

BANK OF JORDAN
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH
PERIOD ENDED MARCH 31, 2024
TOGETHER WITH THE
REVIEW REPORT

BANK OF JORDAN
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2024

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Report on the Review of the Condensed Consolidated Interim Financial Information

AM / 8572

To the Chairman and Members of the Board of Directors
Bank of Jordan
(A Public Shareholding Limited Company)
Amman – The Hashemite Kingdom of Jordan

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Bank of Jordan (A Public Shareholding Limited Company) as of March 31, 2024 and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three months ended March 31, 2024, condensed consolidated interim statement of changes in owners' equity and 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 this condensed consolidated interim financial information in accordance with International Accounting Standard No. (34) relating to interim financial reporting as adopted by the Central Bank of Jordan. Our responsibility is to express a conclusion on these condensed consolidated interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material aspects, in accordance with International Accounting Standards No. (34) relating to condensed interim financial reporting as adopted by the Central Bank of Jordan.

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 28, 2024


Deloitte & Touche (M.E) – Jordan
Deloitte & Touche (M.E.)
ديلويت آند توش (الشرق الأوسط)
010101

BANK OF JORDAN
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

	<u>Note</u>	March 31, 2024 (Reviewed Not Audited) JD	December 31, 2023 (Audited) JD
<u>Assets</u>			
Cash and balances with central banks – Net	5	753,293,159	868,438,559
Balances with banks and financial institutions – Net	6	205,897,951	142,551,211
Deposits with banks and financial institutions - Net	7	1,644,724	447,949
Financial assets at fair value through profit or loss		367,231	350,797
Financial assets at fair value through other comprehensive income		239,418,484	238,948,463
Direct credit facilities at amortized cost - Net	8	1,445,964,542	1,432,871,078
Financial assets at amortized cost - Net	9	186,938,200	164,126,649
Property and equipment – Net	10	56,912,499	58,489,765
Intangible assets - Net		7,176,146	7,397,514
Deferred tax assets		22,219,123	23,472,437
Other assets - Net	11	106,706,648	100,157,921
Total Assets		<u>3,026,538,707</u>	<u>3,037,252,343</u>
<u>Liabilities and Owners' Equity</u>			
Liabilities:			
Banks and financial institutions' deposits		36,539,639	71,354,418
Customers' deposits		2,212,935,614	2,169,054,732
Cash margins		149,626,812	140,274,558
Sundry provisions		5,217,829	7,147,192
Income tax provision	12	20,255,453	19,247,420
Deferred tax liabilities		186,597	471,683
Borrowed funds	13	33,743,721	36,250,546
Other liabilities	14	57,023,523	55,740,916
Total Liabilities		<u>2,515,529,188</u>	<u>2,499,541,465</u>
Owners' Equity:			
Banks' shareholders Equity			
Paid-up capital		200,000,000	200,000,000
Statutory reserve		116,928,669	116,928,669
Voluntary reserve		74,876	74,876
General banking risks reserve		4,102,021	4,102,021
Special reserve		5,849,743	5,849,743
Foreign currency translation differences		(9,625,195)	(9,562,080)
Fair value reserve		28,505,887	31,794,224
Retained earnings		138,847,036	174,847,102
Profit for the period after tax		12,538,051	-
Total Equity Attributable to the Bank's Shareholders		<u>497,221,088</u>	<u>524,034,555</u>
Non-controlling interests		13,788,431	13,676,323
Total Owners' Equity		<u>511,009,519</u>	<u>537,710,878</u>
Total Liabilities and Owners' Equity		<u>3,026,538,707</u>	<u>3,037,252,343</u>

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

BANK OF JORDAN
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS
(REVIEWED NOT AUDITED)

	Note	For the Three-Month Period Ended March 31,	
		2024 JD	2023 JD
Interest income		48,600,694	46,194,022
<u>Less: Interest expense</u>		<u>14,423,155</u>	<u>9,999,008</u>
Net Interest Income		34,177,539	36,195,014
Net Commissions Income		6,238,878	6,073,916
Net Interest and Commissions Income		40,416,417	42,268,930
Foreign currencies income		1,051,446	1,278,105
Gains from financial assets at fair value through profit or loss		16,434	8,500
Cash dividends from financial assets at fair value through other comprehensive income		-	75,200
Other income		846,388	663,454
Total Income		42,330,685	44,294,189
Employees expenses		10,709,828	9,346,132
Depreciation and amortization		2,770,275	2,625,659
Other expenses		8,361,376	8,563,638
Provision expense for expected credit loss on financial assets	15	989,565	4,063,332
(Recovered from) provision assets seized by the Bank		(12,733)	(25,484)
Sundry provisions		290,491	315,441
Total Expenses		23,108,802	24,888,718
Profit for the period before income tax		19,221,883	19,405,471
<u>Less: Income tax</u>	12	<u>6,570,455</u>	<u>6,289,418</u>
Profit for the Period		12,651,428	13,116,053
Attributable to:			
Bank's Shareholders		12,538,051	12,848,856
Non-Controlling Interest		113,377	267,197
		12,651,428	13,116,053
Earnings per share for the period attributable to the Banks shareholders	16	0.063	0.064

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BANK OF JORDAN
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT
OF COMPREHENSIVE INCOME
(REVIEWED NOT AUDITED)

	For the Three-Month Period Ended March 31,	
	2024	2023
	JD	JD
Profit for the period	12,651,428	13,116,053
Other comprehensive that may be reclassified subsequently to the condensed consolidated interim statement of profit or loss:		
Change in fair value for debt instruments classified as financial assets at fair value through other comprehensive income – Net after Tax	(1,710,471)	188,095
Foreign currencies differences	(64,450)	3,650,574
	(1,774,921)	3,838,669
Items that will not be reclassified subsequently to the condensed consolidated interim statement of profit or loss:		
Change in fair value for equity instruments classified as financial assets at fair value through other comprehensive income - Net after tax	(1,577,866)	197,305
	(1,577,866)	197,305
Total Condensed Consolidated Interim Comprehensive Income	9,298,641	17,152,027
Total Comprehensive Income Attributable to:		
The Bank's Shareholders	9,186,533	16,886,572
Non-Controllers' Interest	112,108	265,455
	9,298,641	17,152,027

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BANK OF JORDAN
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN OWNERS' EQUITY
(REVIEWED NOT AUDITED)

	Reserves					Foreign Currencies Translation Differences		Fair Value Reserve		Retained Earnings		Profit for the Period		Total Banks' Shareholders' Equity		Non-Controllers' Interest		Total Owner's Equity		
	Authorized and Paid-up Capital	Statutory	Voluntary	General Banking Risks	Special	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	
For the Period Ended March 31, 2024																				
Balance – Beginning of the Year	200,000,000	116,928,669	74,876	4,102,021	5,849,743	(9,562,080)	(63,115)	31,794,224	1,74,847,102	(66)	-	524,034,555	13,676,323	537,710,878	-	-	(63,181)	(1,269)	(64,450)	
Foreign currency translation differences	-	-	-	-	-	(63,115)	-	-	-	-	-	12,538,051	113,377	12,651,428	-	-	-	-	-	
Profit for the Period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in fair value of debt instruments classified as financial assets at fair value through other comprehensive income – net after Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in fair value of equity instruments classified as financial assets at fair value through comprehensive income – net of tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Distributed cash dividends*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balance – End of the Period	200,000,000	116,928,669	74,876	4,102,021	5,849,743	(9,625,195)	(63,115)	28,505,887	138,847,036	(66)	12,538,051	497,221,088	13,788,431	511,009,519	-	-	112,108	511,009,519	-	
For the Period Ended March 31, 2023																				
Balance – Beginning of the Period	200,000,000	110,452,964	86,363	4,102,021	5,849,743	(13,033,639)	3,631,958	48,495,968	173,238,442	77,690	-	529,191,862	13,151,924	542,343,786	-	-	(1,742)	(1,742)	(1,742)	
Foreign currency translation differences	-	-	-	-	-	-	-	-	-	-	-	12,848,856	267,197	13,116,053	-	-	-	-	-	
Profit for the Period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in fair value of debt instruments classified as financial assets at fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Change in fair value of equity instruments classified as financial assets at fair value through comprehensive income – net of tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Distributed cash dividends*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balance – End of the Period	200,000,000	110,424,298	57,697	4,102,021	5,849,743	(9,401,681)	3,631,958	48,881,368	137,316,132	77,690	12,848,856	510,078,434	13,417,379	523,495,813	-	-	265,455	523,495,813	-	

*** Distributed cash dividends**

* In accordance with the Ordinary General Assembly meeting held on March 21, 2024, the bank has decided to distribute Cash dividends at 18% of the Bank's capital which is equivalent to JOD 36,000,000.

* In accordance with the Ordinary General Assembly meeting held on March 23, 2023, the bank has decided to distribute Cash dividends at 18% of the Bank's capital which is equivalent to JOD 36,000,000.

