Condensed Consolidated Interim Financial Statements
(Expressed in thousands of U.S. dollars)

AMERICAN HOTEL INCOME PROPERTIES REIT LP

Three and six months ended June 30, 2026 and 2025
(Unaudited)

AMERICAN HOTEL INCOME PROPERTIES REIT LP

Condensed Consolidated Interim Statements of Financial Position
(Unaudited)
(Expressed in thousands of U.S. dollars)

	Notes		June 30, 2026		December 31, 2025
Assets					
Current assets:					
Cash and cash equivalents		$	21,451	$	36,399
Current portion of restricted cash	4		8,148		16,234
Trade and other receivables			3,059		2,490
Prepaids and other assets			5,266		6,406
Assets held for sale	18		29,363		81,787
			67,287		143,316
Restricted cash	4		6,331		6,917
Property, buildings and equipment	5		234,537		319,356
Intangible assets	6		741		1,017
		$	308,896	$	470,606
Liabilities and Partners' Capital					
Current liabilities:					
Accounts payable and accrued liabilities		$	12,082	$	21,626
Current portion of term loans, Portfolio Loan and Portfolio Loan II	7		-		24,282
Liabilities related to assets held for sale	7,18		22,427		68,188
Current portion of lease and other liabilities			88		87
Current portion of convertible debentures			48,783		47,875
			83,380		162,058
Term loans, Portfolio Loan and Portfolio Loan II	7		155,717		200,550
Lease and other liabilities			220		266
Deferred management fee			-		2,664
			239,317		365,538
Partners' capital attributable to Unitholders			47,795		61,498
Non-controlling interest	9(a)		21,784		43,570
		$	308,896	$	470,606

Commitments and contingencies (note 14)

See accompanying notes to condensed consolidated interim financial statements.

AMERICAN HOTEL INCOME PROPERTIES REIT LP

Condensed Consolidated Interim Statements of Comprehensive Income (Loss)
(Unaudited)
(Expressed in thousands of U.S. dollars)

	Notes	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Revenue:					
Rooms		$ 29,329	$ 47,027	$ 61,861	$ 91,827
Food, beverage and other		1,770	4,118	5,602	7,933
		31,099	51,145	67,463	99,760
Hotel expenses:					
Operating expenses		16,635	26,679	36,763	53,280
Energy		1,014	1,861	3,510	4,547
Property maintenance		2,063	2,936	4,506	6,209
Property taxes, insurance and ground lease		2,172	2,234	5,224	5,606
Total operating expenses		21,884	33,710	50,003	69,642
Net operating income		9,215	17,435	17,460	30,118
Depreciation and amortization	5,6	3,331	5,594	6,916	11,593
Income from operating activities		5,884	11,841	10,544	18,525
Corporate and administrative		2,460	2,736	5,603	6,211
Write-off of property, building and equipment		-	-	-	4
Impairment of cash-generating units	5(a)	2,020	-	7,518	14,790
Other income	5(c)	(4,191)	2	(4,191)	-
Loss (gain) on sale of properties	5(b)	(2,940)	3,480	(3,070)	4,858
Income (loss) from operations before undernoted		8,535	5,623	4,684	(7,338)
Finance income		(43)	(76)	(236)	(133)
Change in fair value of financial instruments		43	88	43	87
Finance costs	12	7,172	7,627	13,500	17,417
Income (loss) from operations before income taxes		1,363	(2,016)	(8,623)	(24,709)
Current income tax expense		-	1	-	29
Deferred income tax expense		-	5,389	-	5,038
Income (loss) and comprehensive income (loss)		$ 1,363	$ (7,406)	$ (8,623)	$ (29,776)
Income (loss) attributable to:					
Unitholders		$ 478	$ (8,578)	$ (10,694)	$ (32,108)
Non-controlling interest	9(a)	885	1,172	2,071	2,332
		$ 1,363	$ (7,406)	$ (8,623)	$ (29,776)
Basic income (loss) per Unit:		$ 0.01	$ (0.09)	$ (0.15)	$ (0.38)
Diluted income (loss) per Unit:		$ 0.01	$ (0.09)	$ (0.15)	$ (0.38)
Basic weighted average number of Units outstanding		71,747,501	78,029,506	71,798,748	78,384,459
Diluted weighted average number of Units outstanding		74,063,935	78,029,506	71,798,748	78,384,459

See accompanying notes to condensed consolidated interim financial statements.

AMERICAN HOTEL INCOME PROPERTIES REIT LP

Condensed Consolidated Interim Statements of Partners' Capital
(Unaudited)
(Expressed in thousands of U.S. dollars, except Units outstanding)

Six months ended June 30, 2026 and 2025

	Notes	Units outstanding	Partners' contributions[1]	Contributed surplus	Cumulative deficit	Total	Non-controlling interest
Balance, January 1, 2026		71,972,659	$ 621,769	$ 559	$ (560,830)	$ 61,498	$ 43,570
Securities-based compensation	11	-	-	226	-	226	-
Issuance of Units under securities-based compensation plan	10,11	123,660	-	(90)	-	(90)	-
Repurchase of Units under Normal Course Issuer Bid	10(d)	(348,818)	(63)	-	-	(63)	-
Loss and comprehensive loss		-	-	-	(10,694)	(10,694)	2,071
Distributions to non-controlling interest in cash	9(a)	-	-	-	-	-	(2,071)
Redemption of Series C Preferred Stock	9(a)	-	-	-	(3,215)	(3,215)	(21,786)
Other					133	133	-
Balance, June 30, 2026		71,747,501	$ 621,706	$ 695	$ (574,606)	$ 47,795	$ 21,784
Balance, January 1, 2025		79,233,573	$ 624,250	$ 1,533	$ (486,867)	$ 138,916	$ 45,103
Securities-based compensation	11	-	-	(309)	-	(309)	-
Issuance of Units under securities-based compensation plan	10,11	160,161	61	(155)	-	(94)	-
Repurchase of Units under Normal Course Issuer Bid	10(d)	(1,701,271)	(651)	-	-	(651)	-
Loss and comprehensive loss		-	-	-	(32,108)	(32,108)	2,332
Distributions to non-controlling interest in cash and in kind	9(a)	-	-	-	-	-	(2,332)
Redemption of non-controlling interest paid in kind	9(a)						(1,533)
Balance, June 30, 2025		77,692,463	$ 623,660	$ 1,069	$ (518,975)	$ 105,754	$ 43,570

(1) *Includes $0.1 of General Partner Units.*

See accompanying notes to condensed consolidated interim financial statements.

