

MEDITERRANEAN TOURISM INVESTMENT COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED
MARCH 31, 2021
TOGETHER WITH REVIEW REPORT

MEDITERRANEAN TOURISM INVESTMENT COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
MARCH 31, 2021

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Review Report

AM/ 007319

To the Chairman and Members of the Board of Directors
Mediterranean Tourism Investment Company
(A Public Shareholding Limited Company)
Amman – Jordan

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Mediterranean Tourism Investment Company (A Public Shareholding Limited Company), as of March 31, 2021 and the related condensed consolidated interim statement of profit or loss and comprehensive income, changes in shareholders' equity, and statement of cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory information. Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on these condensed consolidated interim 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 Company". A review of condensed 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 the accompanying condensed consolidated interim financial statements for Mediterranean Tourism Investment Company (A Public Shareholding Limited Company) are not prepared in accordance with International Accounting Standard No. (34) related to Interim Financial Reporting.

Other Matters

The accompanying condensed consolidated interim financial information are a translation of the condensed consolidated interim financial information in the Arabic language to which reference is to be made.

Amman – Jordan
April 29, 2021


Deloitte & Touche (M.E.) – Jordan

Deloitte & Touche (M.E.)
ديلويت أند توش (الشرق الأوسط)
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MEDITERRANEAN TOURISM INVESTMENT COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

<u>ASSETS</u>	<u>Note</u>	March 31, 2021 (Reviewed not Audited) JD	December 31, 2020 (Audited) JD
Non-Current Assets:			
Property and equipment - net	4	59,209,908	58,203,720
Financial assets at fair value through other comprehensive income	5	<u>356,837</u>	<u>367,681</u>
Total Non-Current Assets		<u>59,566,745</u>	<u>58,571,401</u>
Current Assets:			
Inventory		201,687	210,854
Other debit balances		197,081	155,105
Accounts receivables - net		156,212	157,367
Cash on hand and at bank	6	<u>791,260</u>	<u>488,999</u>
Total Current Assets		<u>1,346,240</u>	<u>1,012,325</u>
Total Assets		<u>60,912,985</u>	<u>59,583,726</u>
<u>SHAREHOLDERS' EQUITY AND LIABILITIES</u>			
Shareholders' Equity:			
Paid-up capital	7.a	45,000,000	45,000,000
Share premium	7.b	63,624	63,624
Statutory reserve		4,527,346	4,527,346
Fair value reserve		(59,497)	(48,653)
accumulated losses		(2,037,075)	(2,037,075)
(Loss) for the period		<u>(894,427)</u>	<u>-</u>
Shareholders' Equity - net		<u>46,599,971</u>	<u>47,505,242</u>
Current Liabilities:			
Accounts payable		473,077	561,117
Due to a related party	13	126,138	171,140
Other credit balances	8	679,787	741,591
Loans - short term	9	849,108	2,838,044
Income tax provision	10	<u>55,286</u>	<u>55,286</u>
Total Current Liabilities		<u>2,183,396</u>	<u>4,367,178</u>
Non Current Liabilities:			
Loans - Long term	9	<u>12,129,618</u>	<u>7,711,306</u>
Total Non current Liabilities		<u>12,129,618</u>	<u>7,711,306</u>
Total Liabilities		<u>14,313,014</u>	<u>12,078,484</u>
Total Shareholders' Equity and Total Liabilities		<u>60,912,985</u>	<u>59,583,726</u>

Board of Directors Chairman

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM
FINANCIAL STATEMENTS AND SHOULD BE READ WITH THE ACCOMPANYING REVIEW REPORT.