According to the instructions of the regulatory bodies:

- The general banking risks reserve and the special reserve cannot be utilized without prior approval from Palestine Monetary Authority.
- Retained earnings include a restricted amount of JD 22,219,123 against deferred tax benefits as of March 31, 2024 (JD 23,472,437 as of December 31, 2023) in accordance with the Central Bank of Jordan instructions, this amount is restricted and cannot be utilized for capitalization or distribution unless actually realized.
- Retained earnings include an amount of JD 227,598 as of March 31, 2024, that represents the effect of early adoption of IFRS (9). These restricted amounts cannot be utilized unless realized through actual sale.
- The fair value reserve cannot be utilized for capitalization, distribution, write-off losses or any other commercial acts unless realized through actual sale as instructed by Central Bank of Jordan and Jordan Security Commission, the balance of retained earnings include an amount of JD 813,437 as of March 31, 2024 which cannot be utilized through dividends distribution to the shareholders or use for any other purposes, without prior approval of Central Bank of Jordan, this amount has resulted from the application of Central Bank of Jordan circular No. 10/1/1359 on January 25, 2018, and Central Bank of Jordan circular No. 13/2018 dated June 6, 2018.

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BANK OF JORDAN
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASHFLOWS
(REVIEWED NOT AUDITED)

	Note	For the Three-Month Period Ended March 31,	
		2024	2023
		JD	JD
Cash Flows from Operating Activities:			
Profit for the period before tax		19,221,883	19,405,471
Adjustments for non-cash transaction:			
Depreciation and amortization		2,770,275	2,625,659
Expected credit loss provision expense	15	989,565	4,063,332
Loss (Gain) from the sale of property and equipment		30,395	(25,039)
(Gain) from financial assets at fair value through profit or loss		(16,434)	(8,500)
Sundry provisions		290,491	315,441
Effect of exchange rate fluctuations		(844,070)	(1,300,246)
(Recovered from) impairment of assets seized by the Bank		(12,733)	(25,484)
Other – Currency differences		(50,883)	5,933,851
Profit before Changes in Assets and Liabilities		22,378,489	30,984,485
Changes in Assets and Liabilities:			
(Increase) Decrease in deposits with banks and other financial institutions (maturing in over three months)		(1,196,944)	469,000
(Increase) Decrease in restricted balances		(2,572,382)	18,693,753
(Increase) Decrease in direct credit facilities at amortized cost		(12,331,584)	56,952,383
(Increase) in other assets		(6,504,622)	(6,056,544)
Increase in banks deposits and other financial institutions (Maturing in over three months)		-	10,215,000
Increase (Decrease) in customers deposits		43,880,882	(3,198,964)
Increase in cash margins		9,352,254	24,602,224
(Decrease) in borrowed funds		(1,338,296)	(1,217,882)
(Decrease) increase in other liabilities		(4,038,756)	2,029,155
Net Change in Assets and Liabilities		25,250,552	102,488,125
Net Cash Flows from Operating Activities before Settled Income Taxes, and End-of-Service Indemnity Provision		47,629,041	133,472,610
Paid from end-of-service indemnity, lawsuits provisions and others	12	(2,219,801)	(122,403)
Paid Income Tax		(4,309,108)	(4,123,638)
Net Cash flows from Operating Activities		41,100,132	129,226,569
Cash Flows from Investing Activities:			
(Purchase) of financial assets at fair value through other comprehensive Income		(4,043,444)	(50,011,660)
(Purchase) of financial assets at amortized cost		(40,064,333)	(5,818,331)
Maturity of financial assets at amortized cost		17,237,277	30,234,458
(Purchase) maturity of financial derivatives		(176,649)	108,477
(Purchase) of property and equipment		(538,038)	(1,188,870)
Sale of property and equipment		14,651	25,533
(Purchase) of intangible assets		(158,529)	(345,155)
Net Cash Flows (used in) from Investing Activities		(27,729,065)	(26,995,548)
Cash Flows Financing Activities:			
Differences in Foreign currency translation		(64,450)	3,650,574
Dividends distributed to shareholders		(33,706,501)	(32,592,562)
Net Cash Flows (used in) Financing Activities		(33,770,951)	(28,941,988)
Effect of exchange rate fluctuations on cash and cash equivalents		844,070	1,300,246
Net (decrease) Increase in Cash and Cash Equivalents		(19,555,814)	74,589,279
Cash and cash equivalents – beginning of the year		816,045,300	629,766,566
Cash and Cash Equivalents – End of the Period	17	796,489,486	704,355,845

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BANK OF JORDAN,
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
(REVIEWED NOT AUDITED)

1. General

Bank of Jordan is a public shareholding company with headquarters in Amman – Jordan. It was registered under number (1983) On March 3, 1960, according to the Companies Law No. 33 for the Year 1962 with an authorized capital of JD 350,000 distributed over 70,000 shares at a par value of JD 5 per share. The Bank's authorized and paid-up capital was increased in several stages, the last of which took place in accordance to the resolution of the general assembly in their extraordinary meeting held on April 9, 2016, where the Bank's capital was increased from JD 155.1 million to become JD 200 million and for which all the legal procedures related to this decision were completed on April 19, 2016.

The Bank provides all financial and banking services within its scope of activities. Those services are offered through its (82) branches and (18) branches in Palestine and the Bank branch in the Kingdom of Bahrain and Iraq Branch and its subsidiaries in Syria and Jordan (Bank of Jordan - Syria, Excel for Financial Investments Company and Jordan Leasing Company).

The accompanying condensed consolidated interim financial information were approved by the Board of directors in their meeting dated April 24, 2024.

2. Basis of Preparation of condensed consolidated interim financial information

- The accompanying condensed consolidated interim financial information have been prepared in accordance with the International Accounting Standard No. (34) "Interim Financial Reporting" as adopted by the Central Bank of Jordan.

The main differences between IFRS that should be applied and what have been adopted by the Central Bank of Jordan are as follow:

- When calculating credit losses against credit exposures, the calculation results in accordance with the Central Bank of Jordan instruction No.(13/2018) "International Financial Reporting Standards (9)" effective June 6, 2018 according to the regulatory authorities in the countries where the bank operates stricter results are recorded. The main differences are:
 - Exclusion of the Debt instruments issued or guaranteed by the Jordanian Government, so that credit exposures issued or guaranteed by the Jordanian Government are treated with no credit losses
 - When calculating credit losses against credit exposures, the results of the calculation are compared in accordance with International Financial Reporting Standard No. (9) with the instructions of the Central Bank of Jordan No. (47/2009) dated December 10, 2009 for each stage separately, and the stricter results are recorded
- Interests, returns and commissions shall be suspended on non-performing credit facilities and funds granted to clients in accordance with the instructions of the Central Bank of Jordan and other related authorities in the countries the bank operates, which is stricter.

- Assets seized by Bank are shown in the condensed consolidated interim statement of financial position among other assets at their value when seized to by Bank, or at their fair value, whichever is lower. Furthermore, they are re-evaluated on the date of the consolidated interim condensed financial information and any decline in their value is recorded as a loss in the profit or loss statement and the consolidated comprehensive income, and the increase is not recorded as revenue, as the subsequent increase is taken to the statement of profit or loss and consolidated comprehensive income to the extent that it does not exceed the decline recorded before. A gradual provision has been taken for real estate acquired in exchange for debts according to the Central Bank of Jordan's generalization (10/3/13246) dated September 2, 2021, which is 5% of the total book value of these real estate from the year of 2022 until the required percentage is reached (50% of these properties by the end of the year 2030). And that's according to the circular of Central Bank of Jordan No.10/3/13246 dated October 10, 2022, a gradual provision for seized assets was held against debt with stipulation on the allocated provisions for seized assets which violates the bank's law, and that only the allocated provision is released for any of or the violated seized assets when disposed of these assets.
- Additional provisions have been calculated in condensed consolidated interim financial information against the bank's foreign investments in foreign countries according to the expected credit loss.
- The net outcome of the differences between the Central Bank of Jordan instructions and the International Financial Reporting Standards is represented by having the Bank to book additional provisions to comply with these instructions.
- The condensed consolidated interim financial information is prepared in accordance with the historical cost principle, except for financial assets which are stated at fair value through profit or loss, financial assets through other comprehensive income and other financial derivatives which are stated in fair value at the date of the condensed consolidated interim financial information. As the financial assets and liabilities are stated in fair value which were hedged for the risk in fair value changed.
- The reporting currency of the condensed consolidated interim financial information is the Jordanian Dinar, which is the functional currency of the Bank.
- The condensed consolidated interim financial information does not include all notes and information presented in the annual financial statements which were prepared according to the international financial reporting standards as adopted by the Central Bank of Jordan. The results of the three months ended March 31, 2024 do not indicate the expected results for the fiscal year ending December 31, 2024, and needed to be read in the same way as December 31, 2023, Furthermore, provisions have not been made on the period's profit for the three months ended March 31, 2024 in the same manner these would be conducted at the end of the fiscal year.
- Condensed consolidated interim financial information includes the financial statements of the Bank and the subsidiary companies controlled by the Bank. Control is achieved when the Bank has the power to govern the financial and operating policies of the subsidiaries to obtain benefits from their activities. All intra-group transactions, balances, income, and expenses are eliminated.