AMERICAN HOTEL INCOME PROPERTIES REIT LP

Condensed Consolidated Interim Statements of Cash Flows
(Unaudited)
(Expressed in thousands of U.S. dollars)

	Notes	Three months ended June 30, 2026	Three months ended June 30, 2025	Six months ended June 30, 2026	Six months ended June 30, 2025
Cash provided by (used in):					
Operating activities:					
Income (loss) and comprehensive income (loss)		$ 1,363	$ (7,406)	$ (8,623)	$ (29,776)
Interest paid		(5,248)	(3,621)	(9,790)	(9,035)
Payment for interest rate cap		(45)	(255)	(45)	(255)
Items not affecting cash:					
Depreciation and amortization	5,6	3,331	5,594	6,916	11,593
Impairment of cash-generating units	5(a)	2,020	-	7,518	14,790
Write-off of property, buildings and equipment		-	-	-	4
Loss (gain) on sale of properties	5(b)	(2,940)	3,480	(3,070)	4,858
Securities-based compensation expense		-	(392)	226	(309)
Deferred income tax expense		-	5,389	-	5,038
Current income tax expense		-	1	-	29
Change in fair value of financial instruments		43	88	43	87
Finance costs	12	7,172	7,627	13,500	17,417
Finance income		(43)	(76)	(236)	(133)
Deferred management fees		(2,883)	148	(2,794)	288
Other income		-	2	-	-
		2,770	10,579	3,645	14,596
Change in non-cash working capital:	17	(14,809)	(8,636)	(12,009)	(11,604)
		(12,039)	1,943	(8,364)	2,992
Investing activities:					
Additions to property, buildings and equipment		(781)	(2,178)	(3,959)	(4,330)
Proceeds from sale of hotel	5(b)	125,700	32,095	134,000	73,295
Net change in restricted cash	4	8,609	5,125	8,475	(715)
Change in non-cash working capital related to investing activities		(865)	(4,610)	(252)	(4,844)
		132,663	30,432	138,264	63,406
Financing activities:					
Principal payments on term loans		(136,125)	(31,549)	(139,931)	(215,927)
Proceeds from term loans		24,938	-	24,938	144,300
Distributions to non-controlling interest	9(a)	(885)	(1,172)	(2,071)	(2,332)
Payment for Unit repurchase		-	(1,215)	(171)	(1,215)
Redemption of Series C Preferred Stock	9(a)	-	-	(25,000)	-
Payments on lease liabilities		(27)	-	(45)	(106)
Financing costs paid		(2,568)	-	(2,568)	(3,863)
Redemption of paid in kind shares		-	(1,533)	-	(1,533)
Change in non-cash working capital related to financing activities		-	3,920	-	5,080
		(114,667)	(31,549)	(144,848)	(75,596)
Increase (decrease) in cash and cash equivalents		5,957	826	(14,948)	(9,198)
Cash and cash equivalents, beginning of period		15,494	17,821	36,399	27,845
Cash and cash equivalents, end of period		$ 21,451	$ 18,647	$ 21,451	$ 18,647

See accompanying notes to condensed consolidated interim financial statements.

1. Reporting entity:

American Hotel Income Properties REIT LP ("AHIP") is a limited partnership formed under the Limited Partnerships Act (Ontario) to invest in hotel real estate properties in the United States and was established pursuant to the terms of AHIP's Limited Partnership Agreement dated October 12, 2012, which was most recently amended and restated on June 17, 2021. AHIP's general partner is American Hotel Income Properties REIT (GP) Inc. ("General Partner"). AHIP's head office and address for service is 810 – 925 West Georgia Street, Vancouver, British Columbia, Canada, V6C 3L2.

AHIP's primary business is owning Premium Branded hotels, which have franchise agreements with international hotel brands including Marriott, Hilton and IHG.

AHIP's units ("Units") are listed on the Toronto Stock Exchange (the "TSX") under the symbols HOT.UN and HOT.U and also in the United States on the OTCQX International marketplace under the symbol AHOTF. AHIP's convertible debentures are listed on the TSX under the symbol HOT.DB.V.

On June 26, 2025, Unitholders approved an amendment to the limited partnership agreement providing the Board of Directors discretion to cause American Hotel Income Properties REIT Inc. (the "U.S.REIT") to cease qualifying as a real estate investment trust ("REIT") under the United States Internal Revenue Code of 1986, as amended.

AHIP has caused the U.S. REIT to cease REIT qualification for the fiscal year ended December 31, 2025. As a result, the U.S. REIT became a taxable corporation effective January 1, 2025.

2. Basis of presentation and going concern:

(a) Statement of compliance:

These condensed consolidated interim financial statements ("Interim Financial Statements") have been prepared in compliance with IFRS Accounting Standards in accordance with IAS34 *Interim Financial Reporting.* The Interim Financial Statements should be read in conjunction with the notes to AHIP's annual audited consolidated financial statements as at and for the year ended December 31, 2025 ("Annual Audited Financial Statements") which were prepared in accordance with IFRS Accounting Standards, since these Interim Financial Statements do not contain all the disclosures required by IFRS Accounting Standards for annual financial statements.

These Interim Financial Statements were approved and authorized for issue by the Board of Directors of the General Partner (the "Board") on August 5, 2026.

2. Basis of presentation and going concern (continued):

(b) Basis of measurement:

These condensed consolidated interim financial statements have been prepared on a historical cost basis with the exception of interest rate cap contracts and warrants which are recorded at fair value.

(c) Going concern:

The Interim Financial Statements have been prepared on a going concern basis, which assumes that AHIP will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business. These Interim Financial Statements do not reflect the adjustment to the carrying values of assets and liabilities or to the classification of items in the condensed consolidated interim statement of financial position that would be necessary were the going concern assumption not appropriate. Such adjustments could be material.

