

THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM FINANCIAL
INFORMATION FOR THE
NINE MONTHS ENDED SEPTEMBER 30, 2021
TOGETHER WITH THE REVIEW REPORT

THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
SEPTEMBER 30, 2021

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Review Report on the Condensed Consolidated Interim Financial Information

AM/ 010923

H.E. The Chairman and Board of Directors Members
The Housing Bank for Trade and Finance
(Public Shareholding Limited Company)
Amman – The Hashemite Kingdom of Jordan

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of The Housing Bank for Trade and Finance (Public Shareholding Limited Company) as of September 30, 2021 and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three and nine months ended on September 30, 2021, and changes in owners' equity and cash flows for the nine-months then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial information in accordance with the international accounting standard No. (34) "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 Engagements No.2410, "Review of Condensed Interim Financial Information Performed by the Independent Auditor". A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters in the bank, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

Other Matter

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

Amman – Jordan
October 26, 2021

Deloitte & Touche (M.E.) – Jordan
Deloitte & Touche (M.E.)
ديلويت آند توش (الشرق الأوسط)
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THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

		September 30, 2021	December 31, 2020
	Note	(Reviewed)	(Audited)
Assets:		JD	JD
Cash and balances at central banks - net	5	883,037,113	1,125,774,294
Balances at banks and financial institutions - net	6	293,689,252	360,632,307
Deposits at banks and financial institutions - net	7	60,275,623	53,681,863
Financial assets at fair value through profit or loss	8	4,801,777	4,455,791
Financial assets at fair value through other comprehensive income	9	375,981,432	371,882,600
Direct credit facilities at fair value through profit or loss	10	115,022,679	130,690,360
Direct credit facilities at amortized cost - net	11	4,022,970,435	3,976,743,772
Financial assets at amortized cost - net	12	1,943,290,684	1,833,842,295
Property and equipment - net		166,497,902	174,997,134
Intangible assets - net		19,774,569	18,995,985
Right of use asset		23,459,413	25,269,889
Deferred tax assets		121,468,229	105,241,081
Other assets - net	13	130,974,585	123,841,846
TOTAL ASSETS		<u>8,161,243,693</u>	<u>8,306,049,217</u>
LIABILITIES AND OWNERS' EQUITY:			
LIABILITIES:			
Banks and financial institutions deposits		781,054,119	777,725,622
Customers' deposits	14	5,290,303,928	5,466,474,965
Cash margins		258,377,893	234,263,330
Borrowed funds	15	323,194,938	314,578,622
Sundry provisions	16	25,248,985	41,573,033
Income tax provision	17/a	43,321,644	48,515,568
Deferred tax liabilities		7,733,363	8,981,193
Lease liability		22,268,365	24,365,216
Other liabilities	18	218,738,411	227,714,160
TOTAL LIABILITIES		<u>6,970,241,646</u>	<u>7,144,191,709</u>
OWNERS' EQUITY:			
BANK'S SHAREHOLDERS' EQUITY:			
Authorized and paid-up capital		315,000,000	315,000,000
Share premium		328,147,537	328,147,537
Statutory reserve		243,460,970	243,461,008
Special reserve		11,446,352	11,433,336
Foreign currencies translation		(126,513,292)	(120,824,117)
Fair value reserve - net	20	5,950,024	9,654,188
Retained earnings	21	276,112,856	313,925,834
Profit for the period		76,105,311	-
TOTAL BANK'S SHAREHOLDERS' EQUITY		<u>1,129,709,758</u>	<u>1,100,797,786</u>
Non-controlling interest		61,292,289	61,059,722
TOTAL OWNERS' EQUITY		<u>1,191,002,047</u>	<u>1,161,857,508</u>
TOTAL LIABILITIES AND OWNERS' EQUITY		<u>8,161,243,693</u>	<u>8,306,049,217</u>

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONSOLIDATED CONDENSED
 INTERIM FINANCIAL INFORMATION AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING
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THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

	Note	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
		2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
		JD	JD	JD	JD
Interest income	22	95,431,388	97,438,125	279,997,583	309,243,627
Interest expense	23	(17,633,379)	(22,525,927)	(54,681,999)	(81,165,953)
Net Interest Income		77,798,009	74,912,198	225,315,584	228,077,674
Net commission income		5,761,815	5,902,520	17,103,063	17,119,370
Net Interest and Commission Income		83,559,824	80,814,718	242,418,647	245,197,044
Gain from foreign currencies		1,864,782	1,894,193	6,324,663	7,603,587
(Loss) gain from financial assets at fair value through profit or loss	24	(189,393)	758,962	(631,846)	1,778,300
Cash dividends from financial assets at fair value through other comprehensive income		555	28,998	169,582	203,998
Other income		5,280,984	7,217,154	18,775,950	18,167,852
Total Income		90,516,752	90,714,025	267,056,996	272,950,781
Expenses:					
Employees' expenses		18,494,117	17,682,055	55,749,603	59,031,826
Depreciation and amortization		6,224,209	6,237,540	18,583,175	18,389,993
Other expenses		13,904,677	14,344,859	41,954,902	41,372,499
Allowance for expected credit loss	19	10,556,066	30,004,687	47,208,332	88,492,964
Expense (recovery of) sundry provisions		550,713	619,092	(15,346,868)	671,162
Total Expenses		49,729,782	68,888,233	148,149,144	207,958,444
Profit for the Period before Income Tax Expense		40,786,970	21,825,792	118,907,852	64,992,337
Income tax expense	17/b	(13,591,615)	(10,319,831)	(39,057,685)	(26,889,033)
Profit for the Period		27,195,355	11,505,961	79,850,167	38,103,304
Attributable to:					
Bank's Shareholders		26,669,077	7,791,687	76,105,311	33,690,035
Non-Controlling Interest		526,278	3,714,274	3,744,856	4,413,269
		27,195,355	11,505,961	79,850,167	38,103,304
Basic and diluted earnings per share for the period attributable to the Bank's Shareholders	25	0.085	0.025	0.242	0.107

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THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM
STATEMENT OF COMPREHENSIVE INCOME

	<u>For the Three Months</u> <u>Ended September 30,</u>		<u>For the Nine Months</u> <u>Ended September 30,</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
	<u>(Reviewed)</u>	<u>(Reviewed)</u>	<u>(Reviewed)</u>	<u>(Reviewed)</u>
	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>
Profit for the period	27,195,355	11,505,961	79,850,167	38,103,304
<u>Other comprehensive income items which may be reclassified to profit or loss in the subsequent period</u>				
Foreign currencies translation	(4,866,822)	1,106,796	(8,196,706)	(14,526,608)
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax – debt instrument	(600,660)	(128,952)	(3,533,545)	2,579,076
<u>Other comprehensive income items that will not be reclassified to profit or loss in the subsequent period</u>				
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax – equity instrument	17,138	-	11,611	1,565
Total Other Comprehensive Income for the Period after Tax	<u>(5,450,344)</u>	<u>977,844</u>	<u>(11,718,640)</u>	<u>(11,945,967)</u>
Total Comprehensive Income for the Period	<u>21,745,011</u>	<u>12,483,805</u>	<u>68,131,527</u>	<u>26,157,337</u>
<u>Attributable to:</u>				
Bank's shareholders	22,265,144	8,833,122	66,711,972	25,948,767
Non-controlling interest	(520,133)	3,650,683	1,419,555	208,570
	<u>21,745,011</u>	<u>12,483,805</u>	<u>68,131,527</u>	<u>26,157,337</u>

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THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN OWNERS' EQUITY

	Bank's Shareholders Equity										
	Reserves				Foreign Currency Translation	Fair value reserve - net	Retained Earnings	profit for the Period	Total Shareholder's Equity	Non- controlling Interest	Total Owners' Equity
	Paid-up Capital	Share premium	Statutory	Special Reserve							
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
For the Nine Months Ended September 30, 2021 (Reviewed)											
Beginning balance for the period (Audited)	315,000,000	328,147,537	243,461,008	11,433,336	(120,824,117)	9,654,188	313,925,834	-	1,100,797,786	61,059,722	1,161,857,508
Prior years adjustments (note 21)	-	-	(38)	13,016	-	-	(12,978)	-	-	-	-
Adjusted Beginning Balance	315,000,000	328,147,537	243,460,970	11,446,352	(120,824,117)	9,654,188	313,912,856	-	1,100,797,786	61,059,722	1,161,857,508
Profit for the period	-	-	-	-	-	-	-	76,105,311	76,105,311	3,744,856	79,850,167
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax- debit instruments	-	-	-	-	-	(3,715,775)	-	-	(3,715,775)	182,230	(3,533,545)
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax - equity instruments	-	-	-	-	-	11,611	-	-	11,611	-	11,611
Foreign currencies translation	-	-	-	-	(5,689,175)	-	-	-	(5,689,175)	(2,507,531)	(8,196,706)
Total Comprehensive Income for the Period	-	-	-	-	(5,689,175)	(3,704,164)	-	76,105,311	66,711,972	1,419,555	68,131,527
Dividends paid (note 21)	-	-	-	-	-	-	(37,800,000)	-	(37,800,000)	(1,186,988)	(38,986,988)
Ending Balance for the Period (Reviewed)	315,000,000	328,147,537	243,460,970	11,446,352	(126,513,292)	5,950,024	276,112,856	76,105,311	1,129,709,758	61,292,289	1,191,002,047
For the Nine Months Ended September 30, 2020 (Reviewed)											
Beginning balance for the period (Audited)	315,000,000	328,147,537	235,755,327	11,184,797	(112,455,441)	5,400,864	285,267,050	-	1,068,300,134	55,513,708	1,123,813,842
Prior years adjustments	-	-	(1,357)	117,655	-	-	(116,298)	-	-	-	-
Adjusted Beginning Balance	315,000,000	328,147,537	235,753,970	11,302,452	(112,455,441)	5,400,864	285,150,752	-	1,068,300,134	55,513,708	1,123,813,842
Profit for the period	-	-	-	-	-	-	-	33,690,035	33,690,035	4,413,269	38,103,304
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax- debit instruments	-	-	-	-	-	2,579,076	-	-	2,579,076	-	2,579,076
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax - equity instruments	-	-	-	-	-	1,565	-	-	1,565	-	1,565
Foreign currencies translation	-	-	-	-	(10,321,909)	-	-	-	(10,321,909)	(4,204,699)	(14,526,608)
Total Comprehensive Income for the Period	-	-	-	-	(10,321,909)	2,580,641	-	33,690,035	25,948,767	208,570	26,157,337
Realized gain from sold financial assets at fair value through other comprehensive income	-	-	-	-	-	-	(1,350)	-	(1,350)	-	(1,350)
Ending Balance for the Period (Reviewed)	315,000,000	328,147,537	235,753,970	11,302,452	(122,777,350)	7,981,505	285,149,402	33,690,035	1,094,247,551	55,722,278	1,149,969,829