The Bank has the following subsidiary companies as of March 31, 2024:

Name of Subsidiary	Paid-up Capital	Bank's Ownership Percentage %	Subsidiary's Nature of Business	Place of Operation	Acquisition Date
Bank of Jordan – Syria*	9.9 Billion Syrian-Lira	49	Banking Activities	Syria	May 17, 2008
Jordan Leasing Company	JD 20 Million	100	Finance Lease	Amman	October 24, 2011
Excel for Financial Investments Company	JD 3.5 Million	100	Financial Brokerage	Amman	March 23, 2006

Basis of Condensed Consolidated Interim Financial Statements

- The condensed consolidated interim financial information for the bank and its subsidiaries under its control. Control is achieved when the Bank has the ability to control the financial and operational policies of subsidiaries in order to obtain benefits from their activities. Transactions, balances, revenue and expenses between the Bank and its subsidiaries are eliminated.
- The subsidiaries' financial information are prepared under the same accounting policies adopted by the Bank. If the subsidiaries apply different accounting policies than those used by the Bank, the necessary modifications shall be made to the subsidiaries' financial information ensure compliance with the accounting policies used by the Bank.
- The results of the subsidiary companies are incorporated into the condensed consolidated interim statement of profit or loss from the effective date of acquisition, which is the date when the Bank assumes actual control over the subsidiary. Moreover, the operating results of the disposed subsidiary are incorporated into the condensed consolidated interim statement of profit or loss up to the effective date of disposal which is the date on which the Bank loses control over the subsidiaries companies.
- Non-controlling interest represents the portion of equity not held by the Bank in the subsidiary.
- * The results of Bank of Jordan – Syria have been incorporated in the condensed consolidated interim financial information due to The Bank's power to control the financial and operating policies of the subsidiary.

3. Material accounting policies

The accounting policies used in the preparation of the condensed consolidated interim financial information for the period ended on March 31, 2024 are consistent with those used in the preparation of the annual consolidated financial statement for the year ended December 31, 2023. However, the following new and revised IFRS Accounting Standards, which became effective for annual periods beginning on or after January 1, 2024, have been adopted in this condensed consolidated interim financial information, and have not materially affected the amounts and disclosures in the condensed consolidated interim financial information for the current period and prior years, which may have an impact on the accounting treatment of future transactions and arrangements.

New and amended IFRS Standards that are effective for the current period

- Amendments to IFRS 16 Leases – Lease Liability in as Sale and Leaseback
- Amendments to IAS 1 Presentation of Financial Statements relating to classification of liabilities as current or non-current
- Amendments to IAS 1 Presentation of Financial Statements - Non-current Liabilities with Covenants
- Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures - Supplier Finance Arrangements
- IFRS S1 - General Requirements for Disclosure of Sustainability – related financial information*
- IFRS S2 - Climate Related Disclosures*

* Provided that the regulatory authorities in the countries in which the bank operates approve its application, noting that no instructions have been issued regarding it until the date of the condensed interim consolidated financial information.

IFRS Accounting Standards in issue but not yet effective

The Group has not early adopted the following new and revised standards that have been issued but are not yet effective. The management is in the process of assessing the impact of the new requirements.

<u>New and revised IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to IAS 21 - Lack of Exchangeability	January 1, 2025
IFRS 18 Presentation and Disclosures in Financial Statements	January 1, 2027
Amendment to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures relating to treatment of sale or contribution of assets from investors	Effective deferred indefinitely.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group's consolidated financial statements for the period of initial application and adoption of these new standards, interpretations and amendments may have no material impact on the consolidated financial statements of the Group in the period of initial application.

4. Significant Accounting Judgments and key Sources of Uncertainty Estimates

Preparation of the condensed consolidated interim financial information and application of the accounting policies require management to make judgments, estimates, and assumptions that affect the amounts of financial assets and financial liabilities and to disclose potential liabilities. Moreover, these estimates and judgments affect revenue, expenses, provisions, in general, expected credit losses, as well as changes in fair value that appear in the condensed consolidated interim statement of comprehensive income and within shareholders' equity. In particular, the Bank's management requires judgments to be made to estimate the amounts and timing of future cash flows. These estimates are necessarily based on multiple hypotheses and factors with varying degrees of estimation and uncertainty. Meanwhile, the actual results may differ from estimates due to the changes arising from the conditions and circumstances of those estimates in the future.

We believe that the estimates used in the preparation of these condensed consolidated interim financial information are consistent with those used in the annual consolidated financial statements for the year ended 2023.

5. Cash and Balances with Central Banks-Net

This item consists of the following:

	March 31, 2024 (Reviewed Not Audited)	December31, 2023 (Audited)
	JD	JD
Cash at vaults	82,788,574	86,111,540
Balances at Central Banks:		
- Current and on demand accounts	111,806,358	205,101,939
- Term and notice deposits	312,817,999	312,817,999
- Certificates of deposit	137,189,173	158,289,763
- Cash reserve required	108,949,096	106,410,620
Balances at Central Banks - Gross	670,762,626	782,620,321
<u>Less: Expected credit loss</u>	<u>(258,041)</u>	<u>(293,302)</u>
Balances at Central Banks - Net	670,504,585	782,327,019
Total	753,293,159	868,438,559

- Except for the statutory cash reserve, restricted balances amounted to JD 2,182,999 as of March 31, 2024 (JD 2,182,999 as of December 31, 2023).
- Time and notice deposit include JD 10,635,000 maturing within a period exceeding three months as of March 31, 2024 (JD 10,635,000 As of December 31, 2023).
- Expected credit losses allowance was not calculated against Central Bank Jordan balances as of March 31, 2024 and December 31, 2023 in accordance with the Central Bank of Jordan Instructions No.13/2018 on June 6, 2018 regarding the implementation of International Financial Reporting Standard No. (9).

6. Balances with Banks and Financial Institutions-Net

This item consists of the following:

	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD	JD	JD	JD	JD
Current accounts and demand deposits	-	-	36,187,568	60,189,408	36,187,568	60,189,408
Deposits maturing within 3 months or less	84,815,000	54,725,000	85,001,290	27,707,000	169,816,290	82,432,000
Gross Balance	84,815,000	54,725,000	121,188,858	87,896,408	206,003,858	142,621,408
<u>Less: Expected credit loss</u>	<u>(1,236)</u>	<u>(127)</u>	<u>(104,671)</u>	<u>(70,070)</u>	<u>(105,907)</u>	<u>(70,197)</u>
Net Balance	84,813,764	54,724,873	121,084,187	87,826,338	205,897,951	142,551,211

- Non-interest-bearing balances at banks and financial institutions amounted to JD 32,997,102 as of March 31, 2024 (JD 34,583,213 as of December 31, 2023).
- Restricted balances at banks and financial institutions amounted to JD 4,758,838 as of March 31, 2024 (JD 4,724,932 as of December 31, 2023).
- The balances of banks and financial institutions are classified within stages one and two in accordance with the requirements of International Financial Reporting Standard (IFRS) 9 and there are no transfers between the (first, second and third) stages or non-existent balances during the period ending March 31, 2024.

7. Deposits with banks and financial institutions-Net

This item consists of the following:

	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD	JD	JD	JD	JD
Deposits maturing within 3 to 6 months	-	-	815,472	280,000	815,472	280,000
Deposits maturing within 6 to 9 months	-	-	56,000	112,000	56,000	112,000
Deposits maturing within 9 months to 1 year	-	-	773,472	56,000	773,472	56,000
Deposits maturing within more than 1 year	-	-	-	-	-	-
Gross Balance	-	-	1,644,944	448,000	1,644,944	448,000
<u>Less: Expected credit loss</u>	-	-	(220)	(51)	(220)	(51)
Net Balance	-	-	1,644,724	447,949	1,644,724	447,949

- The balances of banks and financial institutions are classified within stage one in accordance with the requirements of International Financial Reporting Standard (IFRS) 9 and there are no transfers between the (first, second and third) stages or non-existent balances during the period ending March 31, 2024.
- There are no restricted deposits as of March 31, 2024 and December 31, 2023.

8. Direct Credit Facilities at Amortized Cost-Net

This item consists of the following:

	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD
Individual (Retail Customers):	551,101,842	543,613,039
Overdraft accounts	18,357,030	18,950,368
Loans and discounted bills*	496,770,077	490,143,712
Credit cards	35,974,735	34,518,959
Real estate loans	232,118,528	234,448,839
Corporate:	596,071,591	593,656,680
Large corporate customers	383,952,854	360,784,681
Overdraft accounts	47,857,332	45,169,563
Loans and discounted bills*	336,095,522	315,615,118
Small and Medium Sized Enterprises	212,118,737	232,871,999
Overdraft accounts	45,418,687	42,608,864
Loans and discounted bills*	166,700,050	190,263,135
Government and public sector	234,906,269	229,445,084
Total	1,614,198,230	1,601,163,642
<u>Less:</u> Expected credit loss	(151,448,768)	(152,244,689)
<u>Less:</u> Interest in suspense	(16,784,920)	(16,047,875)
Net Direct Credit Facilities at amortized cost	1,445,964,542	1,432,871,078

* Net of interest and commission received in advance amounting to JD 15,069,660 as of March 31, 2024 (JD 13,988,254 as of December 31, 2023).