During the three and six months ended June 30, 2026, AHIP had income and comprehensive income of $1,363 and a loss and comprehensive loss of $8,623 (three and six months ended June 30, 2025 – loss and comprehensive loss of $7,406 and $29,776), respectively. As at June 30, 2026, AHIP had a cumulative deficit of $574,606 (December 31, 2025 – $560,830) and a working capital deficiency of $16,093 (December 31, 2025 – $18,742 deficiency).

This working capital deficiency includes convertible debentures of $48,783 maturing in December 2026 and term loan repayments of $22,427. Absent mitigating actions, AHIP's forecast cash inflows from operations are not expected to be sufficient to meet these obligations as they become due, resulting in a potential cash shortfall. These events and conditions indicate the existence of a material uncertainty that may cast significant doubt on AHIP's ability to continue as a going concern. Management plans to address these conditions primarily with: (i) current assets, (ii) operating cash flows, (iii) completion of asset sales under contract (see note 18), (iv) additional planned asset sales and (v) refinancing of unencumbered properties.

Based on recent experience with similar completed transactions and status of pending transactions, management has reasonable basis for the amounts and timing of such transactions and expects the successful execution of these to generate sufficient liquidity to meet AHIP's obligations as they come due. Management has prepared cash flow forecasts, which incorporate these assumptions. However, there is a risk that these cash flow forecasts may not be achieved, and that future transactions which increase liquidity may not be available to AHIP at terms and conditions that are favorable to AHIP, or at all.

2. Basis of presentation and going concern (continued):

(d) Functional and presentation currency:

The functional and presentation currency of AHIP and its subsidiaries is United States ("U.S.") dollars.

Transactions denominated in Canadian dollars ("CAD") are translated to U.S. dollars as follows:

(i) Monetary assets and liabilities are translated at current rates of exchange and non-monetary assets and liabilities are translated at historical rates of exchange;

(ii) Revenues and expenses are translated at average rates of exchange for the period; and

(iii) All exchange gains and losses are recognized in the condensed consolidated interim statements of comprehensive income (loss).

(e) Use of estimates, assumptions and judgments:

The preparation of financial statements in conformity with IFRS Accounting Standards requires management to make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Actual results may differ from these estimates. Significant accounting estimates and assumptions have been set out in note 3 to AHIP's Annual Audited Financial Statements for the year ended December 31, 2025. There have been no changes to the significant accounting estimates and assumptions during the three and six months ended June 30, 2026.

3. Material Accounting Policies:

The material accounting policies as disclosed in AHIP's Annual Audited Financial Statements have been applied consistently in the preparation of these Interim Financial Statements.

In April 2024, the IASB issued IFRS 18, Presentation and Disclosure in Financial Statements, which replaces IAS 1, Presentation of Financial Statements. IFRS 18 introduces new presentation and disclosure requirements for financial statements and is effective for annual reporting periods beginning on or after January 1, 2027, including interim reporting periods, with retrospective application required. AHIP is currently assessing the impact of adopting IFRS 18 on the consolidated financial statements.

In May 2024, the IASB issued amendments to IFRS 9, Financial Instruments, and IFRS 7, Financial Instruments: Disclosures, relating to the derecognition of financial liabilities and additional disclosure requirements for certain financial instruments. The amendments became effective January 1, 2026, and did not have a material impact on the consolidated financial statements.

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

4. Restricted cash:

	June 30, 2026	December 31, 2025
Property improvement plans ("PIPs") reserves	$ 8,488	$ 9,453
Furniture, fixture and equipment reserves ("FF&E Reserves")	1,122	8,636
Property tax reserves	2,211	3,451
Cash collateral and other reserves	2,658	1,611
	14,479	23,151
Current portion of restricted cash	(8,148)	(16,234)
	$ 6,331	$ 6,917

AHIP has funded restricted cash reserves for brand mandated PIPs. Certain related term loans require AHIP to make deposits for FF&E Reserves, cash collateral and property taxes. These amounts are released to AHIP as the expenditures are incurred or are paid directly to the service providers.

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

5. Property, buildings and equipment:

	Land	Buildings	Equipment	Construction-in-progress	Right of use Property	Right of use Vehicles	Total
Cost:							
Balance, January 1, 2025	$ 97,572	$ 631,744	$ 79,127	$ 2,724	$ 1,390	$ 318	$ 812,875
Additions	-	2,631	2,940	4,314	-	-	9,885
Transfers	-	2,375	2,149	(4,524)	-	-	-
Write-off of assets	-	(1,171)	-	(59)	-	(123)	(1,353)
Reclass to assets held for sale	(34,509)	(255,906)	(33,826)	(135)	-	-	(324,376)
Balance, December 31, 2025	63,063	379,673	50,390	2,320	1,390	195	497,031
Additions		983	597	2,379	-	-	3,959
Transfers	-	223	171	(394)	-	-	-
Reclass to assets held for sale	(9,114)	(119,006)	(9,849)	(15)	-	-	(137,984)
Balance, June 30, 2026	$ 53,949	$ 261,873	$ 41,309	$ 4,290	$ 1,390	$ 195	$ 363,006
Accumulated depreciation and impairment:							
Balance, January 1, 2025	$ 15,092	$ 174,456	$ 57,421	$ -	$ 962	$ 317	$ 248,248
Depreciation	-	14,944	5,950	-	41	-	20,935
Impairment	6,196	33,860	1,482	-	-	-	41,538
Write-off of assets	-	(257)	-	-	-	(123)	(380)
Reclass to assets held for sale	-	(103,362)	(29,304)	-	-	-	(132,666)
Balance, December 31, 2025	21,288	119,641	35,549	-	1,003	194	177,675
Depreciation	-	4,245	1,628	-	20	-	5,893
Impairment	559	6,199	213	-	-	-	6,971
Reclass to assets held for sale		(53,965)	(8,105)	-	-	-	(62,070)
Balance, June 30, 2026	$ 21,847	76,120	29,285	-	1,023	194	128,469
Net book value, June 30, 2026	$ 32,102	$ 185,753	$ 12,024	$ 4,290	$ 367	$ 1	$ 234,537
Net book value, December 31, 2025	41,775	260,032	14,841	2,320	387	1	319,356

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(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

5. Property, buildings and equipment (continued):

(a) Impairment:

The carrying amounts of AHIP's cash-generating units ("CGUs") are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the CGU's recoverable amount is estimated. During the three and six months ended June 30, 2026, AHIP recorded an impairment charge in aggregate of $2,020 and $7,518 respectively (three and six months ended June 30, 2025 - nil and $14,934 on three hotel properties in Texas) as a result of measuring six hotel properties at the recoverable amount. The hotel properties are located in Tennessee, Florida, Maryland and Ohio.