MEDITERRANEAN TOURISM INVESTMENT COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
(REVIEWED NOT AUDITED)

		For the Three-Month Period	
		Ended on March 31,	
	Note	2021	2020
		JD	JD
Four Seasons Hotel operating revenue	11	609,743	2,184,510
<u>Less:</u> operating expenses - Four Seasons Hotel		(187,449)	(461,344)
General and administrative expenses-Four Seasons Hotel		(807,194)	(1,776,632)
Hotel Gross Operating (Loss)		(384,900)	(53,466)
Other revenue		19,427	99,211
General and administrative expenses - Owing Company		(27,815)	(27,669)
Depreciation of property and equipment		(435,877)	(435,129)
Bank interest expense		(49,867)	(18,135)
Management fees		(15,395)	(54,770)
(Loss) for the period before tax		(894,427)	(489,958)
Income tax for the period	10	-	-
(Loss) for the Period		(894,427)	(489,958)
		JD/Share	JD/Share
(Loss) per Share for the Period - (Basic and Diluted)	12	(0.0199)	(0.0109)

Board of Directors Chairman

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MEDITERRANEAN TOURISM INVESTMENT COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF COMPREHINSIVE INCOME

(REVIEWED NOT AUDITED)

	For the Three-Month	
	<u>Period Ended March 31,</u>	
	<u>2021</u>	<u>2020</u>
	JD	JD
(Loss) for the period	(894,427)	(489,958)
Other comprehensive income items which will not be reclassified to condensed interim statement of income in subsequent period		
Net change in fair value reserve	<u>(10,844)</u>	<u>(28,047)</u>
Total (Comprehensive loss) Income for the Period	<u><u>(905,271)</u></u>	<u><u>(518,005)</u></u>

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MEDITERRANEAN TOURISM INVESTMENT COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(REVIEWED NOT AUDITED)

	Paid-up Capital	Share Premium	Statutory Reserve	Fair Value Reserve	Retained Earnings	(Loss) Profit for the Period	Total
<u>For the Three-Month Period Ended on March 31, 2021</u>	JD	JD	JD	JD	JD	JD	JD
Balance - beginning of the period (Audited)	45,000,000	63,624	4,527,346	(48,653)	(2,037,075)	-	47,505,242
(Loss) for the period	-	-	-	-	-	(894,427)	(894,427)
Changes in fair value reserve	-	-	-	(10,844)	-	-	(10,844)
Total Comprehensive loss for the Period	-	-	-	(10,844)	-	(894,427)	(905,271)
Balance - Ending of the Period (Reviewed)	<u>45,000,000</u>	<u>63,624</u>	<u>4,527,346</u>	<u>(59,497)</u>	<u>(2,037,075)</u>	<u>(894,427)</u>	<u>46,599,971</u>
<u>For the Three-Month Period Ended on March 31, 2020</u>							
Balance - beginning of the period (Audited)	45,000,000	63,624	4,527,346	(64,465)	1,612,528	-	51,139,033
Loss for the period	-	-	-	-	-	(489,958)	(489,958)
Changes in fair value reserve	-	-	-	(28,047)	-	-	(28,047)
Total Comprehensive Loss for the Period	-	-	-	(28,047)	-	(489,958)	(518,005)
Balance - Ending of the Period (Reviewed)	<u>45,000,000</u>	<u>63,624</u>	<u>4,527,346</u>	<u>(92,512)</u>	<u>1,612,528</u>	<u>(489,958)</u>	<u>50,621,028</u>

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THE ACCOMPANYING REVIEW REPORT.

MEDITERRANEAN TOURISM INVESTMENT COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF CASH FLOWS
(REVIEWED NOT AUDITED)