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THE HOUSING BANK FOR TRADE AND FINANCE
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

	For the Nine Months Ended September 30.	
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
<u>OPERATING ACTIVITIES</u>		
Profit for the period before income tax	118,907,852	64,992,337
Adjustments for non-cash items:		
Depreciation and amortization	18,583,175	18,389,993
Provision for expected credit losses	47,208,332	88,492,964
Net unrealized loss (gain) from valuation of financial assets at fair value through profit and loss	734,649	(1,748,935)
Cash dividends from financial assets at fair value through other comprehensive income	(169,582)	(203,998)
Unrealized (gain) loss from valuation of derivatives	(1,055,031)	1,171,476
Net accrued interest and commission income	2,744,269	(5,875,086)
Effect of the change in exchange rates on cash and cash equivalents	(3,729,721)	(4,040,118)
Provision for end of service indemnity expense	1,107,938	5,773,044
Premiums and discounts amortization	303,684	(970,997)
Sundry provisions	(15,346,868)	671,162
Others	4,416,154	4,389,936
Cash flows from operating activities before changes in assets and liabilities	173,704,851	171,041,778
Decrease (Increase) in Assets:		
Deposits at banks and financial institutions (maturing within more than 3 months)	(6,567,464)	2,051,439
Direct credit facilities	(95,101,289)	(71,981,895)
Financial assets at fair value through profit or loss	(25,604)	25,383
Other assets	(10,207,634)	(14,517,348)
Increase (Decrease) in Liabilities:		
Banks and financial institutions' deposits (maturing within more than 3 months)	102,092,767	3,680,434
Customers' deposits	(148,819,042)	(449,203,824)
Cash margins	25,531,250	(35,997,250)
Other liabilities	(7,906,477)	(2,364,598)
Sundry provisions	(1,385,060)	(7,531,926)
Net Cash Flow from (Used in) Operating Activities Before Income Tax	31,316,298	(404,797,807)
Income tax paid	(59,441,424)	(57,415,600)
Net Cash Flow (Used in) Operating Activities	(28,125,126)	(462,213,407)
<u>INVESTING ACTIVITIES</u>		
(Purchase) of financial assets at fair value through comprehensive income	(103,359,072)	(91,569,005)
Matured financial assets at fair value through comprehensive income	91,700,325	98,714,131
Cash dividends from financial assets at fair value through other comprehensive income	169,582	203,998
(Purchase) of financial assets at amortized cost	(367,774,129)	(184,782,683)
Matured financial assets at amortized cost	259,315,519	173,700,000
(Purchase) of property and equipment	(3,670,621)	(4,543,687)
Proceeds from sale of property and equipment	(59,648)	17,778
(Purchase) of intangible assets	(5,262,824)	(2,941,920)
Net Cash Flow (Used in) Investing Activities	(128,940,868)	(11,201,388)
<u>FINANCING ACTIVITIES</u>		
Borrowed funds	8,616,316	133,628,182
Dividends paid to shareholders	(35,944,851)	(50,875)
Lease liability paid	(4,482,119)	(2,006,983)
Non-controlling interest	(1,186,988)	-
Net Cash Flows (Used in) from Financing Activities	(32,997,642)	131,570,324
Net (Decrease) in Cash and Cash Equivalent	(190,063,636)	(341,844,471)
Effect of the change in exchange rates on cash and cash equivalents	(20,630,155)	(18,096,411)
Cash and cash equivalents - beginning of the period	771,041,221	909,289,435
Cash and Cash Equivalents - End of the Period (Note 26)	560,347,430	549,348,553

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THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
NOTES TO THE CONDENSED CONSOLIDATED INTERIM
FINANCIAL INFORMATION

1. Incorporation and Activities

- The Housing Bank for Trade and Finance ("the Bank") was established in 1973 and registered as a public shareholding limited company with its head quarter located in Amman – Jordan, in accordance with the Jordanian Companies Law No. (12) Of 1964.
- The Bank provides its banking and financing business activities through its headquarter in Amman – Jordan and through its branches in Jordan (115 branches) and abroad in Palestine and Bahrain (16 branches) and through its subsidiaries in Jordan, Syria, Algeria and the United Kingdom.
- The Bank's shares are traded on Amman Stock Exchange.
- The condensed consolidated interim financial information were approved by the Bank's Board of Directors on October 21, 2021.

2. Basis of Preparation of the 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 condensed consolidated interim financial information are prepared in accordance with the historical cost principle, except for financial assets and financial liabilities which are stated at fair value at the date of the condensed consolidated interim financial information.
- The reporting currency of the condensed consolidated interim financial information is the Jordanian Dinar, which is the main functional currency of the Bank.
- The condensed consolidated interim financial information do not include all notes and information presented in the annual financial statements which is prepared in accordance with the international financial reporting standards as adopted by the Central Bank of Jordan and should be read with the Bank's annual report for the year ended December 31, 2020. The results of the nine months ended September 30, 2021 do not necessarily indicate the expected results for the year ended December 31, 2021. There was no appropriation of the profit of the nine months ended September 30, 2021 which is usually performed at the end of the financial year.
- The condensed consolidated interim financial information includes the condensed interim financial information of 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.

As of September 30, 2021, the Bank owns the following subsidiaries:

a. Foreign subsidiaries:

- International Bank for Trade and Finance / Syria: paid-in capital is Syrian Lira 8.4 billion, of which the Bank owns 49.063%. The Bank has the power to control and manage the operational and financial policies of this bank. Therefore, its accounts have been consolidated with the financial statements of the Bank. In this regard, the Bank's main objective is to conduct commercial banking activities, and ownership of this bank dates back to 2003. In addition, the International Bank for Trade and Finance has a subsidiary – The International Financial Center/ Syria with an ownership percentage of 85% of the company's capital amounting to 100 million SYL, whereas The Housing Bank for Trade and Finance owns a percentage of 5% of the company's capital.
- Housing Bank for Trade and Finance – Algeria: the ownership is 85% of the bank's capital of 20 billion Algerian dinars. The main objective of this bank is to conduct commercial banking activities, and ownership of this bank dates back to 2002.
- Jordan International Bank / London: The Bank ownership is 75% of paid-up capital, which amounts to 65 million pounds sterling (65 million shares). The main objective of this bank is to conduct banking activities.

b. Local subsidiaries:

- International Financial Center Company- Jordan: The Bank ownership is 77.5% of paid-up capital, which amounted to JD 5 million. The Company's main activity is financial brokerage in local and foreign financial markets, and it conducts purchase and sale transactions of financial instruments for customers and the company. The Bank's ownership in this company dates back to 1998.
- Specialized Lease Finance Company – Jordan: The Bank owns 100% of paid- in capital of JD 30 million (30 million shares). The Company's main activity is to conduct finance leases for various types of equipment and machinery, in addition to real estate, land, vehicles, and other items purchased by the company for financial leasing purposes. The Bank's ownership in this company dates back to 2005.
- Jordan Real Estate Investments Company – Jordan: The Bank owns 100% of this company's paid- in capital of JD 40,000. The Bank's ownership in this company dates back to 1997.

3. Significant Accounting Policies

The accounting policies used in the preparation of the condensed consolidated interim financial information for the period ended on September 30, 2021 are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2020. However, the Bank has adopted the following amendments and interpretations that apply for the first time in 2021 and have not materially affected the amounts and disclosures in the condensed consolidated interim financial information for the period and prior years, which may have an impact on the accounting treatment of future transactions and arrangements:

Interest Rate Benchmark Reform - Phase 2 amendments

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

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

The application of these amendments to IFRSs has not had any material impact on the condensed consolidated interim financial information but may affect the accounting for the Group's future transactions.

4. Significant Accounting Judgments and key Sources of Uncertainty Estimates and risk management:

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 contingent liabilities. Moreover, these estimates and judgments affect revenues, 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 assumptions 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.

The critical judgements and estimates used in the preparation of these condensed consolidated interim financial information are reasonable and consistent with those used in the preparation of the Bank's annual financial statements for the year ended December 31, 2020.

5. Cash and Balances at Central Banks - net

The details of this item are as follows:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Cash on hand and treasury	129,918,384	122,074,433
Balance at central banks :		
Current accounts and demand deposits	503,800,204	746,163,935
Term and notice deposits	45,803,402	38,749,073
Statutory cash reserve	203,555,158	218,827,845
Total Balances at Central Banks	753,158,764	1,003,740,853
Total cash and balances at central banks	883,077,148	1,125,815,286
Less: Provision for expected credit losses	(40,035)	(40,992)
Net	883,037,113	1,125,774,294

* There are no certificate of deposits purchased from the Central Bank of Jordan as of September 30, 2021 and December 31, 2020.

- Except for the statutory cash reserve, there are no restricted balances as of September 30, 2021 and December 31, 2020.

- The balances are classified within stage 1 and there is no transfers between stages (1, 2 and 3) or written off balances during the nine months period ended September 30, 2021 and the year ended December 31, 2020.