During the three and six months ended June 30, 2025, AHIP also reversed nil and $144, respectively for one hotel property located in New Jersey, which was previously impaired.

(b) Sale of Properties:

The following table summarizes the sale of properties in 2026:

Date	Location	Gross Proceeds	CMBS Mortgage Loan Repayment	Term Loan Repayment	Gain (Loss) on Disposal
January 20, 2026	Pennsylvania[1]	$ 8,300	$ -	$ 2,939	$ 198
April 1, 2026	Ohio[2]	$ 22,000	$ 18,435	$ 18,435	$ (1,131)
April 1, 2026	Ohio[2]	$ 37,000	$ 22,505	$ 22,505	$ (962)
May 20, 2026	Maryland[3]	$ 9,300	$ 12,097	$ 18,671	$ (395)
May 20, 2026	Maryland[3]	$ 12,500	$ 18,671	$ 9,467	$ (366)
May 20, 2026	New Jersey[3]	$ 9,300	$ 9,467	$ 12,623	$ 298
May 20, 2026	Pennsylvania[3]	$ 13,350	$ 12,623	$ 12,623	$ (134)
June 3, 2026	Arizona	$ 22,250	$ 12,154	$ 12,154	$ 1,632
		$ 134,000	$ 105,952	$ 109,417	$ (860)

[1] The sale includes one hotel in Pittsburgh, Pennsylvania. The hotel was reclassified as assets held for sale at December 31, 2025 (note 18).
[2] The sale includes one hotel in Independence, Ohio and one hotel in Dublin, Ohio. The hotel was reclassified as assets held for sale at December 31, 2025 (note 18). Proceeds from the sale were used to fully repay the CMBS mortgage loan.
[3] The sale includes one hotel in Hanover, Maryland, one hotel in Baltimore, Maryland, one hotel in Dover, New Jersey and one hotel in Allentown, Pennsylvania. The hotel was reclassified as assets held for sale at December 31, 2025 (note 18). Proceeds from the sale were used to fully repay the CMBS mortgage loan.

During the six months ended June 30, 2026, AHIP entered into a settlement agreement with respect to previously accrued deferred termination fees. The deferred termination fee liability with a carrying amount of $6,220 was settled through a one-time payment of $2,252. The difference between the carrying amount of the liability and settlement payment was recorded as a gain on sale of properties in the condensed consolidated interim statements of comprehensive income (loss).

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

5. Property, buildings and equipment (continued):

(b) Sale of Properties (continued):

The following table summarizes the sale of properties in 2025:

Date	Location	Gross Proceeds	CMBS Mortgage Loan Repayment	Term Loan Repayment	Gain (Loss) on Disposal
March 27, 2025	Maryland[1]	$ 29,500	$ 27,502	$ -	$ (1,289)
March 27, 2025	Pennsylvania[1]	11,700	12,109	-	(516)
May 22, 2025	Oklahoma[2]	8,350	8,293	-	(555)
May 22, 2025	Illinois[2]	7,945	7,660	-	(155)
May 22, 2025	Kansas[2]	5,850	5,842	-	(271)
May 22, 2025	Iowa[2]	3,000	2,879	-	(1,686)
May 22, 2025	Missouri[2]	5,200	3,904	-	(263)
June 20, 2025	Oklahoma[3]	1,750	-	-	(349)
August 7, 2025	Michigan[4]	17,400	8,154	543	2,793
November 4, 2025	Maryland[5]	13,000	-	-	(853)
December 4, 2025	North Carolina[6]	7,800	-	5,105	2,921
December 4, 2025	Minnesota[7]	26,300	-	11,854	(632)
December 16, 2025	Florida[8]	23,000	31,761	-	(387)
		$ 160,795	$ 108,104	$ 17,502	$ (1,242)

[1] The sale includes two hotels in Hanover, Maryland and one hotel in Bethlehem, Pennsylvania. Proceeds from the sale were used to fully repay the CMBS mortgage loan. These hotels were reclassified as assets held for sale at December 31, 2024 (note 18).

[2] The sale includes two hotels in Chickasha, Oklahoma, one hotel in Mattoon, Illinois, one hotel in Jacksonville, Illinois, one hotel in Emporia, Kansas, one hotel in Dubuque, Iowa and one hotel in Nevada, Missouri. Proceeds from the sale were used to fully repay the CMBS mortgage loan. These hotels were reclassified as assets held for sale at March 31, 2025 (note 18).

[3] The sale includes one hotel in Bethany, Oklahoma. The hotel was reclassified as assets held for sale at March 31, 2025 (note 18).

[4] The sale includes one hotel in Portage, Michigan. The hotel was reclassified as assets held for sale at June 30, 2025 (note 18).

[5] The sale includes one hotel in Baltimore, Maryland. The hotel was reclassified as assets held for sale at September 30, 2025 (note 18).

[6] The sale includes one hotel in Asheboro, North Carolina. The hotel was reclassified as assets held for sale at September 30, 2025 (note 18).

[7] The sale includes two hotels in Woodbury, Minnesota. The hotels were reclassified as assets held for sale at September 30, 2025 (note 18).

[8] The sale includes two hotels in Sarasota, Florida and Tampa, Florida. The hotels were reclassified as assets held for sale at September 30, 2025 (note 18). Proceeds from the sale were used to fully repay the CMBS mortgage loan

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(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

5. Property, buildings and equipment (continued):

(c) Other income:

During the three and six months ended June 30, 2026, AHIP recognized other income of $4,191 which included $3,220 from the reversal of deferred fees under the Settlement Agreement. Other income also included $816 from the forfeiture of a non-refundable deposit following the termination of a purchase and sale agreement for the proposed sale of a hotel property. AHIP retained the deposit in accordance with the terms of the purchase and sale agreement.