	Note	For the Nine-Month Period	
		Ended on March 31,	
		2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES:		JD	JD
(Loss) for the period before tax		(894,427)	(489,958)
Adjustments :			
Depreciation of property and equipment		435,877	435,129
Interest expenses paid		49,867	18,135
(Gain) from sale of property and equipment		(1,650)	(2,489)
Bank interest income		(484)	(8,168)
Expected credit loss provision		7,308	-
Cash Flows (used in) operating activities before change in working capital		(403,509)	(47,351)
(Increase) Decrease in accounts receivables		(6,153)	131,775
Decrease in inventory		9,167	59,612
(Increase) decrease in other debit balances		(41,976)	19,999
(Decrease) in accounts payable		(88,040)	(70,772)
(Decrease) in due to a related party		(45,002)	(119,932)
(Decrease) in other credit balances		(61,804)	(55,273)
Cash flows (used in) Operating activities before Income Tax Paid		(637,317)	(81,942)
Income tax paid	10	-	(2,888)
Net Cash Flows (used in) Operating Activities		(637,317)	(84,830)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchases of property and equipment	4	(1,400,356)	(1,819,355)
Proceeds from sale of property and equipment		1,650	2,489
Bank interest received		484	8,168
Net Cash Flows (used in) Investing Activities		(1,398,222)	(1,808,698)
CASH FLOWS FROM FINANCING ACTIVITIES:			
(Increase) in Loans		2,429,376	-
Interest expenses paid		(91,576)	(43,602)
Net Cash Flows from (used in)Financing Activities		2,337,800	(43,602)
Increase (Decrease) in Cash		302,261	(1,937,130)
Cash on hand and at bank - beginning of the year		488,999	4,950,268
Cash on Hand and at Bank - End of the Period	6	791,260	3,013,138

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FINANCIAL STATEMENTS AND SHOULD BE READ WITH THE ACCOMPANYING REVIEW REPORT.

MEDITERRANEAN TOURISM INVESTMENT COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
(REVIEWED NOT AUDITED)

1. General

- Mediterranean Tourism Investment Company is a Public Shareholding Limited Company that was established on November 20, 1996 in Amman – Hashemite kingdom of Jordan with an authorized capital of JD 15 Million represented by 15,000,000 shares at a par value of one Jordanian Dinar per share. This capital have been increased several times, and the last of which was in 2003 to become JD 45 Million.
- The Company's main objectives are establishment and management of hotels, resorts and hotel facilities as well as the building of hotels, restaurants and swimming pools, including establishment and operating Four Seasons Hotel in Amman.
- The Company and Four Seasons Hotels and Resorts Corporation signed an agreement for managing the Four Seasons Hotel in Amman on January 27, 1997, the agreement is valid for 15 years effective from the actual commencement of the Hotel's operations which started during 2003, and it was automatically renewed for 15 years and valid till the 27th of January 2033. The Hotel consists of 193 rooms, and according to this agreement the agreed fees should be paid for the management of the Four Seasons Hotels International.
- During the years 2019 and 2020, the Four Seasons Hotel in Amman was re-modernized, Four Seasons, the management expects to complete the renovation work during the year 2021.

Deficit of working capital and the company as going concern

The deficit in the working capital of the company, as of March 31, 2021, amounted to about JOD 837 thousand (December 31, 2020: about JOD 3.35 million) resulting from obtaining loans that are due within a year and suspension of hotel operations as a result of the COVID-19 pandemic, which was utilized by facilities renovation. The company has obtained the necessary financing from external parties, including related parties, in order to match cash flows to fulfill the obligations, as well as scheduling its loans in line with the expected cash flows of the hotel.

2. Significant Accounting Policies

a. Basis of preparation of the Condensed Interim Financial Statements

- The accompanying condensed interim financial statements of the Company for the three months ended March 31, 2021 have been prepared in accordance with International Accounting Standard (IAS) 34 relating to Interim Financial Reporting.
- The condensed interim financial statements are prepared on the historical cost basis except for the financial assets and financial liabilities, which are presented at their fair value as of the condensed interim financial statements date.
- The condensed interim financial statements are stated in Jordanian Dinar, which represents the functional currency for the Company.
- The condensed interim financial statements do not include all information and disclosures required for the annual financial statements prepared in accordance with International Financial Reporting Standards. Moreover, the results of operations for the three-month period ended March 31, 2021 do not necessarily provide an indication of the expected results of operations for the year ending December 31, 2021 and should be read with the annual report as of December 31, 2020.