6. Balances at Banks and Financial Institutions-net

The details of this item are as follows:

	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD	JD	JD	JD	JD
Current and under demand accounts	4,546,938	21,544,629	164,665,085	150,140,120	169,212,023	171,684,749
Deposits maturing during three months or less	35,639,306	38,591,665	89,173,990	150,468,829	124,813,296	189,060,494
Total	40,186,244	60,136,294	253,839,075	300,608,949	294,025,319	360,745,243
Provision for expected credit losses	(89,720)	(29,317)	(246,347)	(83,619)	(336,067)	(112,936)
Net	40,096,524	60,106,977	253,592,728	300,525,330	293,689,252	360,632,307

- Non-interest bearing balances at banks and financial institutions amounted to JD 51,032,876 as of September 30, 2021 (JD 25,073,162 as of December 31, 2020).
- There are no restricted balances as of September 30, 2021 and December 31, 2020.
- The balances are classified within stage 1 and there is no transfers between stages (1, 2 and 3) or written off balances during the nine months period ended September 30, 2021 and for the year ended December 31, 2020.

7. Deposits at Banks and Financial Institutions - Net

The details of this item are as follows:

	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD	JD	JD	JD	JD
Deposits mature during the period:						
From 3 months to 6 months	495,817	30,000,000	15,204,517	21,918,417	15,700,334	51,918,417
From 6 months to 9 months	30,000,000	-	4,821,755	1,542,962	34,821,755	1,542,962
From 9 months to 12 months	5,000,000	-	4,962,992	456,238	9,962,992	456,238
Total	35,495,817	30,000,000	24,989,264	23,917,617	60,485,081	53,917,617
Provision for expected credit losses	(4,264)	(10,207)	(205,194)	(225,547)	(209,458)	(235,754)
Net	35,491,553	29,989,793	24,784,070	23,692,070	60,275,623	53,681,863

- There are no restricted deposits as of September 30, 2021 and December 31, 2020.
- The balances are classified within stage 1 and there is no transfers between stages (1,2 and 3) or written off balances during the nine months period ended September 30, 2021 and the year ended December 31, 2020.

8. Financial Assets at Fair Value through Profit or Loss

The details of this item are as follows:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Quoted companies shares listed in financial markets	4,168,980	3,822,994
Total	4,168,980	3,822,994
Unquoted companies shares not listed in financial markets	632,797	632,797
Total	632,797	632,797
Grand Total	4,801,777	4,455,791

9. Financial Assets at Fair Value through other Comprehensive Income

The details of this item are as follows:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Unquoted shares	26,807,082	26,129,906
Total Shares	26,807,082	26,129,906
Jordanian treasury bonds	197,688,734	170,277,249
Foreign governments bills and bonds	77,814,652	80,485,872
Corporate bonds	74,061,725	95,496,835
Total Bonds	349,565,111	346,259,956
Less: Provision of expected credit loss	(390,761)	(507,262)
Total Bonds – Net	349,174,350	345,752,694
Total	375,981,432	371,882,600

Bonds are repaid on several instalments, the last of which matures on the year 2036. And, the interest rates on the bonds ranges from 0 – 6.4%

- The movement on financial assets at fair value through other comprehensive income for shares during the period/year was as follow:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Fair value - beginning balance period / year	26,129,906	25,628,516
New investments during the period / year	684,444	698,760
Change in fair value during the period / year	(7,268)	(123,521)
Sold investments during the period / year	-	(78,974)
Currency translation difference	-	5,125
Balance – End of the Period/Year	26,807,082	26,129,906

- The movement on financial assets at fair value through other comprehensive income for bonds during the period / year was as follow:

	Stage (1) Individual	Stage (2) Individual	Stage (3)	Total
	JD	JD	JD	JD
For the Nine Months Period				
Ended September 30, 2021 (Reviewed)				
Fair value-beginning of the period (Audited)	346,259,956	-	-	346,259,956
New investments during the period	102,674,628	-	-	102,674,628
Matured investments during the period	(91,700,325)	-	-	(91,700,325)
Change in fair value during the period	(5,203,426)	-	-	(5,203,426)
Amortization of premium/ discount	(578,112)	-	-	(578,112)
Adjustments resulted from change in exchange rates	(1,887,610)	-	-	(1,887,610)
Balance – End of the Period (Reviewed)	349,565,111	-	-	349,565,111

	Stage (1) Individual JD	Stage (2) Individual JD	Stage (3) JD	Total JD
For the Year Ended				
<u>December 31, 2020 (Audited)</u>				
Fair value – beginning of the year	352,431,258	10,768,285	-	363,199,543
New investments during the year	83,885,501	-	-	83,885,501
Matured investments during the year	(100,792,508)	(10,720,328)	-	(111,512,836)
Change in fair value during the year	6,670,407	4,344	-	6,674,751
Amortization of premium/ discount	(828,470)	(50,196)	-	(878,666)
Adjustments resulted from change in exchange rates	4,893,768	(2,105)	-	4,891,663
Balance – End of the Year	346,259,956	-	-	346,259,956

- The movement on expected credit losses during the period / year were as follow:

	Stage (1) Individual JD	Stage (2) Individual JD	Stage (3) JD	Total JD
For the Nine Months Period				
<u>Ended September 30, 2021 (Reviewed)</u>				
Balance – beginning of the period (Audited)	507,262	-	-	507,262
Expected credit losses for new investment during the period	6,425	-	-	6,425
Reversed from impairment losses on matured Investments	(36,172)	-	-	(36,172)
Changes resulting from adjustments	(84,167)	-	-	(84,167)
Effect resulting from change in exchange rates	(2,587)	-	-	(2,587)
Balance – End of the Period (Reviewed)	390,761	-	-	390,761

For the Year Ended				
<u>December 31, 2020 (Audited)</u>				
Balance – beginning of the year	352,877	21,131	-	374,008
Expected credit loss for new investments during the year	267,736	-	-	267,736
Reversed from impairment losses on matured investments	(151,168)	(21,131)	-	(172,299)
Changes resulting from adjustments	27,521	-	-	27,521
Adjustments resulting from change in exchange rates	10,296	-	-	10,296
Balance – End of the Year	507,262	-	-	507,262

10. Direct Credit Facilities at Fair Value through the Profit or Loss

The movement on direct credit facilities at fair value through profit or loss during the period / year were as follow:

	September 30, 2021 (Reviewed) JD	December 31, 2020 (Audited) JD
Balance – beginning of the period/year	130,690,360	-
paid Facilities during the period / year	(15,952,500)	-
Transferred from direct credit facilities at amortized cost	-	129,093,382
Changes resulted from adjustments	1,339,850	-
Change in fair value during the period / year	(1,055,031)	1,596,978
Balance End of Period/Year	115,022,679	130,690,360

11. Direct Credit Facilities at Amortized Cost – Net

The details of this item are as follows:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Individuals (retail):		
Overdraft accounts	7,383,384	5,481,013
Loans and discounted bills *	921,417,633	841,501,810
Credit cards	17,198,583	15,144,726
Real estate loans	1,278,680,507	1,258,978,371
Includes Housing loans	788,645,215	783,748,117
Companies:		
Large corporation		
Overdraft accounts	261,126,496	216,813,681
Loans and discounted bills *	1,201,603,576	1,293,788,358
Small and Medium Entities		
Overdraft accounts	67,057,360	57,323,650
Loans and discounted bills *	274,099,859	256,118,000
Government and public sector	574,916,841	577,933,242
Total	4,603,484,239	4,523,082,851
<u>Less:</u> Provision of expected credit losses	(457,095,388)	(431,232,121)
Suspended interest	(123,418,416)	(115,106,958)
Net Direct Credit Facilities	4,022,970,435	3,976,743,772

* Net after deducting interest and commission received in advance of JD 20,456,749 as of September 30, 2021 (JD 22,038,145 as of December 31, 2020).

- Non-performing credit facilities at fair value and amortized cost amounted to JD 328,716,224 which is equivalent to 6.97% of total credit facilities at fair value and amortized cost as of September 30, 2021 (JD 367,220,045 which is equivalent to 7.89% of total credit facilities at fair value and amortized cost as of December 31, 2020).
- Non-performing credit facilities after deducting interest and commissions in suspense amounted to JD 219,955,980 which is equivalent to 4.79% of total direct credit facilities balance at fair value and amortized cost after deducting suspended interest and commission as of September 30, 2021 (JD 255,512,265 which is equivalent to 5.63% of total credit facilities balance at fair value and amortized cost after deducting suspended interest and commission as of December 31, 2020).
- Non-performing credit facilities transferred to off statement of financial position amounted to JD 38,235,803 during the period ended September 30, 2021 (JD 20,875,345 during 2020), the off-balance sheet item balance is amounted to JD 417,661,497 as of September 30, 2021 (JD 406,053,093 as of December 31, 2020). These debts are fully covered with provisions and suspended interests.
- Direct credit facilities granted to and guaranteed by the Government of Jordan amounted to JD 621,172,752 which is equivalent to 13.2% of total direct credit facilities as of September 30, 2021 (JD 646,111,011 which is equivalent to %13.9 as of December 31, 2020).
- Rescheduled loans amounted to JD 43.9 million during the period ended September 30, 2021 against JD 51.7 million during the year 2020.
- Restructured loans amounted to JD 395.5 million during the period ended September 30, 2021 against JD 255.7 million during the year 2020.