6. Intangible assets:

		Franchise Agreements
Cost:		
Balance, January 1, 2025	$	8,792
Sale of hotel		(1,182)
Balance, December 31, 2025		7,610
Sale of hotel		(1,275)
Balance, June 30, 2026		6,335
Accumulated amortization:		
Balance, January 1, 2025	$	6,899
Amortization		722
Impairment		154
Sale of hotel		(1,182)
Balance, December 31, 2025		6,593
Amortization		268
Sale of hotel		(1,275)
Impairment		8
Balance, June 30, 2026	$	5,594
Net book value, June 30, 2026	$	741
Net book value, December 31, 2025		1,017

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

7. Term loans, Portfolio Loan and Portfolio Loan II:

	June 30, 2026	December 31, 2025
CMBS Term Loans (a)	$ 82,944	$ 219,936
Portfolio Loan (b)	72,890	75,829
Portfolio Loan II (c)	24,938	-
	180,772	295,765
Reclass to liabilities related to assets held for sale (note 18)	(22,427)	(68,188)
	158,345	227,577
Unamortized portion of debt financing costs	(2,628)	(2,745)
	155,717	224,832
Current portion of term loans, portfolio loan and portfolio loan II	-	(24,282)
	$ 155,717	$ 200,550

All of AHIP's hotel properties have been pledged as security under various loan agreements. As of June 30, 2026, AHIP's loans had a weighted average interest rate of 7.56% (December 31, 2025 - 6.33%).

a) Commercial Mortgage Backed Securities ("CMBS") Term Loans:

The CMBS Term Loans are secured by certain properties owned by AHIP. The CMBS Term loans generally require monthly payments of principal and interest on an amortized basis or interest only over the loan term. As of June 30, 2026, AHIP has $82,944 (December 31, 2025 - $219,936) in outstanding CMBS Term Loans with maturity dates between 2026 to 2030 (December 31, 2025 – 2026 to 2030).

The interest rate on the outstanding CMBS Term Loans range from 4.43% to 7.84% (December 31, 2025 – 4.43% to 7.84%).

On January 27, 2025, AHIP refinanced five hotel properties for total gross proceeds of $43,000. The new CMBS Loan has a five-year term and bears interest at a fixed interest rate of 7.63% per annum. A portion of the net proceeds was used to reduce the outstanding balance under revolving credit facility (the "RCF") to $89,328 along with funds from hotel dispositions completed in December 2024.

On March 27, 2025, AHIP fully repaid an existing $55,219 CMBS loan secured by four hotel properties, using net proceeds from the Portfolio Loan and the disposition of three of the secured properties. Refer to note 5(b).

7. Term loans, Portfolio Loan and Portfolio Loan II (continued):

(a) Commercial Mortgage Backed Securities ("CMBS") Term Loans (continued):

On May 22, 2025, AHIP fully repaid an existing $30,467 CMBS loan secured by eight hotel properties using net proceeds from the disposition of secured properties. Refer to note 5(b).

On December 16, 2025, AHIP fully repaid an existing $31,294 CMBS loan secured by five hotel properties using net proceeds from the disposition of two of the secured properties. Refer to note 5(b).

On April 1, 2026, AHIP fully repaid an existing $58,345 CMBS loan secured by three hotel properties using net proceeds from the disposition of two of the secured properties. Refer to note 5(b).

On May 20, 2026, AHIP fully repaid an existing $65,218 CMBS loan secured by five hotel properties using net proceeds from the disposition of four of the secured properties. Refer to note 5(b).

On June 3, 2026 AHIP fully repaid an existing $12,154 CMBS loan secured by one hotel property using net proceeds from the disposition of four of the secured properties. Refer to note 5(b).

(b) Portfolio Loan:

On March 7, 2025, AHIP completed an interest only non-recourse refinancing and fully repaid the outstanding balance of the Senior Secured Facility. The initial gross proceeds totaled $84,991 and were secured by eleven hotel properties that were previously part of the borrowing base properties under the RCF. The Portfolio Loan (the "Portfolio Loan") provides additional advances of up to $41,019, comprised of $16,309 for the addition of a twelfth hotel property and $24,710 for capital improvements for these twelve hotel properties.

The Portfolio Loan has a two-year term, with an option to extend the term for a one-year period, and bears interest at SOFR plus 4.65% per annum. A portion of the net proceeds from the Portfolio Loan was used to fully repay the outstanding balance under the Senior Secured Facility. The Portfolio Loan is secured by properties with a carrying value of $99,156.

On March 27, 2025, AHIP added the twelfth property to the Portfolio Loan, for additional gross proceeds of $16,309. The net proceeds from this refinancing along with the proceeds from the disposition of three hotel properties during March 2025, were used to fully repay the CMBS mortgage loan of $55,219 secured by these four hotel properties.

On August 7, 2025, AHIP repaid $8,634 on the Portfolio Loan using net proceeds from the sale of one secured hotel property. Refer to note 5(b).

On December 5, 2025, AHIP repaid $16,837 on the Portfolio Loan using net proceeds from the sale of three secured hotel properties. Refer to note 5(b).

On January 20, 2026, AHIP repaid $2,939 on the Portfolio Loan using net proceeds from the sale of one secured hotel property. Refer to note 5(b).

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

7. Term loans, Portfolio Loan and Portfolio Loan II (continued):

(c) Portfolio Loan II:

On May 20, 2026, AHIP completed an interest only, non-recourse debt refinancing. The initial gross loan proceeds were $24.9 million secured against three hotel properties, with additional advances of up to $4.3 million available for renovations and improvements to these three hotel properties (the "Portfolio Loan II"). The loan has a two-year term with the option to extend the term for another one-year period subject to the satisfaction of certain conditions, and bears interest at SOFR plus 4.25% per annum.

(d) Principal payments:

Future principal payments, including liabilities related to assets held for sale, excluding amortization of mark-to-market adjustments and debt financing costs, payable within the next five fiscal years and thereafter on the outstanding term loans, portfolio loan and portfolio loan II are as follows:

		Future Principal Payments
2026		22,444
2027		-
2028		97,828
2029		17,500
2030		43,000
	$	180,772

(e) Covenants:

AHIP is required to comply with a series of financial and other covenants, including a minimum DSCR for each loan pool.

As of June 30, 2026, the REIT was in compliance with its debt agreements except as noted below.