- The Company has not booked statutory reserve amounts for profits of the three-month period ended March 31, 2021 as required by the Jordanian companies' law and issued regulations, as these are interim financial results, and deductions are booked at the end of the entity's fiscal period.
- Significant Accounting Policies
The accounting policies used in the preparation of condensed interim financial information are consistent with the accounting policies that were followed in preparing the financial statements for the year ending on December 31, 2020. However, the following revised IFRSs were followed which became effective for financial periods beginning on or After the first of January 2021, in preparing the interim condensed financial statements of the company, which did not materially affect the amounts and disclosures contained in the interim condensed financial information for the previous period and years, noting that it may have an impact on the accounting treatment of future transactions and arrangements.

Interest Rate Benchmark Reform - Phase 2 amendments

Effective from January 1, 2021, the Company has implemented Interest Rate Benchmark Reform - Phase 2 amendments which address issues that might affect financial reporting as a result of the reform of an interest rate benchmark, including the effects of changes to contractual cash flows or hedging relationships arising from the replacement of an interest rate benchmark with an alternative benchmark rate. The amendments provide practical relief from certain requirements in IFRS 9, IFRS 7, IFRS 4, IFRS 16 and IAS 39 relating to changes in the basis for determining contractual cash flows of financial assets, financial liabilities and lease liabilities and hedge accounting.

The amendments require an entity to account for a change in the basis for determining the contractual cash flows of a financial asset or financial liability that is required by interest rate benchmark reform by updating the effective interest rate of the financial asset or financial liability. In addition it provides certain exceptions to hedge accounting requirements.

In relation to exposure to cash flow and fair value hedges and non-derivative financial assets and liabilities linked to Inter Bank Offered Rate maturing beyond the year 2021 and it was found that there is no material impact of the interest rate reform on the Company's results

3. Judgements, Estimates, & risk management

Preparation of the condensed interim financial statements and the application of the Company's accounting policies require the Company's management to make judgments and estimates that affect the financial assets and financial liabilities balances and disclosure of contingent liabilities. They also affect revenue, expenses, provisions, expected credit loss and changes in the investment valuation reserve that appear in the condensed interim statement of comprehensive income and within shareholders' equity. In particular, this requires the Company's management to make significant judgments to estimate future cash flows and their timing. The mentioned estimates are necessarily based on different assumptions and factors that have varying amounts of estimation and uncertainty, and the actual results may differ from estimates due to changes stemming from those estimates future circumstances.

We believe that the estimates and assumptions adopted in preparing these condensed interim financial statements are reasonable and consistent with those used in the year ended 2020.

The impact of COVID-19

The Coronavirus (Covid-19) outbreak in early 2020 in many geographical regions around the world has caused widespread disruptions to business, with a consequential negative impact on economic activity. Also, this event is witnessing continuous and rapid developments, which required the Company's management to conduct an evaluation of the expected effects on the Company's business inside the kingdom, perform a study to review and evaluate potential risks, in addition to providing additional disclosures in the interim financial statements as of March 31, 2021. Accordingly, the Company has taken the following measures to contain the crisis:

a. The Company's plan to address the new Coronavirus (COVID-19) pandemic

The Management's plan to deal with the disruption of economic activities and business related to the outbreak of the new Coronavirus (COVID-19) is as follows:

1. The company has developed a monitoring plan to respond to disruption data and available alternatives periodically.
2. The company has reviewed all of its contracts with suppliers and has organized its obligations in accordance with the cash flows.
3. Continuing the Hotel's redecoration and renovation process which started in 2019.
4. Increase the stages related to the Hotel's redecoration and renovation, as the Management suspended the Hotel operations during the year 2020, the permitted works were started responding to the instructions of the Jordanian Defence Law and the instructions of the Hashemite kingdom of Jordan, and utilised the suspension of the Hotel operations to continue the Hotel's redecoration and renovation process.
5. The Hotel Management issued permits for employees with experience in the Hotel's redecoration and renovation.
6. The company did not dismiss any employee during the pandemic, as the company reduced the salaries and wages of employees and those working in the hotel business in response to the instructions of the Jordanian Defense Law.
7. The Hotel Management has studied the feasibility of providing catering services related to the hotel's restaurants and has been applied.
8. The Company has reviewed the fixed assets values and compared them with the market values, and the Management confirms that the market values of the assets exceed the net book value.