- Non-performing credit facilities amounted to JD 149,542,517 representing (9.3%) of the direct credit facilities balance as of March 31, 2024 (JD 150,296,318 representing (9.4%) as of December 31, 2023).
- Non-performing credit facilities after deducting the suspended interest amounted to JD 132,757,597 representing (8.3%) of direct credit facilities after deducting the suspended interest as of March 31, 2024 (JD 134,248,443 representing (8.5%) as of December 31, 2023).
- Credit facilities granted to and guaranteed by the Jordanian Government amounted to JD 868,148 representing (0.05%) of total direct credit facilities as of March 31, 2024 (JD 957,567 representing (0.06%) as of December 31, 2023), Moreover, credit facilities granted to the public sector in Palestine amounted to JD 55,293,958 as of March 31, 2024 (JD 52,687,587 as of December 31, 2023), Facilities granted to foreign governments amounted to JD 26,868,348 as of March 31, 2024 (JD 27,556,405 as of December 31, 2023).

- The following is the movement on the direct credit facilities on collective basis according to the credit stages during the period/ Year :

For the period ended March 31, 2024 (Reviewed Not Audited)

Item	Stage One		Stage Two		Stage Three		Total
	Individual Level	Collective Level	Individual Level	Collective Level	Individual Level	Collective Level	
	JD	JD	JD	JD	JD	JD	
Balance at the beginning of the year	713,742,596	635,712,518	41,843,994	59,568,216	150,296,318	1,601,163,642	
New facilities During the period	51,906,735	35,088,723	190,764	421,880	1,250,729	88,858,831	
Facilities settled	(46,597,888)	(17,906,186)	(51,589)	(850,512)	(3,643,013)	(69,049,188)	
Transfer to Stage One	6,033,015	18,067,604	(5,838,685)	(18,065,949)	(195,985)	-	
Transfer to Stage Two	(69,179,093)	(114,203,898)	71,126,945	115,103,708	(2,847,662)	-	
Transfer to Stage Three Effect on the allowance at the end of the year as a result of classification changes between the three stages during the period	(315)	(1,180,686)	(639,067)	(2,998,244)	4,818,312	-	
Changes due to adjustments	184,944	(473,325)	1,749,688	(2,524,817)	25,066	(1,038,444)	
Written off facilities transferred to off consolidated financial position items	7,982,909	(11,197,770)	(1,829,623)	(530,879)	11,789	(5,563,574)	
Adjustment due to exchange rates fluctuations	-	-	-	-	(49,664)	(49,664)	
Balance at the end of the Period	664,072,903	543,906,980	106,552,427	150,123,403	149,542,517	1,614,198,230	

For the year ended December 31, 2023 (Audited)

Item	Stage One		Stage Two		Stage Three		Total
	Individual Level	Collective Level	Individual Level	Collective Level	Individual Level	Collective Level	
	JD	JD	JD	JD	JD	JD	
Balance at the beginning of the year	693,455,209	759,905,629	55,478,241	31,829,258	149,280,799	1,689,949,136	
New facilities during the year	176,311,940	68,590,552	1,365,291	3,914,991	4,896,995	255,079,769	
Facilities settled	(97,550,892)	(100,468,242)	(10,477,098)	(3,286,017)	(9,072,112)	(220,854,361)	
Transferred to Stage One	8,746,910	22,809,515	(8,746,910)	(21,771,861)	(1,037,654)	-	
Transferred to Stage Two	(38,698,913)	(51,746,066)	39,022,649	52,810,619	(1,388,289)	-	
Transferred to Stage Three Effect on the allowance at the end of the year as a result of classification changes between the three stages during the year	(267,487)	(9,550,061)	(24,982,228)	(2,181,616)	36,981,392	-	
Changes due to adjustments	(1,154,099)	(1,661,849)	(8,153,364)	(1,581,835)	(2,197,885)	(14,749,032)	
Written off facilities transferred to off consolidated financial position items	(15,639,612)	(51,870,917)	(1,314,493)	(164,303)	202,652	(68,786,693)	
Adjustment due to exchange rates fluctuations	-	-	-	-	(26,290,892)	(26,290,892)	
Balance at the end of the Year	713,742,596	635,712,518	41,843,994	59,568,216	150,296,318	1,601,163,642	

- The following is the movement on the expected credit loss against direct credit facilities in collective basis according to the credit stages for the period/ year:

For the period ended March 31, 2024 (Reviewed Not Audited)

Item	Stage One		Stage Two		Stage Three		Total
	Individual Level	Collective Level	Individual Level	Collective Level	Individual Level	Collective Level	
	JD	JD	JD	JD	JD	JD	
Balance at the beginning of the year	16,859,326	5,401,063	8,443,104	4,663,379	116,877,817	152,244,689	
Credit loss on new balances during the period	315,827	242,257	1,405	17,791	3,792,649	4,369,929	
Expected credit loss reversal on matured facilities	(235,656)	(171,566)	(6,534,643)	(3,345,217)	(1,940,091)	(12,227,173)	
Transfer to Stage One	16,939,497	5,471,754	1,909,866	1,335,953	118,730,375	144,387,445	
Transfer to Stage Two	228,948	187,708	(51,687)	(187,529)	(177,440)	-	
Transfer to Stage Three	(990,606)	(4,024,688)	2,115,231	4,479,283	(1,579,220)	-	
Effect on the allowance at the end of the year as a result of classification changes between the three stages during the period	-	(29,882)	(167,821)	(106,352)	304,055	-	
Changes due to the adjustments	(212,642)	(148,833)	1,616,907	4,582,381	1,725,305	7,563,118	
Written off facilities transferred to off consolidated financial position items	3,560	(101,310)	(156,618)	(152,423)	(7,694)	(414,485)	
Adjustment due to exchange rates fluctuations	-	-	-	-	(34,041)	(34,041)	
Balance at the End of the period	15,968,757	1,354,749	5,265,878	9,951,313	118,908,071	151,448,768	

For the year ended December 31, 2023 (Audited)

Item	Stage One		Stage Two		Stage Three		Total
	Individual Level	Collective Level	Individual Level	Collective Level	Individual Level	Collective Level	
	JD	JD	JD	JD	JD	JD	
Balance at the beginning of the year	3,205,580	3,647,762	25,970,008	4,512,884	125,066,641	162,402,875	
Credit loss on new balances during the year	14,417,182	479,754	66,217	96,062	5,688,484	20,747,699	
Expected credit loss reversal of matured facilities	(261,400)	(350,954)	(14,760,485)	(100,590)	(9,578,956)	(25,052,385)	
Transferred to Stage One	17,361,362	3,776,562	11,275,740	4,508,356	121,176,169	158,098,189	
Transferred to Stage Two	57,899	1,410,932	(57,899)	(910,970)	(499,962)	-	
Transferred to Stage Three	(261,313)	(225,249)	517,538	994,138	(1,025,114)	-	
Effect on the allowance at the end of the year as a result of classification changes between the three stages during the year	(1,629)	(32,705)	(3,567,066)	(62,603)	3,664,003	-	
Changes due to the adjustments	(35,099)	(740,809)	213,951	98,890	18,263,510	17,800,443	
Written off- Balances	(241,104)	1,215,576	65,334	36,282	(374,927)	701,161	
Adjustment due to exchange rates fluctuations	-	-	-	-	(23,827,346)	(23,827,346)	
Balance at the End of the Year	16,859,326	5,401,063	8,443,104	4,663,379	116,877,817	152,244,689	

The following is the movement on the expected credit loss against direct credit facilities according to the business sector:

For the period ended March 31, 2024 (Reviewed not Audited)	Individual (Retail Customers)	Real Estate Loans	Corporates		Government and Public sector	Total
			Large Corporate Customers	SMEs		
			JD	JD		
Balance at the beginning of the year	57,755,481	9,125,152	45,878,846	38,337,910	1,147,300	152,244,689
Impairment loss of new facilities during the period	2,321,418	787,928	316,452	944,131	-	4,369,929
Reversed from impairment loss of the settled balances	(4,061,465)	(318,594)	(285,812)	(7,561,302)	-	(12,227,173)
	56,015,434	9,594,486	45,909,486	31,720,739	1,147,300	144,387,445
Effect on the provision at the end of the period as a result of classification between three stages during the period	5,988,683	204,535	2,760	(334,860)	1,702,000	7,563,118
Changes due to the adjustments	(162,490)	(93,188)	22,505	(23,971)	(157,341)	(414,485)
Written-off balances transferred to off consolidated financial position items	(27,743)	-	(4,276)	(2,022)	-	(34,041)
Adjustment due to exchange rates fluctuations	(9,114)	(3,224)	173	(41,104)	-	(53,269)
Balance at the End of the period	61,804,770	9,702,609	45,930,648	31,318,782	2,691,959	151,448,768

Distributed as follow:

Provision on individual level	898,020	2,043,426	45,865,299	31,018,603	2,691,959	82,517,307
Provision on collective level	60,906,750	7,659,183	65,349	300,179	-	68,931,461
Balance at the End of the Period	61,804,770	9,702,609	45,930,648	31,318,782	2,691,959	151,448,768

For the year ended December 31, 2023 (Audited)	Individual (Retail Customers)	Real Estate Loans	Corporates		Government and Public sector	Total
			Large Corporate Customers	SMEs		
			JD	JD		
Balance – Beginning of the year	49,927,693	7,363,213	62,624,478	42,288,771	198,720	162,402,875
Impairment loss of new facilities during the year	3,498,323	854,093	14,228,831	1,349,355	817,097	20,747,699
Reversed from impairment loss of the (settled) balances	(1,967,561)	(1,271,438)	(19,271,402)	(2,537,176)	(4,808)	(25,052,385)
	51,458,455	6,945,868	57,581,907	41,100,950	1,011,009	158,098,189
Effect on the allowance at the end of the year as a result of classification changes between the three stages during the year	5,356,528	2,167,534	7,348,090	2,801,015	127,276	17,800,443
Changes due to the adjustments	1,182,487	17,807	(502,114)	(6,034)	9,015	701,161
Written-off balances transferred to off consolidated financial position items	(202,051)	-	(18,142,774)	(5,482,521)	-	(23,827,346)
Adjustment due to exchange rates fluctuations	(39,938)	(6,057)	(406,263)	(75,500)	-	(527,758)
Balance at the End of the Year	57,755,481	9,125,152	45,878,846	38,337,910	1,147,300	152,244,689