As of June 30, 2026, one non-recourse loans totaling $22,444 (December 31, 2025 - two non-recourse loans totaling $88,511) did not meet the minimum required debt service coverage ratio under their respective loan agreement. The covenant violations do not constitute an event of default and are either under cash management or in the process of entering cash management. CMBS loans under cash management are not considered in default under the respective CMBS loan agreements. Under such arrangements, the loan servicer controls the disbursement of funds in the order of priority as defined in the loan agreements, specifically loan payments, property taxes, insurance and then approved expenses, which are released to AHIP. Any remaining funds are then retained by the loan servicer until the minimum debt service ratios are achieved for a specified number of quarters as per the respective loan agreements. At that time, any retained funds will be returned to the borrower or when a property is sold and net proceeds exceed the debt outstanding, any restricted funds will be returned to AHIP.

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

7. Term loans, Portfolio Loan and Portfolio Loan II (continued):

(e) Covenants (continued):

There is a risk that future asset sales will result in the Guarantor failing to meet the minimum Net Worth covenants required under AHIP's non-recourse CMBS and Portfolio loans.

In August 2025, AHIP received a notice of default advising that a certain property is in "Red Zone" status under Marriott's global quality program and global accountability program, and AHIP is otherwise in default under the terms of the applicable Marriott franchise agreement. The default of the franchise agreement does not trigger an event of default under the loan agreement as a cure period of two years is permitted. AHIP is in the process of curing the default by seeking to improve the performance of the hotel and obtaining a "Clean Slate" status in order to be in compliance with the Marriott franchise agreement and related CMBS loan agreement.

8. Convertible debentures:

	Liability carrying value	Equity carrying value[1]	Total face value
Balance, January 1, 2025	$ 46,185	$ 6,209	$ 52,394
Amortization of transaction costs	525	-	525
Accretion of liability component	1,165	-	1,165
Balance, December 31, 2025	47,875	6,209	54,084
Amortization of transaction costs	286	-	286
Accretion of liability component	622	-	622
Balance, June 30, 2026	$ 48,783	$ 6,209	$ 54,992

[1] The equity carrying value is included in Partners' contribution in the Condensed Consolidated Statements of Partner's Capital.

As of June 30, 2026, $49,730 of the face value of the Debentures were outstanding (December 31, 2025 - $49,730).

9. Private Placement Issuance of Series C Preferred Stock and Warrants:

On January 28, 2021, AHIP completed a $50,000 private placement through the issuance of an aggregate 50,000 shares of newly created Series C cumulative redeemable non-voting preferred stock (the "Series C Preferred Stock") issued by AHIP's wholly owned subsidiary American Hotel Income Properties REIT Inc. and warrants to acquire Units of AHIP.

(a) Series C Preferred Stock:

The Series C Preferred Stock have no par value and have a liquidation preference of $1,000 per share. They are perpetual and redeemable by AHIP. The Series C Preferred Stock provides for an annual cumulative dividend, payable quarterly, of 8.00% per annum for the first three years after issuance. The dividend rate increased to 9.00% per annum on the third anniversary of the issuance and, to the extent the Series C Preferred Stock remain outstanding, the dividend rate increased to 14.00% per annum on the fifth anniversary of the issuance with further escalations thereafter.

AHIP has the option to either cash settle the dividend or settle it through the issuance of additional shares of Series C Preferred Stock. During the three and six months ended June 30, 2026, AHIP declared and paid quarterly dividends $885 and $2,071 respectively in cash (three and six months ended June 30, 2025 - $1,172 and $2,332).

During the three and six months ended June 30, 2025, AHIP redeemed the payment in-kind shares ("PIK Shares") of $1,533 and $1,533, respectively, that were previously issued in lieu of a cash dividend relating to the fourth quarter of 2024.

The Series C Preferred Stock are classified as equity and presented as NCI on the condensed consolidated interim statements of financial position.

On March 13, 2026, AHIP redeemed $25,000 of the $50,000 stated face value of the Series C Preferred Stock.

As of June 30, 2026, 25,000 shares of the Series C Preferred Stock remained outstanding.

10. Partners' capital:

(a) Authorized:

The capital of AHIP consists of an unlimited number of Units and the equity interest held by the General Partner.

(b) Issued:

During the three and six months ended June 30, 2026, AHIP issued nil and 123,660 Units (three and six months ended June 30, 2025 – 19,207 and 160,161 Units) to senior management for the vesting of Units granted under AHIP's securities-based compensation plan.

(c) Distributions:

AHIP did not declare any distributions for the three and six months ended June 30, 2026 and 2025.

10. Partners' capital (continued):

(d) Normal Course Issuer Bid:

On December 23, 2024, AHIP announced the launch of a Normal Course Issuer Bid ("2025 NCIB") to be executed through the facilities of the Toronto Stock Exchange ("TSX"). The NCIB permitted AHIP to repurchase up to 7,521,189 of the Units trading under the symbols HOT.UN and HOT.U, which represents 10% of the "public float" (as defined in the TSX Company Manual). The repurchase period commenced December 30, 2024 and expired on December 29, 2025.

On December 23, 2025, AHIP announced the launch of a subsequent Normal Course Issuer Bid ("2026 NCIB") though the facilities of the TSX. The 2026 NCIB permits AHIP to repurchase up to 6,801,276 of the Units trading under the symbols HOT.UN and HOT.U, representing 10% of the "public float". The 2026 NCIB commenced on December 30, 2025 and will remain in effect until the earlier of December 29, 2026 or the date on which AHIP has purchased the maximum number of Units permitted under the 2026 NCIB.

In connection with the 2026 NCIB, AHIP previously entered into an Automatic Securities Purchase Plan ("ASPP") with a designated broker. The ASPP is intended to facilitate the purchase of Units under the NCIB when AHIP would ordinarily not be permitted to purchase Units due to regulatory restrictions and customary self-imposed blackout periods. As at June 30, 2026, AHIP has recorded an estimated liability of CAD$154 (December 31, 2025 – CAD$271) within accounts payable and accrued liabilities as an estimate of the maximum number of Units that will be repurchased.

During the three and six months ended June 30, 2026, AHIP repurchased 152,694 and 495,512 Units, (three and six months ended June 30, 2025 – 401,439 and 1,669,968), under the NCIB for an aggregate purchase price of CAD$81 and CAD$248 (three and six months ended June 30, 2025 – CAD$193 and CAD$1,083), which was recorded in share capital as treasury shares until they are cancelled. During the three and six months ended June 30, 2026, AHIP cancelled nil and 348,818 Units (three and six months ended June 30, 2025 – 399,439 and 1,701,271) that had been previously purchased under the NCIB.