b. The impact of the new Coronavirus (COVID-19) outbreak on the results of the Company's operations

The company was in the stage of re-modernizing the hotel, and accordingly, its impact on the company cannot be reasonably determined at the date of issuance of these financial statements. Based on the analysis prepared by the company's management so far. Management will continue to closely monitor the situation and take additional measures should the period of disturbance be prolonged. These and other related matters will be examined and their impact on the company's estimates, including the expected credit loss model for financial assets, evaluation of investments in financial assets, in addition to evaluating the indicators of impairment in the value of fixed assets and the rationality of the inputs used for this purpose in future periods.

c. The Impact of the Coronavirus (COVID-19) outbreak on the Company's liquidity levels

The company has prepared all scenarios related to the stressful situation, and the company has obtained medium and long-term loans to suit the renovation of the hotel and to enhance liquidity.

4. Property and Equipment - Net

Additions to property and equipment amounted to JOD 1.4 million during the three months of 2021 mainly representing the renovation of hotel floors and others facilities (JOD 1.8 for the same period of the year 2020).

The capitalized bank interest during the three months of 2021 amounted to around JOD 42 thousand (JOD 25 thousand for the same period of the year 2020).

5. Financial Assets at Fair Value through Other Comprehensive Income

This item consists of the following:

	March 31, 2021	December 31, 2020
	JD	JD
Quoted shares in Amman Stock Exchange	341,557	352,401
Un-quoted shares in Amman Stock Exchange*	15,280	15,280
	<u>356,837</u>	<u>367,681</u>

* The fair value for this investment is calculated using the latest available audited financial statements.

6. Cash on Hand and at Bank

This item consists of the following:

	March 31, 2021	December 31, 2020
	JD	JD
Cash on hand	7,000	10,000
Current accounts at bank	623,404	318,971
Deposits at bank *	160,856	160,028
	<u>791,260</u>	<u>488,999</u>

* This item represents deposits in Jordanian Dinar and US Dollars with an annual interest rate between 1.25% and 4%.

Balances with bank are assessed to have low credit risk of default since this bank are highly regulated by the Central Bank of Jordan. Accordingly, the Company's management estimates the provision of loss on balances with bank at the end of the reporting period at an amount equal to 12 month expected credit loss. Taking into account the historical default experience and the current credit ratings of the bank, the Company's management have assessed that there is no impairment, hence no provision was recorded on these balances.

7. Paid-up Capital and Share Premium

a. Paid-up capital:

The paid-up capital amounted to JD 45 Million divided into 45 Million shares and each share amounted to one Jordanian Dinar as of March 31, 2021 and December 31, 2020, moreover, there were no changes over the paid-up capital during the current and previous period.

b. Share premium:

The share premium amounted to JOD 63,624 as of March 31, 2021 and December 31, 2020.

8. Other Credit Balances

This item consists of the following:

	March 31, 2021	December 31, 2020
	JD	JD
Accrual expenses	213,888	251,162
Advance payments from customers	173,741	200,421
Advance rent payments	28,747	35,851
Income tax withholdings	10,301	9,326
Increments for Hotel's employees	77,267	58,144
Social Security withholdings	13,195	13,105
Shareholders withholdings	58,952	58,952
Employees vacation provision	29,278	29,292
Other credit balances	74,418	85,338
	<u>679,787</u>	<u>741,591</u>

9. Loans

This item consists of the following:

	March 31, 2021 (Reviewed)		December 31, 2020 (Audited)	
	Short Term	Long Term	Short Term	Long Term
	JD	JD	JD	JD
Loan (1) *	250,000	2,750,000	156,250	2,843,750
Loan (2) **	-	-	2,382,240	1,162,760
Loan (3) ***	599,108	4,185,142	299,554	3,704,796
Loan (4) ****	-	5,194,476	-	-
	<u>849,108</u>	<u>12,129,618</u>	<u>2,838,044</u>	<u>7,711,306</u>

* The Company has been granted a loan with a limit of JD 2 million from the Arab Jordan Investment Bank (a related party) during the year of 2020, and during the year of 2020 the limit has been increased of an amount of JOD 1 million to become JOD 3 million and has been fully utilized during the period ended March 31, 2020, to be settled over 96 equal and consecutive monthly installments, with a grace period of 24 months from the date of signing the contract with the first installment due on August 31, 2021 and the last installment is due on July 31, 2029. The purpose of this loan is to renovate the hotel rooms and other facilities.

