters of guarantees amounted to JD 4,765).

### **Claims against the Group:**

The Group is a defendant in a number of lawsuits amounting to JD 6,107 as at 31 March 2026 (31 December 2025: JD 5,942) representing legal actions and claims related to its ordinary course of business. Related risks have been analyzed as to the likelihood of occurrence, although the outcome of these matters cannot always be ascertained with precision. In the opinion of the Group's management and their legal counsels, the provision recognized as of 31 March 2026 is sufficient to cover any contingent liabilities and claims that may arise from these lawsuits.

### **Capital commitments**

The Group had capital commitments as at 31 March 2026 and 31 December 2025 amounting to USD 1,140,600,685, equivalent to JD 808,937, representing contracts signed for the purchase of seven aircraft.



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**(12) ACQUISITION OF A SUBSIDIARY**

In January 2025, the Company increased its ownership interest in Jordan Aircraft Catering Company from 30% to 51% in exchange for the renewal of the passenger catering services agreement for a period of ten years, through the end of 2033. Accordingly, control was obtained in accordance with IFRS 3 – Business Combinations. Therefore, the transaction was recognized as a step acquisition in accordance with the requirements of this standard.

The fair value of the identifiable assets and liabilities of Jordan Flight Catering Company as of the date of acquisition are as follows:

	<b>Fair value as of the acquisition date</b>
<b><u>Assets</u></b>	
<b>Non-current assets</b>	
Property and equipment	925
Right-of-use assets	2,142
	<u>3,067</u>
<b>Current assets</b>	
Spare parts and supplies	959
Other current assets	175
Accounts receivable	3,425
Cash and bank balances	2,625
Due from related parties	1
	<u>7,185</u>
<b>Total Assets</b>	<u>10,252</u>
<b><u>Liabilities</u></b>	
<b>Non-current liabilities</b>	
Long-term lease obligations	2,099
Other long-term liabilities	284
	<u>2,383</u>
<b>Current liabilities</b>	
Short-term lease obligations	478
Accounts payable and other current liabilities	4,599
Due to related parties	58
	<u>5,135</u>
<b>Total liabilities</b>	<u>7,518</u>
<b>Net equity</b>	<u>2,734</u>
<b><u>Goodwill:</u></b>	
Cost of acquisition	-
Fair value of the previously held interest	4,354
Fair value of non-controlling interests	1,455
	<u>5,809</u>
Net identifiable assets	<u>(2,734)</u>
Goodwill resulted from the acquisition	<u>3,075</u>
<b>Cash flow on acquisition:</b>	
Net cash acquired with the subsidiary	2,625
Cost of acquisition	-
<b>Net cash acquired</b>	<u>2,625</u>

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**(13) GEOGRAPHICAL DISTRIBUTION OF REVENUES**

All operations are associated with the airline business. The Group does not have any segment information other than the geographical distribution of revenues, which is used by the management executives to measure the Group's performance.

	For the three months ended 31 March 2026				For the three months ended 31 March 2025			
	(Unaudited)				(Unaudited)			
	Scheduled services	Chartered Flights		Total	Scheduled services	Chartered Flights		Total
		Passengers	Cargo			Passengers	Cargo	
Levant	22,818	55	281	23,154	21,719	44	745	22,508
Europe	53,157	22	302	53,481	39,193	92	512	39,797
Arab Gulf	38,054	-	-	38,054	38,672	-	-	38,672
America	44,550	1,321	36	45,907	42,396	-	-	42,396
Asia	9,603	-	171	9,774	4,069	-	-	4,069
Africa	9,257	154	107	9,518	5,364	150	57	5,571
<b>Total revenues</b>	<b>177,439</b>	<b>1,552</b>	<b>897</b>	<b>179,888</b>	<b>151,413</b>	<b>286</b>	<b>1,314</b>	<b>153,013</b>

**(14) RELATED PARTY BALANCES AND TRANSACTIONS**

Related party transactions represent transactions with associated companies, employees' Provident fund, and the Government of the Hashemite Kingdom of Jordan. Pricing policies and terms of these transactions are approved by the Group's management.

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

	31 March 2026		31 December 2025	
	Accounts receivable	Accounts payable	Accounts receivable	Accounts payable
	(Unaudited)		(Audited)	
Government of Hashemite kingdom of Jordan	9,361	439	13,930	591
Employees' Provident Fund	-	1,046	-	1,779
Social Security Corporation	5	4,692	5	6,128
Jordan Aircraft Maintenance Company	-	881	5,962	546
	<b>9,366</b>	<b>7,058</b>	<b>19,897</b>	<b>9,044</b>

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The following is a summary of the transactions with associated companies included in the interim condensed consolidated income statement:

	For the three months ended 31 March	
	2026	2025
	(Unaudited)	
<b>Jordan Aircraft Maintenance Company (Joramco):</b>		
Scheduled services revenues	<u>101</u>	<u>102</u>
Repair and maintenance expenses	<u>(730)</u>	<u>(1,244)</u>

The following is a summary of the transactions with the Government of the Hashemite Kingdom of Jordan included in the interim condensed consolidated income statement:

	For the three months ended 31 March	
	2026	2025
	(Unaudited)	
Scheduled services revenues – passengers	1,068	2,004
Scheduled services revenues – cargo	271	228
Chartered flights	<u>113</u>	<u>482</u>
	<u>1,452</u>	<u>2,714</u>

**Compensation of key management personnel:**

The following is a summary of the benefits, including salaries and other benefits, of the Group's senior executive management:

	For the three months ended 31 March	
	2026	2025
	(Unaudited)	
Salaries and other benefits	<u>217</u>	<u>248</u>
Board of Directors remuneration	<u>14</u>	<u>12</u>

**Alia - The Royal Jordanian Airlines Company (Royal Jordanian)**  
**Public Shareholding Company**  
**Notes to The Interim Condensed Consolidated Financial Statements**  
**31 March 2026 (Unaudited)**  
**(In Thousands of Jordanian Dinars except for amounts in foreign currencies)**

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**(15) EARNINGS PER SHARE FROM THE LOSS OF THE PERIOD**

	<b>31 March 2026</b>	<b>31 March 2025</b>
	<u>(Unaudited)</u>	
Loss for the period attributed to the equity holders' of the parent ('000)	<b>(14,156)</b>	(6,576)
Weighted average number of shares ('000)	<b>363,627</b>	363,627
Basic and diluted earnings per share for the loss of the period (JD)	<b><u>(0.039)</u></b>	<u>(0.018)</u>

**(16) COMPARATIVE FIGURES**

Certain comparative figures in the condensed consolidated interim financial statements for the period ended 31 March 2025 have been reclassified to conform to the presentation of the condensed consolidated interim financial statements for the period ended 31 March 2026. Such reclassification had no impact on the loss or equity for the period ended 31 March 2025.

**(17) GEOPOLITICAL TENSIONS IN THE MIDDLE EAST**

At the end of February 2026, the Middle East region witnessed military escalation, which resulted in instability and heightened security tensions, and affected air traffic in the region. In light of these circumstances, the Company was required to suspend certain flights and make temporary adjustments to others, in addition to rerouting certain flights due to the closure of airspace in some neighboring countries. This resulted in longer flight durations and higher fuel consumption and operating costs due to the use of longer alternative routes, in addition to the global increase in fuel prices amid the escalation of geopolitical tensions in the region.

Management continues to closely monitor developments and complete its assessment of the impact of these circumstances on the Group's operating activities, operations and financial results.