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

11. Compensation plan:

On June 1, 2026, AHIP granted 1,195,648 Long term incentive plan ("LTIP") awards in the form of RSUs to certain members of senior management. The LTIP awards are cash settled and participants receive cash payments based on the value of a Unit at the settlement date. The fair value of the LTIP awards granted was $446. The fair value of the cash-settled LTIP awards is remeasured at each reporting date until settlement, with changes in fair value recognized in general and admin expense. This grant will vest over three years in equal instalments from the grant date.

On May 26, 2025, AHIP granted 2,442,257 LTIP awards in the form of RSUs and performance awards (also in the form of RSUs) to certain members of senior management. The LTIP awards are cash settled and participants receive cash payments based on the value of a Unit at the settlement date. The fair value of the LTIP awards granted was $813. The fair value of the cash-settled LTIP awards is remeasured at each reporting date until settlement, with changes in fair value recognized in general and admin expense. Of this grant 951,914 will vest over three years in equal instalments from the grant date. The remaining 1,490,343 are performance awards that are subject to a market performance condition based on AHIP's performance relative to a market index which could result in as few as no Units and as many as 2,980,686 Units being issued at the end of the performance measurement period which is December 31, 2027.

As of June 30, 2026, AHIP had a total of 2,316,434 unvested equity settled Units as follows (December 31, 2025 – 2,440,094):

	Number of Units		Weighted average grant date fair value
Unvested, January 1, 2025	2,205,698	$	0.90
Granted	1,800,000		0.33
Vested	(271,214)		(0.33)
Forfeited or cash-settled	(283,973)		(0.33)
Cancelled	(1,010,417)		(0.98)
Unvested, December 31, 2025	2,440,094	$	0.34
Granted	-		-
Vested	-		-
Forfeited or cash-settled	(123,660)		(0.34)
Cancelled	-		-
Unvested, June 30, 2026	2,316,434	$	0.32

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

11. Compensation plan (continued):

The vesting schedule of the unvested Units grant awards is as follows:

Vesting dates	Number of Units		Total fair value of Units at grant date
December 10, 2026	1,800,000	$	522
December 31, 2026	418,532		176
March 15, 2027	97,902		47
Total unvested Units	2,316,434	$	745

As of June 30, 2026, AHIP had a total of 2,273,417 unvested cash settled Units as follows (December 31, 2025 – 1,337,808):

	Number of Units		Weighted average grant date fair value
Unvested, January 1, 2025		$	
Granted	2,442,257		0.33
Vested	(199,444)		(0.36)
Forfeited or cash-settled	(229,467)		(0.36)
Cancelled	(675,538)		(0.32)
Unvested, December 31, 2025	1,337,808	$	0.34
Granted	1,195,648		(0.47)
Vested	(200,706)		(0.34)
Forfeited or cash-settled	-		-
Cancelled	(59,333)		(0.34)
Unvested, June 30, 2026	2,273,417	$	0.32

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

11. Compensation plan (continued):

The vesting schedule of the unvested cash settled Units grant awards is as follows:

Vesting dates	Number of Units	Total fair value of Units at grant date
March 15, 2027	559,701	62
December 31, 2027	755,472	259
March 15, 2028	559,696	62
March 15, 2029	398,548	62
Total unvested Units	2,273,417	$ 445

12. Finance costs:

	Three months ended June 30,		Six months ended June 30	
	2026	2025	2026	2025
Interest expense on term loans, Portfolio Loan and Portfolio Loan II	$ 3,734	$ 5,827	$ 8,271	$ 11,871
Interest expense on debentures	748	741	1,495	1,491
Amortization of debt financing costs	345	482	673	1,252
Accretion of debenture liability	312	284	623	570
Amortization of debenture costs	144	126	288	255
Loss on debt settlement	98	13	209	683
Debt defeasance	1,776	13	1,776	1,017
Other financing costs	15	141	165	278
	$ 7,172	$ 7,627	$ 13,500	$ 17,417

13. Financial instruments:

The carrying values of AHIP's cash and cash equivalents, restricted cash, trade and other receivables, other liabilities and accounts payable and accrued liabilities approximate their fair values due to the short-term nature of these financial assets and liabilities.

The fair value of AHIP's term loans and outstanding revolving credit facility was determined using present value calculations based on market-observable interest rates for loans with similar terms and conditions. The fair value of AHIP's term loans and outstanding Portfolio Loan as of June 30, 2026 was $152,211 (December 31, 2025 - $291,013) and these instruments are considered Level 2 in the fair value hierarchy.

AHIP's convertible debentures are considered Level 1 financial instruments since they are quoted on the TSX. The fair value of the liability portion of AHIP's debentures based on the quoted market price as of June 30, 2026 was $46,731 (December 31, 2025 - $47,231).

There were no transfers between levels during the period.

(a) Liquidity risk:

Liquidity risk is the risk that AHIP is not able to meet its financial obligations as they become due or can only do so at excessive cost. AHIP manages liquidity risk by balancing the maturity profile of mortgages and borrowings on the credit facility. The following are key risks which could reduce the amount of liquidity available to AHIP: adverse economic conditions may result in a decrease in net income, or the appraised value of the borrowing base properties are less than expected which can become the limiting factors in the borrowing base calculation, or higher interest rates. Cashflow projections are updated on a regular basis to ensure there will be adequate liquidity to maintain operating, capital, and investment activities. In addition, AHIP continues to monitor its capital structure and sources of financing, including amendments to the existing credit facility and/or establishing additional credit facilities. Such cash flow projections involve a significant degree of judgment. There is a risk that such projections may not be achieved, and that currently available liquidity may not be available to AHIP at terms and conditions that are favorable to AHIP, or at all.

AHIP's objective for managing liquidity and capital resources is to ensure adequate liquidity for operating, capital and investment activities. Management oversees AHIP's liquidity to fund principal and interest payments for debt, property maintenance and improvements, and property acquisitions. AHIP's sources of capital mainly include (i) cash flows from operating activities, (ii) term loans, mortgage refinancing and credit facilities, and (iii) equity and debt issuances.