** The Company has been granted a loan with a limit of USD 5 million from the Arab Jordan Investment Bank (related party), which has been fully settled through the period ended March 31, 2020. The purpose of obtaining the loan was to renovate the hotel floors and other facilities.

*** The company obtained a loan with a limit of USD 8.45 million from Cairo Amman Bank with interest rate of 3.65%, and about USD 6.748 million was utilized from the granted loan that would be settled in 60 installments within 72 months, including a 12-month grace period, the first installment is due at October 31, 2021, the purpose of obtaining the loan is to renovate the hotel floors and other facilities.

**** The company obtained a loan with a limit of USD 14 million from the Arab Jordan Investment Bank (a related party) at an interest rate of 1% in addition to the LIBOR rate for every three months, and about of USD 7.326 million was utilized from the granted loan provided that should be settled in equal quarterly installments. Including two years of grace period, so that the first installment is due on April 30, 2023, and the last installment, on January 30, 2031. The purpose of obtaining the loan is to renovate the floors of the hotel and other facilities.

10. Income Tax provision

a. Income Tax provision

The movement of the income tax provision is as the following:

	March 31, 2021	December 31, 2020
	JD	JD
Beginning balance for the period/year	55,286	76,582
Income tax paid	-	(21,296)
Accrued income tax	-	-
Ending Balance for the Period/year	<u>55,286</u>	<u>55,286</u>

b. The income tax shown in condensed interim statement of profit or loss consists of the following:

	For the Three-Month Period Ended March 31,	
	2021	2020
	JD	JD
Accrued income tax for the profit of the period	-	-
Ending Balance for the Period	<u>-</u>	<u>-</u>

- The Company did not book deferred tax assets and liabilities due to immateriality, moreover, management does not expect to benefit from these assets in the near future.
- The Company has reached a final settlement with Income Tax Department up to the year 2018. Noting that income tax returns for the year 2019 has been submitted but not reviewed by Income Tax Department yet. In the opinion of the Management and its tax advisor, the booked provisions are sufficient to meet the tax obligations.
- Management did not record any income tax expense during the three-month period ended March 31, 2020, as the company incurred loss.
- Mediterranean Tourism Investment Company (Four Seasons Hotel) has been granted exemptions from taxes and customs fees related to capital expenditures (for the purpose of the renovation), in accordance to article (3.C) of the Investment Incentives law No. 33 for the year 2015 issued under article (4) of the Investment law No. 30 for the year 2014, this exemption will expire on July 11, 2022.

11. Four Seasons Hotel Operating Revenue

This item consists of the following:

	For the Three-Month Period Ended March 31,	
	2021	2020
	JD	JD
Rooms Revenue	153,940	741,673
Food Revenue	209,648	686,781
Beverage Revenue	88,731	215,537
Banqueting Revenue	41,585	128,513
Other	115,839	412,006
	<u>609,743</u>	<u>2,184,510</u>

12. (Losses) per Share for the Period

This item consists of the following:

	For the Three-Month Period Ended March 31,	
	2021	2020
	JD	JD
(Loss) for the period	(894,427)	(489,958)
Weighted-average number of shares	45 Million	45 Million
	JOD/Share	JOD/Share
(Losses) per Share for the Period-Basic and Diluted	(0/0199)	(0/0109)

13. Related Parties Transactions and Balances

The details of balances and transactions with related parties are as follows:

	March 31, 2021	December 31, 2020
On-Financial Position Items		
Cash at Bank:		
Deposits and current accounts – AJIB *	784,260	478,999
Accounts Receivable:		
Board of Directors members	15,707	12,579
Due to a related party:		
Four Seasons Hotels and Resorts International **	126,138	171,140
Loan:		
Arab Jordan Investment Bank *	8,194,476	6,545,000
Investment:		
Investment in AJIB *	35,557	34,401
Off-Financial Position Items:		
Bank Guarantees - AJIB *	26,586	26,586

<u>Items in the condensed interim Income Statement:</u>	For the Three-Month Period Ended on March 31,	
	2021	2020
	JD	JD
Four Seasons Hotels and Resorts International management fees **	15,395	54,770
Bank interest income - AJIB *	484	8,168
Hotel executive management salaries and benefits	71,671	126,403
Bank interest expenses – AJIB*	49,867	43,602

* Arab Jordan Investment Bank (AJIB) is a shareholder and Board of Directors member with ownership of 9.63% of the Mediterranean Tourism Investment Company paid-up capital and also a member on the company's board of directors.

** The operator company of the hotel business.

14. Business Segments

a. Information about the Company's Business Segments

The Company mainly owns the Four Seasons Hotel noting that the Company's registration including building a residence and managing hotels and resorts, hotels preparations and constructing hotels, restaurants, and swimming pools. Note (11) illustrates the distribution of the Hotel's revenue.

b. Information about Geographical Distribution

Major Company's assets, liabilities, and operations are in the Hashemite Kingdom of Jordan.

15. Lawsuits

There are lawsuits raised against the Company amounting to JOD around 184 thousand at the designated courts as of March 31, 2021. The Company has booked a provision of the amount of around JOD 29 thousand as of March 31, 2021 as the Management and the legal consultant believe that the Company should not book any additional provision for these cases.

16. Contingent Liabilities

As of the date of the financial position, the Company had contingent liabilities represented in bank guarantees with an amount of JOD 26,586 as of March 31, 2021 (bank guarantees of JD 26,586 as of March 31, 2020).

17. Fair Value Hierarchy

a. Fair value of financial assets and financial liabilities that are measured at fair value on a recurring basis:

Some of the financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair value of these financial assets and financial liabilities are determined (valuation techniques and key inputs).

Financial Assets/ Financial Liabilities	Fair Value		Fair Value Hierarchy	Valuation Techniques and Key Inputs	Significant Unobservable Inputs	Relationship of Significant Unobservable Inputs to Fair Value
	March 31, 2021 (Reviewed) JD	December 31, 2020 (Audited) JD				
Financial assets at fair value through other comprehensive income						
Quoted shares	341,557	352,401	Level 1	Listed prices in the financial markets Through using the latest financial information available	Not Applicable	Not Applicable
Unquoted shares	15,280	15,280	Level 2			
Total	356,837	367,681				

There were no transfers between Level 1 and 2 during the period ended March 31, 2021.

b. Fair value of financial assets and financial liabilities that are not measured at fair value on a recurring basis:

Except for what is set out in the table below, we believe that the carrying amount of financial assets and liabilities shown in the condensed interim financial statements approximates their fair value because the Company's management believes that the carrying value of the items is equivalent to their fair value. This is due to either maturity or short-term interest rates repriced during the period.

	March 31, 2021 (Reviewed)		December 31, 2020 (Audited)		Fair Value Hierarchy
	Book Value	Fair Value	Book Value	Fair Value	
	JD	JD	JD	JD	
Financial assets not calculated at fair value					
Deposits at bank	160,856	160,856	160,028	160,028	Level 1
Total financial assets not calculated at fair value	160,856	160,856	160,028	160,028	

The fair values of the above financial assets and financial liabilities included in level 2 and 3 categories have been determined in accordance with the generally accepted pricing models, which reflects the credit risk of counterparties.

18. Approval of interim condensed financial information

These interim condensed financial information for the three months ended March 31, 2021, were approved by the Board of Directors on April 26, 2021.