Distributed as follow:

Allowance on individual level	899,483	2,056,225	45,804,185	37,924,101	1,147,300	87,831,294
Allowance on collective level	56,855,998	7,068,927	74,661	413,809	-	64,413,395
Balance at the End of the Year	57,755,481	9,125,152	45,878,846	38,337,910	1,147,300	152,244,689

Interest in Suspense:

The movement on interest in suspense is as follows:

For the period ended March 31, 2024 (Reviewed not Audited)

	Corporates				
	Individual (Retail Customers)	Real Estate Loans	Large Corporate Customers	SMEs	Total
	JD	JD	JD	JD	JD
Balance at the Beginning of the Year	2,700,171	2,787,959	3,870,605	6,689,141	16,047,876
<u>Add: Interest suspended during the Period</u>	127,671	180,876	178,150	345,857	832,554
<u>Less: Interest in suspense reversed to revenue</u>	(22,118)	(9,313)	(21,976)	(21,980)	(75,387)
Adjustments due to change in the exchange rate	499	(11)	-	(4,988)	(4,500)
Written off facilities transferred to off financial position items	(2,388)	-	-	(13,235)	(15,623)
Balance at the End of the Period	2,803,835	2,959,511	4,026,779	6,994,795	16,784,920

For the year ended December 31, 2023 (Audited)

	Corporates				
	Individual (Retail Customers)	Real Estate Loans	Large Corporate Customers	SMEs	Total
	JD	JD	JD	JD	JD
Balance at the Beginning of the Year	2,421,522	2,183,241	4,799,075	5,983,214	15,387,052
<u>Add: Interest suspended during the year</u>	455,256	760,610	2,085,128	1,591,218	4,892,212
<u>Less: Interest in suspense reversed to revenue</u>	(121,768)	(148,785)	(70,453)	(185,034)	(526,040)
Translation differences	(3,848)	(7,107)	(214,245)	(48,140)	(273,340)
Written off facilities transferred to off financial position items	(50,992)	-	(2,728,900)	(652,117)	(3,432,009)
Balance at the End of the Year	2,700,170	2,787,959	3,870,605	6,689,141	16,047,875

9. Financial Assets at Amortized Cost - Net

This item consists of the following:

	March 31, 2024	December 31, 2023
	(Reviewed Not Audited)	(Audited)
	JD	JD
Quoted Investments		
Governmental treasury bonds and bills	107,971,479	117,982,301
Banks and corporates bonds	19,368,805	19,399,922
Foreign governments treasury bonds	38,578,542	10,672,547
Total quoted financial assets	165,918,826	148,054,770
Unquoted Investments		
Corporats bonds	21,270,000	16,307,000
Total unquoted financial assets	21,270,000	16,307,000
Gross financial assets at amortized cost	187,188,826	164,361,770
<u>Less:</u> Provision for expected credit losses	(250,626)	(235,121)
Net financial assets at amortized cost	186,938,200	164,126,649

Analysis of bonds and treasury bills

	March 31, 2024	December 31, 2023
	(Reviewed Not Audited)	(Audited)
	JD	JD
Financial Assets with Fixed rate	187,188,826	164,361,770
	187,188,826	164,361,770

10. Property and Equipment - Net

This item consists of the following:

	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD
Property and equipment (A)	36,544,174	37,343,482
Right of use assets (B)	20,368,325	21,146,283
Net Balance	56,912,499	58,489,765

- a. Additions to property and equipment during the period ended March 31, 2024 amounted to JD 538,038 (JD 1,188,870 during the period ended March 31, 2023); Depreciation expense for the period amounted to JD 1,292,659 March 31, 2024 (JD 1,351,003 for the period ended March 31, 2023).
- b. Additions to right of use assets during the period ended March 31, 2024 amounted to JD 369,763 (JD 2,241,799 during the period ended March 31, 2023); Depreciation expense for the period amounted to JD 1,104,276 March 31, 2024 (JD 920,060 for the period ended March 31, 2023).

11. Other Assets

This item consists of the following:

	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD
Accrued interest income	7,869,607	10,311,658
Prepaid expenses	5,472,607	2,864,657
Assets seized by the Bank in repayment of non-performing debts*	72,560,914	72,783,742
Clearance cheques	5,777,681	2,917,895
Advance payments on the acquisition of land and real estates	2,974,887	2,713,303
Paid margins	229,911	247,240
Prepaid tax expenses	5,046,279	2,212,534
Financial derivatives	31,372	-
Accounts receivables and other debit balances	6,743,390	6,106,892
	106,706,648	100,157,921

- * The following is the movement on assets seized by the Bank in repayment of non-performing debts:

	Seized Assets	
	For the Three- Month Period Ended March 31, 2024 (Reviewed Not Audited)	For the Year Ended December 31, 2023 (Audited)
	JD	JD
Balance at the Beginning of the Year	82,312,612	76,212,320
Additions	1,164,308	6,747,690
Disposals	(1,399,869)	(647,398)
End of the year balance	82,077,051	82,312,612
Impairment provision of assets seized by the Bank	(9,516,137)	(9,528,870)
Balance at the End of the Year	72,560,914	72,783,742

- According to the Jordanian Banks' Law, buildings and plots of land seized by the Bank in repayment of debts from clients should be sold within two years from the foreclosure date. However, the Central Bank of Jordan may extend this period for two additional years in exceptional cases.
- Assets seized by the Bank are shown in the condensed consolidated interim statement of financial position among other assets at their current value when it seized to the Bank, or at their fair value, whichever is lower. Furthermore, they are revaluated on the date of the condensed consolidated interim financial information, and any decrease in its value is recorded in the condensed consolidated interim statement of profit or loss and condensed consolidated interim statement of comprehensive income while no increase in its value is recorded as revenue. As of the beginning of the year 2015, a gradual provision was calculated for the expropriated real estate against debts that had been expropriated for a period of time more than 4 years based on the Central Bank of Jordan Circular No. 4076/1/15 dated March 27, 2014 and No. 10/1/2510 dated February 14, 2017. Noting that the Central Bank of Jordan has issued Circular No. 13967/1/10 on October 25, 2018, approving the extension of the circular. No. 10/1/16607 dated December 17, 2017, in which confirmed the deferred of calculating the allowance until the end of the year 2019, in accordance with the circular of the Central Bank of Jordan NO. 10/3/16234 dated October 10, 2022, the gradual provision for the seized assets was suspended, provided that the allocated provisions for the expropriated real estate in violation of the provisions of the Banking Law are maintained, and only the allocated provision is released against any of the violating real estate that are disposed of.

12. Income Tax

a. Income tax provision

The movement on the profit or loss tax provision is as follows:

	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD
Balance - Beginning of the Year	19,247,420	21,497,785
Income tax paid	(4,309,108)	(21,300,695)
Accrued Income tax	5,317,141	19,050,330
Balance - End of the Period / Year	20,255,453	19,247,420

Income tax in the condensed consolidated interim statement of profit or loss represents the following:

	For the Three-Month Period Ended on March 31,	
	2024 (Reviewed Not Audited)	2023 (Audited)
	JD	JD
Income tax on current year's profit	5,317,141	3,989,353
Deferred tax assets for the period-addition	(3,439,056)	(538,852)
Amortization of deferred tax assets	4,692,370	2,838,917
	6,570,455	6,289,418

The legal income tax rate in Jordan is 38% for banks, knowing that the legal income tax rate in Palestine in which the bank has investments and branches is 15%, in Syria (a subsidiary company) 25%, in Iraq 15%, and for subsidiaries in Jordan 28%.

- A final settlement was reached with the Income and Sales Tax Department in Jordan up to the end of 2018, As for the years 2019 and 2020, no final settlement was reached, and it is under objection at the tax court. and the bank submitted its annual tax returns for the years 2021 and 2022 and paid the required amounts according to the law, however no final settlement was reached with the Income and Sales Tax Department for those years yet. In the opinion of management and its legal and tax advisors, the bank will not have any obligations in excess of the provisions that were booked in the condensed consolidated interim financial information.
- A final settlement was reached with the Income tax and VAT departments on the results of the bank's operations in Palestine until the end of the year 2022, in addition to that the bank submitted a self-assessment about tax returned for 2022 and 2023, and paid the amount required by law. In the opinion of management and its tax advisor booked provisions are sufficient to pay the tax obligations.
- A final settlement was reached with the Income and Sales Tax Department in Jordan with regard to Excel for Financial Investments Company (Subsidiary) until the end of year 2022 except for the year 2021. The company submitted its tax return for the year 2021 and paid related taxes but still not reviewed by the Income and Sales Tax Department Yet, In the opinion of management and its tax advisor booked provisions are sufficient to pay the tax obligations.
- A final settlement was reached with the Income and Sales Tax Department in Jordan with regard to Jordan Leasing Company (Subsidiary) until the end of year 2020 in-addition the company submitted its tax return for the years 2021 and 2022 and paid related taxes but still not reviewed by the Income and Sales Tax Department Yet, In the opinion of management and its tax advisor booked provisions are sufficient to pay the tax obligations.
- The Bank calculated the accrued income tax for the year ended March 31, 2024 for the Bank and its subsidiary Companies and external branches in its condensed consolidated interim financial statement. In the opinion of the management and its tax consultant, the balance is sufficient to meet the tax commitments as March 31,2024.