AHIP's term loans have repayment schedules as defined by the underlying agreements. Portions of such term loans due within one year of the date of the financial statements are classified as current liabilities. AHIP's plan to satisfy such current liabilities includes cash flows from operations, planned asset sales and term loan refinancing. In select circumstances, AHIP's non-payment of principal and interest or amounts due at maturity may result in non-recourse foreclosure. This can

13. Financial instruments (continued):

(a) Liquidity risk (continued):

arise when the loan balance exceeds the expected market value of the hotel. The loans are non-recourse and do not trigger any cross-default provisions with any other CMBS loans, other than certain recourse carve-out guarantee provisions included to protect the lender from any misdeeds or wrongful acts by the borrower.

As at June 30, 2026, AHIP had a working capital deficiency of $16,093 (December 31, 2025 – $18,742 deficiency) mainly driven convertible debentures of $48,783 maturing in December 2026 and term loan repayments of $22,427. AHIP expects assets classified as held for sale to close in the second half of 2026 and to refinance the current portion of loans with new long-term term loans or mortgages prior to each maturity or repayment through assets sales. AHIP has no further loans maturing until the fourth quarter of 2026.

14. Commitments and contingencies:

(a) Hotel management agreements:

Aimbridge Hospitality LLC (the “Hotel Manager”) is AHIP’s exclusive hotel manager to manage and operate its hotels. AHIP’s operating subsidiaries are responsible for reimbursing the Hotel Manager for any hotel operating expenses and direct costs including payroll and benefit costs of hotel staff and other operating expenses.

The master hotel management agreement provides for the payment of the following amounts to the Hotel Manager: a base management fee, a capital expenditure fee, an annual administration fee and an incentive fee, if certain profit thresholds are met.

On September 30, 2023, AHIP entered into a third amendment to its master hotel management agreement with One Lodging Management LLC (an affiliate of Aimbridge Hospitality LLC) (the "Amendment"). In accordance with the Amendment, the management fee on certain hotel properties has been reduced or payment deferred until future periods.

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

15. Related party transactions:

(a) Compensation:

Key management includes those persons having authority and responsibility for planning, directing, and controlling the activities of AHIP, directly or indirectly, and includes the Board. Total compensation awarded to key management for the three and six months ended June 30, 2026 was $275 and $790 respectively (three and six months ended June 30, 2025 - $1,076 and $1,536), which included securities-based compensation expense of $nil and $71 respectively (three and six months ended June 30, 2025 - $14 and $107).

16. Capital management:

		June 30, 2026		December 31, 2025
Term loans, Portfolio Loan and Portfolio Loan II	$	155,717	$	224,832
Convertible debentures, liability portion		48,783		47,875
Partners' capital attributable to Unitholders		47,795		61,498
Non-controlling interest		21,784		43,570
Total capital	$	274,079	$	377,775

AHIP defines capital as the aggregate of its term loans, Portfolio Loan, convertible debentures and partners' capital, net of related financing costs. AHIP's objectives in managing capital are to maintain a level of capital that: complies with investment and debt restrictions as prescribed in the Limited Partnership Agreement; complies with existing debt covenants; funds its business strategies; and builds long-term value. AHIP's capital structure is periodically reviewed by the Board.

17. Supplemental cash flow disclosure:

		Three months ended June 30				Six months ended June 30		
		2026		2025		2026		2025
Accounts payable and accrued liabilities	$	(15,046)	$	(8,070)	$	(11,700)	$	(11,657)
Prepaids and other assets		533		(395)		171		(378)
Trade and other receivables		(296)		(171)		(480)		431
Change in non-cash working capital	$	(14,809)	$	(8,636)	$	(12,009)	$	(11,604)

(Expressed in thousands of U.S. dollars, except Unit and per Unit amounts)

18. Assets held for sale:

In January 2025, AHIP entered into PSAs for three hotels in Oklahoma, two hotels in Illinois, one hotel in Kansas, one hotel in Iowa and one hotel in Missouri. The sales closed between May 2025 and June 2025.

In April 2025, AHIP entered into a PSA for one hotel in Michigan. The sale closed in August 2025.

In July 2025, AHIP entered into a PSA for one hotel in North Carolina. The sale closed in December 2025.

In August 2025, AHIP entered into PSAs for one hotel in Maryland and one hotel in Pennsylvania. AHIP had recorded an impairment to these hotels in the amount of $1,640 based on the PSA less selling costs. One sale closed in November 2025 and the other one closed in January 2026.

In September 2025, AHIP entered into PSAs for two hotels in Minnesota. AHIP had recorded an impairment to these hotels in the aggregate amount of $7,641 based on the PSAs less selling costs. The sales closed in December 2025.

In October 2025, AHIP entered into PSAs for three hotels in Florida. AHIP had recorded an impairment to these hotels in the amount of $235 based on the PSA less selling costs. The sale of two hotels closed in December 2025 and sale of one hotel is under contract to close in the third quarter of 2026.

In December 2025, AHIP entered into PSAs for two hotels in Maryland, one hotel in New Jersey and one hotel in Pennsylvania. AHIP had recorded an impairment to these hotels in the amount of $13,302 based on the PSA less selling costs. These sales closed in May 2026.

In December 2025, one hotel in Arizona was classified as held for sale. On January 2, 2026, AHIP entered into a PSA for this property. The sale of this property closed in June 2026.

In January 2026, AHIP entered into PSAs for two hotels in Ohio. The sales closed in April 2026.

In June 2026, AHIP entered into PSAs for two hotels in Tennessee and one hotel in Florida. AHIP had recorded an impairment to these hotels in the amount of $3,465 based on the PSA less selling costs. These hotels are under contract and sales are expected to close in the third quarter of 2026.

The assets and liabilities related to the hotels held for sale are consequently presented separately in the condensed consolidated interim statements of financial position as at June 30, 2026 and December 31, 2025 are as follows:

	June 30, 2026	December 31, 2025
Assets		
Property, buildings and equipment	$ 29,176	$ 81,233
Inventory	187	554
Total assets held for sale	$ 29,363	$ 81,787
Liabilities		
Term loans	22,427	68,188
Total liabilities related to assets held for sale	$ 22,427	$ 68,188