The movement on direct credit facilities during the period / year were as follow:

	Stage (1)		Stage (2)		Stage (3)	Total
	Individual	Collective	Individual	Collective		
	JD	JD	JD	JD	JD	JD
For the Nine Months Period						
<u>Ended September 30, 2021 (Reviewed)</u>						
Balance - beginning of the period (Audited)	2,029,419,235	1,620,627,677	338,844,132	94,476,568	439,715,239	4,523,082,851
Reclassification impact	127,475	(30,518,646)	-	30,391,171	-	-
Adjusted Balance – Beginning of the Year	2,029,546,710	1,590,109,031	338,844,132	124,867,739	439,715,239	4,523,082,851
New credit facilities during the period	361,077,892	397,412,979	16,764,234	4,049,053	3,306,763	782,610,921
Paid credit facilities during the period	(167,328,238)	(226,463,819)	(10,764,610)	(8,100,315)	(14,536,157)	(427,193,139)
Transferred from to stage (1) - net	26,871,591	29,680,879	(25,171,137)	(24,607,633)	(6,773,700)	-
Transferred from to stage (2) - net	(126,512,466)	(24,480,203)	133,877,022	27,968,595	(10,852,948)	-
Transferred from to stage (3) - net	(6,229,310)	(2,688,792)	(7,240,192)	(3,452,756)	19,611,050	-
Changes resulted from adjustments	(145,958,079)	(54,433,356)	(1,282,398)	(5,033,599)	(4,246,650)	(210,954,082)
Credit facilities written off and transferred to off balance sheet items	-	-	-	-	(43,201,888)	(43,201,888)
Adjustments resulting from change in exchange rates	(5,316,336)	(4,625,919)	(1,202,980)	(3,416,061)	(6,299,128)	(20,860,424)
Balance - End of the Period (Reviewed)	1,966,151,764	1,704,510,800	443,824,071	112,275,023	376,722,581	4,603,484,239
For the Year Ended						
<u>December 31, 2020 (Audited)</u>						
Balance - beginning of the year	1,999,944,671	1,764,918,943	321,609,001	124,546,946	387,724,773	4,598,744,334
Reclassification impact	210,016,133	(210,016,133)	22,000,702	(22,000,702)	-	-
Adjusted Balance – Beginning of the Year	2,209,960,804	1,554,902,810	343,609,703	102,546,244	387,724,773	4,598,744,334
New credit facilities during the year	416,677,939	418,244,061	16,484,631	13,984,832	14,628,499	880,019,962
Paid credit facilities during the year	(305,853,997)	(255,427,631)	(23,023,189)	(15,438,233)	(15,830,529)	(615,573,579)
Transferred from to stage (1) - net	12,702,016	47,374,817	(12,001,851)	(40,651,504)	(7,423,478)	-
Transferred from to stage (2) - net	(56,124,955)	(47,924,378)	57,838,483	55,753,164	(9,542,314)	-
Transferred from to stage (3) - net	(4,974,800)	(8,551,536)	(50,945,868)	(9,147,268)	73,619,472	-
Changes resulted from adjustments	(93,734,713)	(77,374,024)	8,989,468	1,314,999	36,628,539	(124,175,731)
Transferred to direct credit facilities at fair value through profit or loss	(129,093,382)	-	-	-	-	(129,093,382)
Credit facilities written off and transferred to off balance sheet items	-	-	-	-	(23,688,063)	(23,688,063)
Adjustments resulting from change in exchange rates	(20,139,677)	(10,616,442)	(2,107,245)	(13,885,666)	(16,401,660)	(63,150,690)
Balance - End of the Year	2,029,419,235	1,620,627,677	338,844,132	94,476,568	439,715,239	4,523,082,851

The movement on the provision of expected credit loss during the period / year were as follows:

	Corporate JD	SME's JD	Individuals (Retail) JD	Real Estate loans JD	Governmental and Public JD	Total JD
<u>For the Nine Months Ended September 30, 2021 (Reviewed)</u>						
Balance - beginning of the period (Audited)	217,494,102	47,931,630	36,517,290	129,214,695	74,404	431,232,121
Effect of re-classification	1,525,010	297,224	(51,668)	(1,770,566)	-	-
Adjusted Beginning Balance (Reviewed)	219,019,112	48,228,854	36,465,622	127,444,129	74,404	431,232,121
Impairment loss on new facilities during the period	3,062,181	2,370,368	5,330,483	1,068,421	12,396	11,843,849
Reversed from impairment loss on paid facilities	(3,590,191)	(1,871,387)	(3,566,842)	(2,529,465)	-	(11,557,885)
Transferred from to stage (1) - net	(8,775,716)	(758,057)	3,458,159	68,777	(7,266)	(6,014,103)
Transferred from to stage (2) - net	5,825,952	364,002	(1,348,669)	1,466,485	7,266	6,315,036
Transferred from to stage (3) - net	2,949,764	394,055	(2,109,490)	(1,535,262)	-	(300,933)
Effect on the provision as of the end of the period resulting from reclassification between the three stages during the period	5,301,747	3,884,353	(310,163)	3,619,547	3,914	12,499,398
Changes resulting from adjustment	29,427,683	(1,632,075)	(1,151,011)	12,269,635	(12,421)	38,901,811
Credit facilities written off and transferred to off balance sheet items	(17,019,743)	(6,077,718)	(65,724)	(452,830)	-	(23,616,015)
Adjustments resulting from change in exchange rates	(1,771,656)	(413,131)	(5,056)	(18,048)	-	(2,207,891)
Balance - End of the Period (Reviewed)	234,429,133	44,489,264	36,697,309	141,401,389	78,293	457,095,388
Redistribution based on portfolio:						
Provisions on an individual level	231,138,085	43,495,870	19,186,456	122,396,571	78,293	416,295,275
Provisions on a collective level	3,291,048	993,394	17,510,853	19,004,818	-	40,800,113
	234,429,133	44,489,264	36,697,309	141,401,389	78,293	457,095,388
Redistribution based on stages:						
Stage (1)	12,655,635	2,570,843	10,071,902	11,971,175	60,325	37,329,880
Stage (2)	73,576,333	11,224,432	8,963,606	103,031,370	17,968	196,813,709
Stage (3)	148,197,165	30,693,989	17,661,801	26,398,844	-	222,951,799
	234,429,133	44,489,264	36,697,309	141,401,389	78,293	457,095,388

	Corporate JD	SME's JD	Individuals (Retail) JD	Real Estate loans JD	Governmental and Public JD	Total JD
<u>For the Year Ended December 31, 2020</u>						
<u>(Audited)</u>						
Balance - beginning of the year	178,484,965	39,280,368	40,543,847	74,880,894	417,669	333,607,743
Reclassification impact	1,082,581	(894,576)	389,311	(177,315)	(400,001)	-
Adjusted Beginning Balance	179,567,546	38,385,792	40,933,158	74,703,579	17,668	333,607,743
Impairment loss on new facilities during the year	12,245,589	6,240,575	4,444,974	2,999,871	581	25,931,590
Reversed from impairment loss on paid facilities	(9,535,737)	(3,440,928)	(3,511,161)	(1,473,408)	(49)	(17,961,283)
Transferred from to stage (1) - net	731,346	(72,639)	4,117,906	3,287,920	-	8,064,533
Transferred from to stage (2) - net	(7,908,580)	(3,322,886)	(603,135)	(160,660)	-	(11,995,261)
Transferred from to stage (3) - net	7,177,234	3,395,525	(3,514,771)	(3,127,260)	-	3,930,728
Effect on the provision as of the end of the period resulting from reclassification between the three stages	19,357,572	6,038,044	2,077,178	7,278,752	-	34,751,546
Changes resulting from adjustment	28,624,840	3,854,557	(7,001,048)	46,160,575	56,204	71,695,128
Credit facilities written off and transferred to off balance sheet items	(8,352,010)	(2,023,140)	(377,734)	(235,635)	-	(10,988,519)
Adjustments resulting from change in exchange rates	(4,413,698)	(1,123,270)	(48,077)	(219,039)	-	(5,804,084)
Balance - End of the Year	217,494,102	47,931,630	36,517,290	129,214,695	74,404	431,232,121
Redistribution based on portfolio:						
Provisions on an individual level	216,529,551	47,156,080	21,425,185	114,577,284	74,404	399,762,504
Provisions on a collective level	964,551	775,550	15,092,105	14,637,411	-	31,469,617
	217,494,102	47,931,630	36,517,290	129,214,695	74,404	431,232,121
Redistribution based on stages:						
Stage (1)	26,526,203	4,766,044	7,323,419	15,592,456	74,404	54,282,526
Stage (2)	41,642,561	6,336,783	8,795,760	83,203,865	-	139,978,969
Stage (3)	149,325,338	36,828,803	20,398,111	30,418,374	-	236,970,626
	217,494,102	47,931,630	36,517,290	129,214,695	74,404	431,232,121

Interest in Suspense

The following is the movement on interest in suspense:

For the Nine Months Ended September 30, 2021 (Reviewed)

	Corporate Entities				Government and Public Sector	Total
	Corporate JD	SME's JD	Individuals (Retail) JD	Real Estate loans JD	JD	JD
Balance – beginning of the period (Audited)	43,690,566	27,118,474	24,910,177	19,387,741	-	115,106,958
Effect of re-classification	-	36,190	(44,315)	8,125	-	-
Adjusted Beginning Balance (Reviewed)	43,690,566	27,154,664	24,865,862	19,395,866	-	115,106,958
Suspended interest on new exposures during the period	213,881	116,304	134,970	9,168	-	474,323
Suspended interest on settled exposures transferred to revenue during the period	(265,089)	(72,021)	(363,026)	(709,005)	-	(1,409,141)
Total effect on the suspended interest resulting from reclassification between the three stages	132,396	(106,125)	(541,618)	(429,916)	-	(945,263)
Total effect on the suspended interest resulting from adjustments	15,832,659	4,950,618	3,389,315	12,457,250	-	36,629,842
Credit facilities written off and transferred to off balance sheet items	(15,328,268)	(1,782,070)	(646,533)	(1,829,002)	-	(19,585,873)
Adjustments resulting from changes in exchange rate	(6,677,635)	(166,698)	(6,855)	(1,242)	-	(6,852,430)
Balance – End of the Period (Reviewed)	37,598,510	30,094,672	26,832,115	28,893,119	-	123,418,416

For the year ended December 31, 2020 (Audited)

Balance – beginning of the year	45,614,086	23,114,028	20,778,391	16,809,081	-	106,315,586
Reclassification impact	260,600	(257,250)	11,132	(14,482)	-	-
Adjusted beginning balance	45,874,686	22,856,778	20,789,523	16,794,599	-	106,315,586
Suspended interest on new exposures during the year	224,183	509,319	55,917	84,215	-	873,634
Suspended interest on settled exposures transferred to revenue during the year	(2,030,735)	(663,942)	(233,635)	(735,728)	-	(3,664,040)
Total effect on the suspended interest resulting from reclassification between the three stages	1,412,565	619,718	(374,738)	(202,922)	-	1,454,623
Total effect on the suspended interest resulting from adjustments	10,559,567	6,142,130	5,092,447	4,280,229	-	26,074,373
Credit facilities written off and transferred to off balance sheet items	(9,546,597)	(1,932,875)	(398,063)	(822,084)	-	(12,699,619)
Adjustments resulting from change in exchange rates	(2,803,103)	(412,654)	(21,274)	(10,568)	-	(3,247,599)
Balance – End of the Year	43,690,566	27,118,474	24,910,177	19,387,741	-	115,106,958