13. Borrowed Funds

The details of this item are as follows:

<u>March 31, 2024 (Reviewed Not Audited)</u>	<u>Amount</u> JD	<u>Number of Installments</u>		<u>Periodic Installments Maturity</u>	<u>Collaterals</u>	<u>Price of Borrowing Interest</u>
		<u>In Total</u>	<u>The Remaining</u>			
Borrowing from the Central Bank of Jordan*	14,180,724	24-111	1-111	Monthly	Treasury Bonds and bills	Zero -1% Average 6,83%
Lease Liabilities ***	<u>19,562,997</u>	1087	597	Annual	None	
Total	<u>33,743,721</u>					

<u>December 31, 2023 (Audited)</u>	<u>Amount</u> JD	<u>Number of Installments</u>		<u>Periodic Installments Maturity</u>	<u>Collaterals</u>	<u>Price of Borrowing Interest</u>
		<u>In Total</u>	<u>The Remaining</u>			
Borrowing from Central Banks*	15,519,020	24-108	1-96	Monthly	Treasury Bonds and bills	Zero -1% Average 6,72%
Lease liabilities ***	<u>20,731,526</u>	1083	600	Annual	None	
Total	<u>36,250,546</u>					

* The above amounts were re-financed to the Bank's customers within the SME and large corporates at interest rates ranging from 2% to 6.83%.

- This balance is borrowed at a fixed interest rate, and there is no borrowing at floating interest rates, zero interest borrowings related to loans issued by the Central Bank of Jordan amounted to 6,196,418 as of March 31, 2024 (JD 7,495,250 as of December 31, 2023).

*** Lease liabilities against right of use of assets :

	March 31, 2024 (Reviewed Not Audited) JD	December 31, 2023 (Audited) JD
Maturity analysis - undiscounted contractual cash flows		
Less than one year	4,077,543	4,200,790
Year to five years	15,288,655	15,897,488
More than five years	<u>5,513,247</u>	<u>6,229,764</u>
Total undiscounted lease obligations	<u>24,879,445</u>	<u>26,328,042</u>
Discounted lease obligations included in the condensed consolidated interim statement of financial position		
Within one year	2,089,742	2,228,757
More than one year	<u>17,473,255</u>	<u>18,502,769</u>
	<u>19,562,997</u>	<u>20,731,526</u>

14. Other Liabilities

The details of this item are as follows:

	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD
Accrued interest payable	13,786,055	13,059,616
Deferred cheques	8,939,160	14,010,417
Temporary deposits	8,200,845	8,302,174
Dividends payable	5,337,787	3,044,288
Deposits on safe boxes	180,149	176,636
Margins against sold real estate	187,240	402,240
Expected credit loss provision against indirect credit facilities *	10,362,726	8,682,263
Financial derivatives	-	145,277
Other liabilities	10,029,561	7,918,005
	<u>57,023,523</u>	<u>55,740,916</u>

* Indirect credit facilities balance (off balance sheet items) movement at the collective level during the period/year was as follows:

As of March 31, 2024 (Reviewed not Audited)

Item	Stage One		Stage Two		Stage Three	Total
	Individual JD	Collective JD	Individual JD	Collective JD	JD	JD
Balance at the Beginning of the Year	479,978,932	71,650,708	9,091,690	6,948,487	11,438,109	579,107,926
New facilities during the period	53,469,630	4,634,133	706,297	303,677	1,453	59,115,190
Accrued exposures	(32,905,290)	(3,475,736)	(36,156)	(409,297)	(181,040)	(37,007,519)
	<u>500,543,272</u>	<u>72,809,105</u>	<u>9,761,831</u>	<u>6,842,867</u>	<u>11,258,522</u>	<u>601,215,597</u>
Transferred to stage one	1,637,082	2,800,707	(1,395,682)	(2,798,850)	(243,257)	-
Transferred to stage two	(4,787,177)	(3,446,816)	5,038,891	3,447,052	(251,950)	-
Transferred to stage three	(53,232)	(40,657)	-	(47,061)	140,950	-
The effect of changes in classification between the three stages during the period	163,928	201,850	2,800,614	5,145,329	(85,625)	8,226,096
Changes due to the adjustments	(46,004,451)	1,924,395	(639,176)	834,694	-	(43,884,538)
Adjustments due to exchange rates fluctuations	-	-	-	-	(1,453)	(1,453)
Balance at the End of the period	<u>451,499,422</u>	<u>74,248,584</u>	<u>15,566,478</u>	<u>13,424,031</u>	<u>10,817,187</u>	<u>565,555,702</u>

As of December 31, 2023 (Audited)

Item	Stage One		Stage Two		Stage Three	Total
	Individual JD	Collective JD	Individual JD	Collective JD	JD	JD
Balance at the Beginning of the Year	395,976,362	64,065,645	11,703,169	14,863,379	10,703,066	497,311,621
New exposures during the year	209,267,875	9,098,649	227,897	927,633	68,455	219,590,509
Accrued exposures	(117,048,632)	(4,638,490)	(669,023)	(1,228,961)	(160,113)	(123,745,219)
	<u>488,195,605</u>	<u>68,525,804</u>	<u>11,262,043</u>	<u>14,562,051</u>	<u>10,611,408</u>	<u>593,156,911</u>
Transferred to stage one	2,708,728	9,641,474	(2,707,728)	(9,641,474)	(1,000)	-
Transferred to stage two	(4,348,894)	(2,953,688)	4,367,394	2,953,688	(18,500)	-
Transferred to stage three	(201,903)	(267,950)	(1,491,894)	(165,545)	2,127,292	-
Effect as a result of classification changes between the three stages during the year	14,764	603,467	(1,097,340)	(831,642)	(1,214,305)	(2,525,056)
Changes due to the adjustments	(2,115,594)	(3,898,399)	(425,277)	71,409	-	(6,367,861)
Adjustments due to exchange rates fluctuations	(4,273,774)	-	(815,508)	-	(66,786)	(5,156,068)
Balance at the End of the Year	<u>479,978,932</u>	<u>71,650,708</u>	<u>9,091,690</u>	<u>6,948,487</u>	<u>11,438,109</u>	<u>579,107,926</u>

* Expected credit loss provision movement against indirect credit facilities during the period / year was as follows:

As of March 31, 2024 (Reviewed not Audited)

Item	Stage One		Stage Two		Stage Three	Total
	Individual JD	Collective JD	Individual JD	Collective JD		
Balance at the Beginning of the year	833,046	42,111	325,781	12,132	7,469,193	8,682,263
Credit loss on new exposures during the Period	151,792	2,177	5,159	614	1,919,775	2,079,517
Impairment loss over accrued exposures	(37,533)	(2,083)	(238)	(637)	(115,402)	<u>(155,893)</u>
	947,305	42,205	330,702	12,109	9,273,566	10,605,887
Transferred to stage one	166,998	4,178	(7,718)	(4,178)	(159,280)	-
Transferred to stage two	(17,877)	(4,795)	186,439	4,795	(168,562)	-
Transferred to stage three	(478)	(60)	-	(362)	900	-
Effect on the provision at the end of the period – as a result of classification changes between the three stages during the period	(163,048)	(3,047)	(101,964)	68,823	39,400	(159,836)
Changes due to the adjustments	(86,834)	(838)	(1,837)	7,335	-	(82,174)
Adjustments due to exchange rates fluctuations	-	-	-	-	(1,151)	<u>(1,151)</u>
Balance at the End of the Period	846,066	37,643	405,622	88,522	8,984,873	10,362,726

As of December 31, 2023 (Audited)

Item	Stage One		Stage Two		Stage Three	Total
	Individual JD	Collective JD	Individual JD	Collective JD		
Balance at the Beginning of the year	695,333	43,570	372,319	29,242	6,929,260	8,069,724
Credit loss on new exposures during the year	422,535	6,723	1,206	1,306	12,965	444,735
Impairment loss over accrued exposures	(135,945)	(2,701)	(7,179)	(2,363)	(71,625)	<u>(219,813)</u>
	981,923	47,592	366,346	28,185	6,870,600	8,294,646
Transferred to stage one	16,513	17,217	(16,169)	(17,217)	(344)	-
Transferred to stage two	(23,091)	(1,889)	25,171	1,889	(2,080)	-
Transferred to stage three	(1,704)	(224)	(20,243)	(901)	23,072	-
Effect on the provision at the end of the year – as a result of classification changes between the three stages during the period	(3,675)	(13,879)	15,614	3,362	575,956	577,378
Changes due to the adjustments	(135,497)	(6,706)	(43,230)	(3,186)	-	(188,619)
Adjustment due to exchange rates fluctuations	(1,423)	-	(1,708)	-	1,989	<u>(1,142)</u>
Balance at the End of the Year	833,046	42,111	325,781	12,132	7,469,193	8,682,263

15. Expected Credit Loss on Financial Assets

The details of this item are as follows:

	For the Three-Month Period Ended March 31,	
	2024	2023
	(Reviewed Not Audited)	
	JD	JD
Cash at central banks	(34,835)	(25,937)
Balances with banks and financial institutions	35,723	(789)
Deposits at banks and financial institutions	169	(28)
Direct credit facilities at amortized cost	(708,611)	3,942,792
Financial assets at amortized cost	15,505	(66,999)
Off Balance sheet Items	1,681,614	214,293
	<u>989,565</u>	<u>4,063,332</u>

16. Earnings per Share from Profit for the Period

The details of this item are as follows:

	For the Three-Month Period Ended March 31,	
	2024	2023
	(Reviewed Not Audited)	
	JD	JD
Profit for the year (Bank's shareholders)	12,538,051	12,848,856
Weighted average number of shares	<u>200,000,000</u>	<u>200,000,000</u>
Net income for the period/share (Bank's shareholders):		
Basic /Diluted	<u>0,063</u>	<u>0,064</u>

- The weighted average number of shares per share of the basic and diluted profit attributable to the Bank's shareholders was calculated based on the number of shares authorized for the three months period ended March 31, 2024 and 2023.