- The following are the total direct credit facilities classified by economic sector and geographic distribution:

Economic Sector	September 30, 2021 (Reviewed)			December 31, 2020 (Audited)
	Inside Jordan JD	Outside Jordan JD	Total JD	Total JD
Financial	127,277,171	58,534,258	185,811,429	184,921,682
Industrial	313,548,209	154,286,209	467,834,418	485,535,840
Trading	265,281,246	237,501,413	502,782,659	548,815,320
Real estate	1,040,008,084	278,346,687	1,318,354,771	1,294,738,478
Agriculture	20,982,593	1,327,738	22,310,331	23,932,778
Shares	7,265,765	-	7,265,765	5,642,396
Individuals	927,030,651	28,459,127	955,489,778	879,261,768
Government and public sector	496,770,973	78,145,868	574,916,841	577,933,242
Other	456,754,663	111,963,584	568,718,247	522,301,347
	3,654,919,355	948,564,884	4,603,484,239	4,523,082,851

12. Financial Assets at Amortized Cost - Net

The details of this item are as follows:

	September 30, 2021 (Reviewed) JD	December 31, 2020 (Audited) JD
Quoted Financial Assets:		
Jordanian treasury bills	8,157,539	-
Jordanian treasury bonds *	1,206,974,133	1,117,900,012
Governmental guaranteed bonds	542,407,688	531,390,922
Foreign governments bonds	24,356,373	24,342,358
Corporate bonds and debentures	162,538,731	162,386,634
Total Quoted Financial Assets	1,944,434,464	1,836,019,926
Unquoted Financial Assets:		
Corporate bonds and debentures	3,000,001	3,000,001
Total Unquoted Financial Assets	3,000,001	3,000,001
Total	1,947,434,465	1,839,019,927
<u>Less: Provision for excepted credit losses</u>	<u>(4,143,781)</u>	<u>(5,177,632)</u>
Total	1,943,290,684	1,833,842,295
Bonds and Bills Analysis:		
With fixed rate	1,943,290,684	1,825,271,295
With floating rate	-	8,571,000
Total	1,943,290,684	1,833,842,295

- Bonds are repaid on several instalments, the last of which matures on the year 2036.
- Interest rate on bonds ranges from 0.7% to 6.74%.
- * The Bank has entered into repurchase agreements with the Central Bank of Jordan as stated in Note (15) against mortgaging treasury bonds with a nominal value of JD 31.3 million (JD 52,8 million as of December 31, 2020).

- The following is the movement on financial assets at amortized cost during the period / year:

	Stage (1) Individual	Stage (2) Individual	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Nine Months Ended September 30, 2021 (Reviewed)</u>				
Beginning balance (Audited)	1,836,019,926	-	3,000,001	1,839,019,927
New investments during the period	367,774,129	-	-	367,774,129
Matured investments	(259,315,519)	-	-	(259,315,519)
Amortization of premium/ discount	274,428	-	-	274,428
Adjustments resulting from changes in exchange rates	(318,500)	-	-	(318,500)
Balance – End of the Period (Reviewed)	<u>1,944,434,464</u>	<u>-</u>	<u>3,000,001</u>	<u>1,947,434,465</u>
<u>For the Year Ended December 31, 2020 (Audited)</u>				
Beginning balance	1,826,801,575	-	3,000,001	1,829,801,576
New investments during the year	253,382,804	-	-	253,382,804
Matured investments	(245,231,000)	-	-	(245,231,000)
Amortization of premium/ discount	966,518	-	-	966,518
Adjustments resulting from changes in exchange rates	100,029	-	-	100,029
Balance – End of the Year	<u>1,836,019,926</u>	<u>-</u>	<u>3,000,001</u>	<u>1,839,019,927</u>

- The following is the movement on provision for expected credit losses during the period/year:

	Stage (1) Individual	Stage (2) Individual	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Nine Months Ended September 30, 2021 (Reviewed)</u>				
Beginning balance (Audited)	2,177,632	-	3,000,000	5,177,632
Expected credit loss for new investments during the period	106,156	-	-	106,156
Expected credit loss for matured investments during the year	(59,301)	-	-	(59,301)
The effect on the provision resulting from the adjustments	(1,076,993)	-	-	(1,076,993)
Adjustments resulting from changes in exchange rates	(3,713)	-	-	(3,713)
Balance – End of the Period (Reviewed)	<u>1,143,781</u>	<u>-</u>	<u>3,000,000</u>	<u>4,143,781</u>
<u>For the Year Ended December 31, 2020 (Audited)</u>				
Beginning balance	177,625	-	3,000,000	3,177,625
Expected credit loss for new investments during the year	908,182	-	-	908,182
Expected credit loss for matured investments during the year	(16,826)	-	-	(16,826)
The effect on the provision resulting from the adjustments	1,103,822	-	-	1,103,822
Adjustments resulting from changes in exchange rates	4,829	-	-	4,829
Balance – End of the Year	<u>2,177,632</u>	<u>-</u>	<u>3,000,000</u>	<u>5,177,632</u>

13. Other Assets – Net

The details of this item are as follows:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Accrued interest receivable	28,796,172	29,817,280
Prepaid expenses	6,278,537	2,986,491
Foreclosed assets *	70,266,717	66,579,286
Unrealized gain/hedge derivatives	1,206,143	252,390
Cheques under collection	9,305,300	14,984,796
Other	15,418,395	9,675,211
Total	131,271,264	124,295,454
Provision for expected credit loss	(296,679)	(453,608)
Net	130,974,585	123,841,846

- * The regulations of Central Bank of Jordan require disposal of these assets during a maximum period of two years from the date of Foreclosure.

The following is a summary of the movement on foreclosed assets:

	For the Nine Months Period Ended September 30, 2021 (Reviewed)	For the Year Ended December 31, 2020 (Audited)
	JD	JD
Beginning balance of the period/year	66,579,286	64,412,759
Additions	13,674,994	13,688,228
Disposals	(7,860,732)	(6,423,991)
Impairment loss	(2,116,648)	(4,952,095)
Foreign currencies translation difference	(10,183)	(145,615)
Balance – Ending of the Period/Year	70,266,717	66,579,286

14. CUSTOMERS' DEPOSITS

The details of this item are as follows:

	Individuals			Governmental	
	(Retail)	Corporate	SME's	and Public	Total
	JD	JD	JD	JD	JD
<u>September 30, 2021</u>					
<u>(Reviewed)</u>					
Current accounts and demand deposits	708,267,265	216,493,243	335,702,989	38,993,138	1,299,456,635
Saving deposits	2,051,311,003	269,309	20,614,455	282,363	2,072,477,130
Time and notice deposits	1,144,897,892	342,119,166	50,032,052	154,088,389	1,691,137,499
Certificates of deposit	208,277,416	17,658,038	886,361	-	226,821,815
Others	410,849	-	-	-	410,849
Total	4,113,164,425	576,539,756	407,235,857	193,363,890	5,290,303,928

December 31, 2020

(Audited)

Current accounts and demand deposits	666,315,607	185,585,879	325,095,531	57,928,997	1,234,926,014
Saving deposits	2,058,453,077	90,052	14,512,166	382,574	2,073,437,869
Time and notice deposits	1,248,459,314	371,812,862	59,158,943	229,715,262	1,909,146,381
Certificates of deposit	224,417,024	23,217,152	917,192	-	248,551,368
Others	413,333	-	-	-	413,333
Total	4,198,058,355	580,705,945	399,683,832	288,026,833	5,466,474,965

- The deposits of the public sector and the Government of Jordan inside the Kingdom amounted to approximately JD 184.8 million representing 3.5% of total deposits as of September 30, 2021 (approximately JD 280.4 million, representing 5.1% of total deposits as of December 31, 2020).
- Non-interest bearing deposits amounted to JD 1.38 billion, representing 26.2% of total deposits as of September 30, 2021 (against around JD 1.63 billion, representing 29.9% of total deposits as of December 31, 2020).
- Restricted deposits (Restricted withdrawal) amounted to JD 178.4 million, representing 3.4% of total deposits as of September 30, 2021 (against JD 187.1 million, representing 3.4% of total deposits as of December 31, 2020).
- Dormant accounts amounted to JD 304.3 million, representing 5.8% of total deposits as of September 30, 2021 (against JD 251.9 million, representing 4.6% of total deposits as of December 31, 2020).

15. Borrowed Funds

This item consists of the following:

	Amount	Periodicity of instalments due	Number of Total instalments	Number of Remaining instalments	Final instalments due date	Guarantees	Borrowing Interest Rate	Re-lending Interest Rate
September 30, 2021	JD							
Cairo Amman Bank	21,000,000	Monthly	13	13	10//6/2022	Financial Solvency	%3.5	10.5%
Capital Bank of Jordan	5,000,000	Monthly	1	1	28/7/2022	Financial Solvency	%3.5	10.5%
Jordan Mortgage Refinance Co.	5,000,000	Semi annual	1	1	6/5/2023	Financial Solvency	%4.5	10.5%
Jordan Mortgage Refinance Co.	5,000,000	Semi annual	1	1	7/1/2024	Financial Solvency	%4.5	10.5%
Jordan Mortgage Refinance Co.	5,000,000	Semi annual	1	1	15/11/2023	Financial Solvency	%4.5	10.5%
European investment Bank	41,639,570	Semi annual	10	10	22/10/2027	Financial Solvency	%1.18	As per the prices approved by the Bank
Central Bank of Jordan loan	4,200,000	Semi annual	20	13	14/7/2028	Financial Solvency	%1.99	Guaranteed 6.04% without guarantee 6.54%
Central Bank of Jordan loan	3,378,644	Semi annual	20	18	15/3/2030	Financial Solvency	%2.04	Guaranteed 5.59% without guarantee 6.59%
Central Bank of Jordan loan	1,540,000	Semi annual	15	7	7/2/2031	Financial Solvency	%2.5	Guaranteed 6% without guarantee 6.5%
Central Bank of Jordan loan	3,880,680	Semi annual	34	34	21/12/2039	Financial Solvency	%3,00	Guaranteed 6.5% without guarantee 7.5%
Central Bank of Jordan loan	4,000,000	Semi annual	34	34	15/3/2035	Financial Solvency	%1.99	Guaranteed 6.04% without guarantee 6.54%
Central Bank of Jordan loan	52,776,091	Based on the Periodicity of instalments due			10 years	On demand promissory note	Inside the capital 1% outside the capital 0.5%	Inside the capital Minimum 3.75% outside the capital minimum 3.25%
Central Bank of Jordan loan – national program to face COVID-19 pandemic	26,437,740	Based on the Periodicity of instalments due			54 months of which a 12 month grace period	On demand promissory note	%0	%2
Central Bank of Jordan – repurchase agreements	33,818,699	Based on each agreement			From July 1 st to November 15 th 2021	Government bonds	%2	-
Bank Simitomo Mitsubishi - Japan	5,523,514	Based on the financing agreement			31/8/2021	Financial Solvency	0.9%	6 month Libor + 1.9% (floor: 1.9%)
Jordan Mortgage Refinance Co *	50,000,000	Semi annual	1	1	29/5/2024	Mortgage	%6,35	%5.75 – 8.25%
Jordan Mortgage Refinance Co *	25,000,000	Semi annual	1	1	31/01/2022	Mortgage	%6,10	%5.75 – 8.25%
Jordan Mortgage Refinance Co *	30,000,000	Semi annual	1	1	08/10/2023	Mortgage	%4.25	%5.75 – 8.25%
	323,194,938							

* Funds have been lent to customers for housing loans with an interest rate ranges from 5.75% to 8.25% with a total amount of JD 105 million.

- Borrowed funds with a fixed interest rate amounted to JD 269,976,724, and borrowed funds with variable interest rate amounted to JD 53,218,214 as of September 30, 2021.
- The Maturity dates for the borrowed funds from the Central Bank of Jordan range from July 14, 2021 to December 21, 2039.
- Borrowed funds amounted to JD 104,247,930 and settled borrowed funds amounted to JD 74,734,888 during the nine months period ended September 30, 2021, excluding repurchase agreement.
- The renewed loans amounted to JD 5,000,000 during the period ended September 30, 2021.

	Amount	Periodicity of instalments due	Number of Total instalments	Number of Remaining instalments	Final instalments due date	Guarantees	Borrowing Interest Rate	Re-lending Interest Rate
December 31, 2020	JD							
Cairo Amman Bank	28,000,019	Monthly	16	16	16/12/2021	Financial Solvency	%3.50	%10.5
Jordan Mortgage Refinance Co.	5,000,000	Semi annual	1	1	6/5/2023	Financial Solvency	%4.50	%10.5
Jordan Mortgage Refinance Co.	5,000,000	Semi annual	1	1	7/1/2021	Financial Solvency	%5.00	%10.5
Jordan Mortgage Refinance Co.	5,000,000	Semi annual	1	1	15/11/2023	Financial Solvency	%4.50	%10.5
Central Bank of Jordan loan	4,900,000	Semi annual	20	14	14/7/2028	Financial Solvency	%2.08	Guaranteed 6.04% without guarantee 6.54%
Central Bank of Jordan loan	3,776,131	Semi annual	20	19	15/3/2030	Financial Solvency	%2.13	Guaranteed 5.59% without guarantee 6.59%
Central Bank of Jordan loan	1,785,000	Semi annual	15	8	7/2/2031	Financial Solvency	%2.50	Guaranteed 6% without guarantee 6.5%
Central Bank of Jordan loan	3,880,680	Semi annual	34	34	21/12/2039	Financial Solvency	%3.00	Guaranteed 6.5% without guarantee 7.5%
Central Bank of Jordan loan	4,000,000	Semi annual	20	20	15/3/2035	Financial Solvency	2.08%	Guaranteed 6.04% without guarantee 6.54%
Central Bank of Jordan loan	36,235,962	Based on the Periodicity of instalments due			10 years	On demand promissory note	Inside the capital city 1% outside the capital city 0.5%	Inside the capital Minimum 3.75% outside the capital minimum 3.25%
Central Bank of Jordan loan – national program to face COVID-19 pandemic	29,484,408	Based on the Periodicity of instalments due			42 months	On demand promissory note	%0	%2
Central Bank of Jordan – repurchase agreements	54,715,405	Based on each agreement			From 11 days to 3 months	Government bonds	%2	-
Bank UBAF - Japan	27,801,017	Based on the financing agreement			19/05/2021	Financial Solvency	%0.9	6 month Libor + 1.9% (floor : 1.9%)
Jordan Mortgage Refinance Co *	50,000,000	Semi annual	1	1	29/5/2024	Mortgage	%6,35	%5.75 – 8.50%
Jordan Mortgage Refinance Co *	25,000,000	Semi annual	1	1	31/01/2022	Mortgage	%6,10	%5.75 – 8.50%
Jordan Mortgage Refinance Co *	30,000,000	Semi annual	1	1	08/10/2023	Mortgage	%4.25	%5.75 – 8.50%
	314,578,622							

* Funds have been lent to customers for housing loans with an interest rate ranges from 5.75% to 8.50% with a total amount of JD 105 million.

- Borrowed funds with a fixed interest rate amounted to JD 301,902,491, and borrowed funds with variable interest rate amounted to JD 12,676,131 as of December 31, 2021.
- The Maturity dates for the borrowed funds from the Central Bank of Jordan range from 7 January 2021 to 21 December 2039.
- Borrowed funds during 2020 amounted to JD 159,250,254 and the settled borrowed funds amounted to JD 57,676,624.
- The renewed loans amounted to JD 15,000,000

16. Sundry Provisions

The details of this item are as follows:

For the Nine Months Ended September 30, 2021 (Reviewed)

	Provision for End-of- Service Indemnity	Provision for Outstanding Lawsuits Against the Bank	Other Provisions	Total
	JD	JD	JD	JD
Beginning balance (Audited)	6,440,425	24,224,789	10,907,819	41,573,033
Provision for the period	1,107,938	1,172,719	850,805	3,131,462
Provision used during the period	(116,926)	(1,268,134)	-	(1,385,060)
Reverse to revenue	(608,878)	(16,761,515)	-	(17,370,393)
Currency translation difference for the period	(3,734)	(231,683)	(464,640)	(700,057)
Balance - End of the Period (Reviewed)	<u>6,818,825</u>	<u>7,136,176</u>	<u>11,293,984</u>	<u>25,248,985</u>

For the Year Ended December 31, 2020 (Audited)

Beginning balance (Audited)	7,858,724	23,053,888	13,411,831	44,324,443
provision for the year	6,008,227	3,133,485	612,602	9,754,314
Transfers (from) / to provisions	-	-	(729,929)	(729,929)
Provision used during the year	(7,426,546)	(147,905)	(719,120)	(8,293,571)
Reverse to revenue	-	-	(459,524)	(459,524)
Currency translation difference for the year	20	(1,814,679)	(1,208,041)	(3,022,700)
Balance - End of the Year	<u>6,440,425</u>	<u>24,224,789</u>	<u>10,907,819</u>	<u>41,573,033</u>

17. Income Tax

a. Income tax provision

The movement on the income tax provision is as follows:

	September 30, 2021 (Reviewed)	December 31, 2020(Audited)
	JD	JD
Balance – beginning of the period/year	48,515,568	46,550,293
Income tax paid	(59,441,424)	(61,112,545)
Accrued income tax	53,791,270	62,552,313
Income tax due on the dividends from subsidiaries	1,008,939	825,264
Currency translation	(552,709)	(299,757)
Balance – Ending of the Period/Year	43,321,644	48,515,568

- Income tax rate for Banks in Jordan is 35% and a 3% for the national contribution account. In addition, the average income tax percentage in the countries in which the Bank has investments is in between (0- 31%).
- Jordan branches have reached a final settlement until year 2018 with the Income Tax Department, and have filed the tax returns which have not been audited by the income tax department for the years 2019 and 2020.
- Taxes due on Palestine branches were settled until 2020, and reached a final settlement until year 2019.
- The income tax for International Bank for Trade and Finance /Syria was paid up to the year 2020.
- The income tax for the Housing Bank for Trade and Finance /Algeria was paid up to the year 2020.
- The income tax for Jordan International Bank/ London was paid up to the year 2020.
- The income tax for International Financial Centre Company was paid up to the year 2020, moreover, a final settlement has been reached for all years except for 2018 and 2020.
- The income tax for Specialized Leasing Company was paid up to the year 2020, moreover, a final settlement has been reached up to 2019.

b. Income tax expense appearing in the condensed consolidated interim statement of profit or loss represents the following:

	For the Nine Months Ended September 30,	
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
Provision for income tax for the period	53,791,270	51,256,666
Deferred tax assets for the period	(37,767,889)	(46,229,700)
Amortization of deferred tax assets	22,025,365	21,866,193
Income tax due on dividend's distribution from subsidiaries	1,008,939	-
Amortization of deferred tax liabilities	-	(4,126)
Total	39,057,685	26,889,033

18. Other Liabilities

The details for this item are as follows:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Accrued interest	14,498,884	12,660,083
Interests and commissions received in advance	512,237	627,877
Accrued expenses	20,447,307	18,825,735
Certified cheques	22,653,457	27,716,240
Transfers in process	28,480,555	25,980,352
Payments in process	8,163,628	8,142,073
Prizes	648,646	532,131
Amounts payable to correspondent banks	1,750,019	1,656,199
General management trusts	5,319,470	5,086,352
Dividends payable to shareholders	4,502,430	2,647,281
Accounts payable	4,206,060	5,134,749
Unrealized loss / hedge derivatives	1,355,005	2,554,897
Other payable accounts	67,730,335	69,128,388
Expected credit loss provision for indirect facilities	32,440,532	35,880,148
Other miscellaneous liabilities	6,029,846	11,141,655
Total	218,738,411	227,714,160

Below is the movement on indirect facilities during the period / year:

	Stage (1)		Stage (2)		Stage (3)	Total
	Individual	Collective	Individual	Collective	JD	JD
	JD	JD	JD	JD		
<u>For the Nine Months Period Ended September 30, 2021 (Reviewed)</u>						
Balance at the beginning of the period (Audited)	692,194,446	64,259,589	39,957,175	4,312,028	19,027,488	819,750,726
New exposures during the period	275,256,535	15,529,116	15,337,762	3,940,893	494	310,064,800
Matured exposures during the period	(250,058,383)	(11,049,234)	(7,750,540)	(3,953,355)	(318,511)	(273,130,023)
Transferred to stage (1)	5,432,445	145,456	(5,432,445)	(133,656)	(11,800)	-
Transferred to stage (2)	(33,302,411)	(50,207)	33,342,399	170,207	(159,988)	-
Transferred to stage (3)	(129,550)	(65,500)	(407,291)	(5,800)	608,141	-
Changes resulting from adjustment	2,364,399	11,560,101	(4,750,080)	1,968,731	(277,464)	10,865,687
Adjustments resulting from changes in foreign currency rates	(1,780,246)	(3,445,914)	(79,431)	(1,968,731)	(4,674)	(7,278,996)
Balance at the End of the Period (Reviewed)	<u>689,977,235</u>	<u>76,883,407</u>	<u>70,217,549</u>	<u>4,330,317</u>	<u>18,863,686</u>	<u>860,272,194</u>
<u>For the Year Ended December 31, 2020 (Audited)</u>						
Balance at the beginning of the year	686,750,033	139,683,669	32,131,097	4,381,623	19,746,052	882,692,474
Reclassification effect	70,492,510	(70,492,510)	179,282	(179,282)	-	-
Adjusted Beginning Balance for the Year	<u>757,242,543</u>	<u>69,191,159</u>	<u>32,310,379</u>	<u>4,202,341</u>	<u>19,746,052</u>	<u>882,692,474</u>
New exposure during the year	302,469,988	10,593,932	10,315,454	682,060	198,050	324,259,484
Matured exposure during the year	(321,103,972)	(11,511,107)	(5,845,230)	(1,404,066)	(5,661,112)	(345,525,487)
Transferred to stage (1)	2,576,288	954,632	(2,303,266)	(826,632)	(401,022)	-
Transferred to stage (2)	(7,349,516)	(3,431,913)	7,769,762	3,431,913	(420,246)	-
Transferred to stage (3)	(638,175)	(990,833)	(3,720,898)	(50,000)	5,399,906	-
Changes resulting from adjustment	(35,126,913)	4,802,622	1,447,100	748,285	146,957	(27,981,949)
Adjustments resulting from changes in foreign currency rates	(5,875,797)	(5,348,903)	(16,126)	(2,471,873)	18,903	(13,693,796)
Balance at the End of the Year	<u>692,194,446</u>	<u>64,259,589</u>	<u>39,957,175</u>	<u>4,312,028</u>	<u>19,027,488</u>	<u>819,750,726</u>

Below is the movement on the expected credit loss for indirect facilities during the period / year:

	Stage (1)		Stage (2)		Stage (3)	Total
	Individual	Collective	Individual	Collective	JD	JD
	JD	JD	JD	JD	JD	JD
<u>For the Nine Months Period Ended September 30, 2021 (Reviewed)</u>						
Balance at the beginning of the period (Audited)	11,290,253	353,830	8,328,900	303,588	15,603,577	35,880,148
Impairment loss on the new facilities	3,251,950	103,581	1,015,045	132,643	-	4,503,219
Reversed from impairment loss on the matured facilities	(5,337,674)	(76,107)	(1,138,549)	(176,910)	(155,568)	(6,884,808)
Transferred to stage (1)	437,024	41,091	(437,024)	(36,817)	(4,274)	-
Transferred to stage (2)	(1,344,680)	(3,803)	1,368,120	48,273	(67,910)	-
Transferred to stage (3)	(3,638)	(1,160)	(36,173)	-	40,971	-
Effect on provision as end of the period resulting from reclassification between the three stages during the period	(292,269)	(38,411)	(455,216)	2,176	302,269	(481,451)
Changes resulting from adjustment	(1,550,708)	70,770	444,816	(24,405)	474,879	(584,648)
Adjustments resulting from changes in foreign currency rates	(49,978)	(8,236)	(12,169)	76,450	2,005	8,072
Balance at the End of the Period (Reviewed)	6,400,280	441,555	9,077,750	324,998	16,195,949	32,440,532
<u>For the Year Ended December 31, 2020 (Audited)</u>						
Balance at the beginning of the year	3,279,931	4,129,689	6,728,093	938,565	16,981,074	32,057,352
Reclassification	2,770,570	(2,770,570)	30,084	(30,084)	-	-
Adjusted Beginning Balance for the Year	6,050,501	1,359,119	6,758,177	908,481	16,981,074	32,057,352
Impairment loss on new exposure during the year	6,842,630	104,144	2,111,474	35,086	105,004	9,198,338
Reversed impairment loss on matured exposure	(3,540,491)	(481,972)	(118,803)	(330,969)	(5,233,176)	(9,705,411)
Transferred to stage (1)	217,652	244,384	(10,155)	(178,084)	(273,797)	-
Transferred to stage (2)	(249,640)	(442,327)	585,837	442,327	(336,197)	-
Transferred to stage (3)	(3,204)	(1,644)	(1,760,159)	(2,474)	1,767,481	-
Effect on provision as of end of the year due to reclassification between the three stages during the year	(169,114)	(240,389)	(55,438)	(282,462)	1,795,619	1,048,216
Changes resulting from adjustment	2,398,769	1,042,918	820,598	524,379	797,622	5,584,286
Adjustments resulting from changes in foreign currency rates	(256,850)	(1,230,403)	(2,631)	(812,696)	(53)	(2,302,633)
Balance at the End of the Year	11,290,253	353,830	8,328,900	303,588	15,603,577	35,880,148

19. Expected Credit Loss Expense

The details of this item is as follows:

	For the Nine Months Ended September 30,	
	2021	2020
	(Reviewed)	(Reviewed)
	JD	JD
Balances and deposits at banks and financial institutions	205,359	1,029,414
Financial assets at fair value through other comprehensive income	(113,914)	85,383
Financial assets at amortized cost	(1,030,138)	521,791
Direct credit facilities	51,687,173	83,256,757
Commitments and contingent liabilities	(3,447,688)	3,572,619
Other assets	(92,460)	27,000
	47,208,332	88,492,964

20. Fair Value Reserve – Net

The details of this item is as follows:

	For the Nine Months Ended September 30, 2021 (Reviewed)	For the Year Ended December 31, 2020 (Audited)
	JD	JD
Balance – beginning of the period/year	9,654,188	5,400,864
Unrealized (losses) gain - debt instrument	(5,473,391)	6,674,751
Unrealized (losses) – equity instrument	8,507	(123,521)
Deferred tax assets	512,890	118,092
Deferred tax liabilities	1,247,830	(2,415,997)
Net change in valuation reserve of financial assets at fair value through comprehensive income after tax	(3,704,164)	4,253,324
Balance at the End of the Period/Year	5,950,024	9,654,188

21. Retained Earnings

The movement on retained earnings is as follows:

	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Balance – beginning of the period / year	313,925,834	285,267,050
Prior year adjustments *	(12,978)	(9,566)
Adjusted– Beginning Balance of the Period / Year	313,912,856	285,257,484
Profit for the year	-	36,614,354
Dividends paid **	(37,800,000)	-
Transferred from/to reserves	-	(7,944,654)
(loss) from sale of financial assets at fair value through other comprehensive Income	-	(1,350)
Balance – End of the Period / Year	276,112,856	313,925,834

* Prior year adjustments item represents reserves for subsidiaries that were recorded after the issuance of the group consolidated financial statements for the year 2020.

** The Shareholders General Assembly, at its ordinary meeting held on April 8, 2021, resolved to distribute cash dividends to shareholders at a rate of 12% of the subscribed and paid-up capital, equivalent to JD 37.8 million.

- The dividends distributed by the Housing bank for trade and finance/ Algeria (Subsidiary) during the year 2021 were amounted to JD 7.9 million of which JD 1.2 million were attributed to non-controlling interest.
- The Bank cannot use a restricted amount of JD 6,275,955 from retained earnings which represents the financial assets unrealized gain in accordance with the instructions of the Central Bank of Jordan and the Jordan Securities Commission.
- Retained earnings includes an amount of JD 563,594 which represents the effect of early implementation of the International Financial Reporting Standard No (9) (Phase 1). This amount may not be used except for the amounts actually realized from sale.
- The Bank cannot use a restricted amount of JD 121,468,229 from retained earnings which represents deferred tax assets which are restricted against capitalization or distribution only to the extent if actually realized in accordance with the instructions of the Central Bank of Jordan and the Jordan Securities Commission.
- Retained earnings includes a restricted amount of JD 2,392,936, which represents the gain from the valuation of foreign currencies at the International Bank for Trade and Finance /Syria for the current period and the prior periods.