17. Cash and Cash Equivalents

The details of this item are as follows:

	As of March 31,	
	2024	2023
	(Reviewed Not Audited)	
	JD	JD
Cash and balances with central banks maturing within 3 months	742,916,200	682,473,360
<u>Add:</u> Balances with banks and other financial institutions maturing within 3 months	206,003,858	213,827,457
<u>Less:</u> Banks and financial institutions' deposits maturing within 3 months	(36,539,639)	(87,243,253)
Restricted balances	<u>(115,890,933)</u>	<u>(104,701,719)</u>
	<u>796,489,486</u>	<u>704,355,845</u>

18. Capital and Liquidity management

Capital Management

Capital Components:

- Paid-up Capital:

The paid-up capital of Bank of Jordan consists of (200) million ordinary shares at a nominal value of 1 JD per share. The Bank maintains capital, statutory reserves, and retained earnings to meet the growth in its operations and the requirements of branching locally and regionally.

- Regulatory Capital:

Regulatory capital is considered a control tool according to the requirements of regulatory authorities and Basel (III) for the purposes of achieving control over the adequacy of capital and the ratio of regulatory capital to risky and weighted assets and market risk. Regulatory capital consists of:

- (Paid-up capital, legal reserve, voluntary reserve, and retained earnings).

- (Undisclosed reserves, general banking risks reserve, special reserve subordinated debts, and the positive fair value reserve at 100% and deduct regulatory adjustments according Basel III).

- Foreign currency translation differences.

- Regulatory Authorities' Requirements:

The regulatory authorities' instructions entail that the minimum capital shall be JD (100) million and the capital adequacy ratio not less than 12% in accordance with the central bank of Jordan and For the purposes of classifying the bank in the first category, the capital adequacy ratio must not be less than 14% and if the bank is classified as a D-SIBS bank, the capital adequacy ratio should not be less than (14% + the capital required of locally important banks by the category to which the bank belongs), The ratio of owners' equity to total assets (financial leverage ratios) must not be less than 4% (for CETI)

- Achieving the Objectives of Capital Management:

The Bank's management aims at achieving the capital management objectives through developing (enhancing) the Bank's activities, achieving a surplus in operating profits and revenue, and optimally investing available funds. All of this is geared towards reaching the targeted growth in owners' equity through the increase in the compulsory reserve at 10% of the profits earned, voluntary reserve at 20%, and retained earnings.

The regulatory capital and capital adequacy ratio according to the standard approach was as follows:

	In JD Thousands	
	March 31, 2024	December 31, 2023
<u>Regulatory capital for ordinary shares holders (CETI):</u>		
Subscribed and paid-up capital	200,000	200,000
Statutory reserve	116,929	110,424
Voluntary reserve	75	58
Other reserves	5,850	5,850
Fair value reserve	28,506	48,881
Retained earnings	137,806	133,204
Profit for the period	3,538	12,849
Non-controlling interest in the capital of subsidiaries	4,432	5,801
<u>Less: Regulatory capital adjustments</u>	<u>(39,020)</u>	<u>(39,721)</u>
Total Primary Capital for ordinary shareholders (CETI)	458,116	477,346
<u>Additional Capital Items</u>		
Provision balance against debt instruments included in (Stage 1) not exceeding 1.25% of total risk weighted Assets	5,396	7,914
General banking risk reserve	4,102	4,102
Total additional capital	9,498	12,016
Total regulatory capital	467,614	489,363
Total risk weighted assets	2,191,166	2,070,784
Capital adequacy ratio (%)	21,34%	23,63%
Regulatory capital for ordinary shareholders (CETI) (%)	20,91%	23,05%
Capital adequacy for first layer (%)	20,91%	23,05%

b. Liquidity Coverage Ratio:

The average liquidity coverage ratio reached 385,6% as of March 31, 2024 (in comparison to 376% as of December 31, 2023). in-addition to the actual liquidity coverage ratio reached 368,3% as of March 31, 2024 in comparison to (347,4% as of December 31, 2023).

19. Information on the Bank's Business Segments

1. The Bank's business segments are:

The Bank is organized for management purposes in a manner that allows measurement of its segments according to reports used by its Chief Executive Officer and main decision-makers through the following main segments:

- Retail Banking: includes following up on individual customers' accounts, granting them loans, credit, credit cards, and other services.
- Corporate Banking: includes following up on deposits, credit facilities, and other banking services pertinent to corporate customers.
- Treasury: includes providing dealing and treasury services and management of the Bank's funds.
- Financial Brokerage Services: includes providing purchase and sale of customers' portfolios on their behalf, custody of investments, financial consultations, custody service, and management of initial public offerings.

1. Information about the Bank business segments distributed in accordance with the activities is as follows:

	Total										
	For the Three Months Ended March 31,										
	2024					2023					
	Individual (Retail Customers)		Corporation		Treasury		Financial Brokerage		Other		
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	
Total Revenue	22,700,203	9,231,643	10,280,674	70,241	47,924	42,330,685	44,294,189				
(Expense) recovered from expected credit loss	(4,748,411)	3,784,337	(26,175)	683	-	(989,565)	(4,063,332)				
Segments operations results	17,951,792	13,015,980	10,254,499	70,924	47,924	41,341,120	40,230,857				
Other expenses	(15,161,426)	(4,759,127)	(1,390,570)	(45,693)	(762,422)	(22,119,237)	(20,825,386)				
Profit before tax	2,790,366	8,256,853	8,863,929	25,232	(714,497)	19,221,883	19,405,471				
Income tax	(998,631)	(2,979,538)	(2,615,282)	(20,373)	43,369	(6,570,455)	(6,289,418)				
Net profit for the period	1,791,735	5,277,315	6,248,647	4,859	(671,129)	12,651,428	13,116,053				
Other information:											
Capital Expenditures	70,563	5,435	-	-	462,040	538,038	1,188,870				
Depreciation and amortization	2,083,796	514,067	81,074	4,033	87,305	2,770,275	2,625,659				
Total Assets	719,981,900	819,845,037	1,390,691,212	2,347,861	93,672,698	3,026,538,707	3,037,252,343				
Total Liabilities	1,907,538,658	461,903,909	63,599,951	521,656	81,965,014	2,515,529,188	2,499,541,465				
	JD	JD	JD	JD	JD	JD	JD				
	March 31, 2024 (Reviewed not Audited)					December 31, 2023 (Audited)					

2. Information about Geographical Distribution:

This item represents the geographical distribution of the Bank's activities. The Bank conducts its activities mainly in Jordan, representing local activities. Additionally, the Bank performs international activities in Middle East, Europe, Asia, United States, Far East, which represent, international operation.

The following is the geographical distribution of the Bank's revenue, assets, and capital expenses according to geographical location:

	Inside the Kingdom		Outside the Kingdom		Total	
	March 31,		March 31,		March 31,	
	2024	2023	2024	2023	2024	2023
	(Reviewed Not Audited)		(Reviewed Not Audited)		(Reviewed Not Audited)	
	JD	JD	JD	JD	JD	JD
Total Revenue	47,028,099	43,506,279	10,094,734	11,159,173	57,122,833	54,665,452
Capital Expenditures	96,468	448,083	441,570	740,787	538,038	1,188,870

	Inside the Kingdom		Outside the Kingdom		Total	
	March 31,	December	March 31,	December	March 31,	December
	2024	31, 2023	2024	31, 2023	2024	31, 2023
	(Reviewed Not Audited)	(Audited)	(Reviewed Not Audited)	(Audited)	(Reviewed Not Audited)	(Audited)
	JD	JD	JD	JD	JD	JD
Total Assets	2,179,615,390	2,167,332,073	846,923,317	869,920,270	3,026,538,707	3,037,252,343

20. Related Parties Transactions

Within its normal activities, the Bank entered into transactions with its major shareholders, members of the Board of Directors, executive management and the associate Company at the commercial rates of interest and commission. Moreover, all loans and advances with related parties are performing, and no provision for probable credit losses has been taken thereon.

The following are summaries of balances and transactions with related parties during the period:

	Related party						Total			
	Subsidiaries*		Board of Directors Members		Executives Management		Staff Fund Provider		Other Parties	
	JD	JD	JD	JD	JD	JD	JD	March 31, 2024 (Reviewed not Audited)	December 31, 2023 (Audited)	
Consolidated Statement of Financial Position Items:										
Assets:										
Investments	45,627,636	-	-	-	-	-	-	45,627,636	45,627,636	
Credit Facilities	-	2,227,131	-	431,931	-	-	-	3,898,473	4,096,282	
Deposits and current accounts	10	-	-	-	-	-	-	10	10	
Cash Margins	3,982,000	-	-	-	-	-	-	3,982,000	3,982,000	
Liabilities:										
Customer Deposits	21,416,965	2,304,244	5,201,236	1,073,645	24,377,636	54,373,725	37,918,630	7,535,829	7,535,829	
Bank Deposits	7,669,308	-	-	-	-	3,110,329	3,149,221	3,149,221	3,149,221	
Borrowed funds	3,110,329	-	-	-	-	-	-	-	-	
Off-Statement of financial position Items										
Letters of guarantee	482,911	-	50,000	-	85,300	618,211	538,970	-	-	
Letters of credits and Acceptances	-	-	-	-	-	-	-	-	-	
Total										
Consolidated Statement of Profit or Loss Items:										
Credit interest and commission	-	184,288	42,429	11	219,255	445,983	85,314	652,481	652,481	
Debit interest and commission	400,342	48	20,630	2,070	19,458	442,548	85,314	652,481	652,481	

Interest rates:

- Credit interest rates against facilities in JD range from 1 % (represent the minimum price for interest margin against 100% cash margin) to 11.75 %.
 - No Credit Interests in foreign currency.
 - Debt interest rates for JD range from 0.0025 % to 6.45 %.
 - Debt interest rates for foreign currency range from 2.2 % to 4.9%.
- * Balances and transactions with subsidiary companies are excluded from the consolidated financial statements, but presented for clarification purposes only.
- Investment in subsidiary - syria shown at cost, noting that the bank has accounted for this investment impairment in its records.
 - The number of related parties that have been granted facilities as of March 31, 2024 is 35 customers.

Bank's Executive Management Salaries and Remunerations Summary is as follows:

	For the Three Month Period Ended March 31,	
	2024 (Reviewed not Audited)	2023 (Reviewed not Audited)
Salaries and benefits	732,219	621,268
Transportation and board secretary	4,500	4,500
Board of directors membership, transportation and bonuses	169,896	150,486
Total	906,615	776,254

21. Fair Value Hierarchy

a. The fair value of financial assets and financial liabilities of the Bank specified at fair value on an ongoing basis:

Some financial assets and liabilities of the Bank are evaluated at fair value at the end of each fiscal period, the following table shows the information about how to determine the fair value of these financial assets and liabilities (evaluation methods and inputs used).

Financial Assets/Financial Liabilities	Fair Value		The Level of Fair Value	Evaluation Method and Inputs Used	Important unobservable Inputs	The Relationship Between Fair Value and the unobservable Inputs
	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)				
Financial Assets at Fair Value	JD	JD				
Financial Assets at Fair Value Through Profit or Loss						
Shares that have an available market price	149,420	132,986	Level One	Stated Rates in financial markets Financial Statements issued by companies	Does Not Apply	Does Not Apply
Shares that do not have an available market price	217,811	217,811	Level Two			
Right to receive at fair value	<u>367,231</u>	<u>350,797</u>				
Financial Assets at Fair Value through Other Comprehensive Income						
Shares that have available market price	12,606,126	13,249,113	Level One	Stated Rates in financial markets Financial Statements issued Evaluation methods using inputs that are not	Apply	Does Not Apply
Debt instruments that have available market price	1,391,204	2,326,678	Level Two			
Shares that do not have available market price	79,180,670	79,180,670	Level Three			
Shares that do not have available market price	<u>146,240,484</u>	<u>144,192,002</u>	Level One	Stated Rates in financial markets	Apply	Apply
Total	239,418,484	238,948,463				
Forward Contracts foreign currency	<u>31,372</u>	<u>-</u>	Level One	Stated Rates in financial markets	Does Not Apply	Does Not Apply
Total Financial Assets at Fair Value	<u>239,817,087</u>	<u>239,299,260</u>				
Financial Liabilities at Fair Value :						
Forward contracts foregin currency	<u>-</u>	<u>145,277</u>				
Total	<u>-</u>	<u>145,277</u>				

There were no transfers between level 1 and level 2 during the first quarter of 2024.

b. The fair value of financial assets and financial liabilities of the Bank (non-specific fair value on an ongoing basis):

Except as detailed in the table below, we believe that the carrying amount of financial assets and liabilities shown in the consolidated condensed interim financial information of the Bank approximate their fair value, because the Bank's management believes that the carrying value of the items is equivalent to the fair value, and this is due to either short-term maturity interest rates that have been repricing during the year.

Financial Assets of non-specified Fair Value	March 31, 2024		December 31, 2023		The Level of Fair Value
	Book Value	Fair Value	Book Value	Fair Value	
	(Reviewed Not Audited)	(Reviewed Not Audited)	(Audited)	(Audited)	
Balances at central banks	670,762,626	671,000,450	782,620,321	782,882,301	Level Two
Balances at banks and financial institutions	206,003,858	206,161,987	142,621,408	142,691,096	Level Two
Deposits at banks and financial institutions	1,644,944	1,661,848	448,000	476,230	Level Two
Loans, bills and other	1,424,700,273	1,428,706,625	1,416,003,634	1,420,017,661	Level Two
Financial assets at amortized cost	<u>187,188,826</u>	<u>188,053,354</u>	<u>164,361,770</u>	<u>166,958,169</u>	Level Two
Total Financial Assets of non-specified Fair Value	<u>2,490,300,527</u>	<u>2,495,584,264</u>	<u>2,506,055,133</u>	<u>2,513,025,457</u>	
Financial Liabilities of non-specified Fair Value					
Deposits at banks and financial institutions	36,539,639	36,725,855	71,354,418	72,050,772	Level Two
Customers' deposits	2,212,935,614	2,226,523,921	2,169,054,732	2,181,414,333	Level Two
Cash insurance	<u>149,626,812</u>	<u>149,637,062</u>	<u>140,274,558</u>	<u>140,278,219</u>	Level Two
Total Financial Liabilities of Non-specified Fair Value	<u>2,399,102,065</u>	<u>2,412,886,838</u>	<u>2,380,683,708</u>	<u>2,393,743,324</u>	

The fair value for the financial assets and liabilities for the level 2 and level 3 were determined in accordance to agreed pricing models, which reflects the credit risk of the parties that are dealing with it.

c. Non-Financial Assets and Liabilities not Measured at Fair Value but its in fair Value disclosed in the Consolidated Condensed Interim Financial Statements:

Other assets	March 31, 2024		December 31, 2023		The Level of Fair Value
	Book Value	Fair Value	Book Value	Fair Value	
	(Reviewed Not Audited)	(Reviewed Not Audited)	(Audited)	(Audited)	
	JD	JD	JD	JD	JD
Other assets	<u>82,077,051</u>	<u>127,605,777</u>	<u>82,312,612</u>	<u>128,409,791</u>	Level Two
	<u>82,077,051</u>	<u>127,605,777</u>	<u>82,312,612</u>	<u>128,409,791</u>	

The above items set out the fair value of non-financial assets that are determined on the basis of prices of similar instruments in an inactive market.

22. Commitments and Contingent Liabilities

a. Contingent Liabilities:

	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD
Letters of credit:	63,140,015	34,682,106
Acceptances	72,208,455	91,452,791
Letters of guarantee:		
-Payment	27,474,752	28,260,740
-Performance	30,557,963	30,462,694
-Other	22,749,964	26,824,046
Un-utilized direct and indirect credit facilities limits	349,424,553	367,425,549
Total	565,555,702	579,107,926

- The provision for expected credit losses on off-balance sheet items (unfunded) amounted to JD 10,362,726 as of March 31, 2024 (JD 8,682,263 as of December 31, 2023).

b. Contractual Obligations:

	March 31, 2024 (Reviewed Not Audited)	December 31, 2023 (Audited)
	JD	JD
Contracts for purchasing of property and equipment*	198,938	233,600
Contracts for operating and financing lease**	19,562,997	20,731,526
Total	19,761,935	20,965,126

* These commitments mature in less than 1 year.

** These commitments mature between 1 year to 10 years.

c. Lawsuits Raised Against the Bank

The Bank is a defendant in lawsuits demanding cancellation of the Bank's claims against others, lifting of real estate mortgages, compensation for damages, and non-cashing of cheques. These lawsuits amounted to JD 8,962,881 as of March 31, 2024 (JD 9,873,645 as of December 31, 2023). In the opinion of the management and legal counsel, no material financial liability is likely to be incurred as a result of these lawsuits in excess of provision recorded which amounted to JD 288,439 as of March 31, 2024 (JD 293,464 as of December 31, 2023). However, amounts that will be paid by the Bank as a result of dismissal or amicable settlement of these lawsuits, will be recorded to the condensed consolidated interim Statement of profit or loss or against the booked provision when paid.