22. Interest Income

The details of this item are as follows:

For the Nine Months Ended September 30,		
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
Direct Credit Facilities:		
Individual retail customer:		
Overdraft	222,843	479,451
Loans and discounted bills	50,965,182	50,659,234
Credit cards	1,558,827	1,860,590
Real estate loans	43,173,956	52,790,180
Large corporates		
Overdraft	12,615,516	14,336,249
Loans and discounted bills	47,609,162	55,457,003
SME's		
Overdraft	5,177,069	5,700,160
Loans and discounted bills	11,172,299	11,669,721
Government and Public Sector	23,622,452	28,729,580
Balances at central banks	2,317,137	3,872,366
Balances and deposits at banks and financial institutions	1,789,907	4,558,456
Financial derivatives - net	(338,336)	373,557
Financial assets at amortized cost	71,630,014	70,623,842
Financial assets at fair value through other comprehensive income	8,481,555	8,133,238
	279,997,583	309,243,627

23. Interest Expense

The details of this item are as follows:

For the Nine Months Ended September 30,		
	2021 (Reviewed)	2020 (Audited)
	JD	JD
Banks and financial institutions deposits	4,413,869	8,418,528
Customers deposits :		
Current accounts and demand deposits	409,707	546,361
Saving deposits	2,982,980	3,062,448
Time and notice deposits	26,268,046	44,709,542
Certificates of deposits	5,648,231	9,120,169
Cash margins	1,459,269	1,635,301
Borrowed funds	7,147,425	6,692,476
Deposits insurance fees	5,095,967	5,742,849
Lease liability	1,256,505	1,238,279
	54,681,999	81,165,953

24. (Loss) / Profit from Financial Assets at Fair Value through Profit or Loss

The details of this item are as follows:

	Realized		Unrealized		Dividends	
	Gain	(Loss)	Gain	(Loss)	Received	Total
	JD	JD	JD	JD	JD	JD
For the Nine Months						
Period Ended						
September 30,						
2021 (Reviewed)						
Corporate shares	-	(8,499)	320,382	-	111,302	423,185
Direct credit facilities	-	-	-	(1,055,031)	-	(1,055,031)
Total	-	(8,499)	320,382	(1,055,031)	111,302	(631,846)

For the Nine Months**Period Ended****September 30,****2020 (Reviewed)**

Corporate shares	-	(3,325)	580,784	-	29,365	606,824
Direct credit facilities	-	-	1,171,476	-	-	1,171,476
Total	-	(3,325)	1,752,260	-	29,365	1,778,300

25. Earnings Per Share Attributable to the Shareholders of the Bank (Basic / Diluted)

The details of this item are as follows:

	For the Three Months		For the Nine Months	
	Ended September 30,		Ended September 30,	
	2021	2020	2021	2020
	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
	JD	JD	JD	JD
Profit for the period attributable to shareholders'	26,669,077	7,791,687	76,105,311	33,690,035
Weighted average number of shares	315,000,000	315,000,000	315,000,000	315,000,000
Basic and diluted earnings per share attributable to shareholders of the Bank	JOD 0.085	JOD 0.025	JOD 0.242	JOD 0.107

26. Cash and Cash Equivalents

This item consists of the following:

	As of September 30,	
	2021	2020
	(Reviewed)	(Reviewed)
	JD	JD
Cash and balances with central banks maturing within 3 months	883,077,148	789,568,391
<u>Add:</u> Balances with banks and financial institutions maturing within 3 months	294,025,319	390,545,866
<u>Less:</u> Banks and financial institutions deposits maturing within 3 months	(616,755,037)	(630,765,704)
	560,347,430	549,348,553

27. Capital Adequacy

The schedule below shows the capital components according to the instructions of the Central Bank of Jordan, based on the instructions of Basel III Committee, the following is the capital adequacy ratio:

	September 30, 2021 (Reviewed) JD	December 31, 2020 (Audited) JD
1. Common Equity Tier 1 Capital		
Paid-in capital	315,000,000	315,000,000
Retained earnings	266,780,689	264,443,973
Other comprehensive income items	(120,563,268)	(111,169,929)
Net fair value reserve	5,950,024	9,654,188
Foreign currency translation	(126,513,292)	(120,824,117)
Share premium	328,147,537	328,147,537
Statutory reserve	243,442,683	243,442,730
Other reserve	11,446,352	11,433,336
Non-controlling Interest permitted to declare	18,404,701	18,100,568
Profit for the period after deducting tax and the expected cash dividends	28,855,311	-
Total capital for ordinary shares	1,091,514,006	1,069,398,215
Regulatory amendments (Propositions of the capital)	(148,298,289)	(131,032,385)
Goodwill and intangible assets	(19,774,569)	(18,995,985)
Deferred tax assets	(121,468,229)	(105,241,081)
Investments in the capital of non-consolidated subsidiaries with the bank	(40,681)	(40,681)
Mutual investments in banks' capital, financial companies, and insurance companies Within the CET1	(7,014,810)	(6,754,638)
Net Ordinary Shareholder's Equity	943,215,716	938,365,830
Additional capital Tier 1.	3,247,888	3,194,218
Net capital Tier 1.	946,463,605	941,560,048
Tier 2		
Expected credit losses provision for the first stage – does not exceed 1.25% of the assets weighted credit risks	46,291,909	63,777,881
Non-controlling Interest permitted to declare	4,330,518	4,258,958
Total Tier 2 Capital	50,622,427	68,036,839
Regulatory capital	997,086,032	1,009,596,887
Total weighted assets risk average.	5,859,404,087	5,810,185,234
Capital Adequacy ordinary shareholders (CETI) Ratio %	16.10 %	% 16.15
Capital Adequacy Tier 1 Ratio %	16.15 %	% 16.21
Capital Adequacy Ratio %	17.02 %	% 17.38

28. Related Party Transactions

- a. The Bank entered into transactions with major shareholders, Board of Directors, and executive management in the course of its ordinary activities at commercial rates of interest and commissions. All facilities granted to related parties are performing and no provisions have been taken.
- b. Details of related party balances:

	Related Party				Total	
	Major Shareholders	Subsidiaries	Board of Directors	Executive Management	September 30, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD	JD	JD	JD	JD
Financial position items						
Total deposits with related parties	36,600,878	68,942,336	-	-	105,543,213	120,367,049
Total deposits from related parties	468,725,154	77,499,955	1,586,772	4,146,611	551,958,492	679,531,052
Loans and facilities granted to related parties	-	765,622	215,266	4,786,000	5,766,888	4,903,669
Loans and facilities granted From related parties	-	3,906,785	-	-	3,906,785	3,948,698
Items off-statement of Financial position						
Letters of credits and guarantees	118,722	1,120,912	-	-	1,239,634	1,336,262
Forward foreign currency contracts	46,169,126	-	-	-	46,169,126	61,595,238
Interest rate swap contracts	111,667,500	-	-	-	111,667,500	127,620,000

- c. Summary of related party transactions during the period:

	Related Party				Total	
	Major Shareholders	Subsidiaries	Board of Directors and their related	Executive Management and their related	For the Nine Months Ended September 30, 2021 (Reviewed)	2020 (Reviewed)
	JD	JD	JD	JD	JD	JD
Statement of Profit or Loss items						
Interest and commissions income	180,893	182,041	11,593	123,359	497,886	931,658
Interest and commissions expense	2,268,051	1,164,291	6,990	57,053	3,496,385	9,092,287
- Interest income rates ranges from 0% to 7%.						
- Interest expense rates ranges from 0% to 7%.						

- d. The Bank's executive management remuneration were as follows:

	For the Nine Months Ended September 30,	
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
Salaries, bonuses, and other benefits	2,018,505	2,506,347
Salaries, bonuses, and other benefits/ Subsidiaries	2,002,333	1,819,819

29. Segment Analysis

Information on the Bank Activities:

For management purposes, the Bank is divided into four major business segments according to reports sent to the chief operating officer:

- **Retail Banking:** Principally handling individual customers' and small businesses' deposits and providing loans, overdrafts, credit cards and other services.
- **Corporate Banking:** Principally handling deposits, credit facilities, and other financial services for corporate and institutional customers.
- **Corporate Finance:** Principally arranging structured finance and providing services relating to privatizations, IPO's, mergers and acquisitions.
- **Treasury:** Principally providing trading and treasury services and the management of the Bank's funds in money and capital markets.

Information of the Bank's business segment, distributed according to operations is as follows:

							Total	
							For the Nine Months	
							Period Ended September 30,	
	Retail	Corporate	Corporate	Treasury	Others	Elimination	2021 (Reviewed)	2020 (Reviewed)
	JD	JD	Finance	JD	JD	JD	JD	JD
			JD					
Gross Income	141,994,911	124,173,862	3,485,119	108,368,021	(5,435,419)	(50,847,499)	321,738,995	354,116,734
Expected credit loss for the period / year	(3,060,381)	(42,115,813)	(2,970,831)	938,693	-	-	(47,208,332)	(88,492,964)
Segment results	54,232,418	18,814,708	(428,023)	42,277,349	11,326,096	-	126,222,548	76,014,506
Unallocated expenses							(7,314,696)	(11,022,169)
Income before Tax							118,907,852	64,992,337
Income Tax							(39,057,685)	(26,889,033)
Profit for the Period							79,850,167	38,103,304
							September 30,	December 31,
							2021 (Reviewed)	2020 (Audited)
Segment Assets	4,622,265,114	2,529,778,568	74,350,835	3,531,134,566	1,302,137,342	-	12,059,666,425	12,432,217,862
Elimination of assets between segments	(2,850,797,169)	-	-	(556,419,806)	(612,673,986)	-	(4,019,890,961)	(4,231,409,726)
Unallocated assets on segments							121,468,229	105,241,081
Total Assets							8,161,243,693	8,306,049,217
Segment Liabilities	4,569,670,933	2,607,450,305	74,854,480	3,429,333,572	301,089,955	-	10,982,399,245	11,366,620,242
Elimination of liabilities between segments	-	(1,399,022,277)	(25,219,996)	(2,595,648,688)	-	-	(4,019,890,961)	(4,231,409,727)
Unallocated liabilities							7,733,363	8,981,194
Total Liabilities							6,970,241,647	7,144,191,709
							For the Nine Months	For the Nine Months
							Ended September 30,	Ended September 30,
							2021 (Reviewed)	2020 (Reviewed)
Capital expenditures							8,933,445	7,485,607
Depreciation and amortization							18,583,175	18,389,993

30. Risk Management

Banking risks are managed based on a comprehensive mitigation strategy where acceptable risks are defined along with ways to limit and confront such risks. Such a strategy allows the Bank to better manage its business while maintaining a certain level and type of risk the Bank is willing to bear and handle without affecting strategic goals and objectives. Meanwhile, the Bank minimizes the negative effects of internal and external incidents on the Bank's profitability, capitalization, market share and any other intangible factors such as reputation and goodwill.

The Bank's risk management policies for the nine-month period ended September 30, 2021 are identical to the policies followed for the year ended December 31, 2020, which are disclosed in the Bank's annual report as of December 31, 2020.

1- Distributed according to economic sector is as follows:

	Financial	Industrial	Trading	Real Estate	Agriculture	Equities	Individuals	Government and Public	Other	Total
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Balances at central banks	-	-	-	-	-	-	-	753,118,729	-	753,118,729
Balances at banks and financial institutions	293,689,252	-	-	-	-	-	-	-	-	293,689,252
Deposits at banks and financial institutions	60,275,623	-	-	-	-	-	-	-	-	60,275,623
Credit facilities at amortized cost	171,760,401	335,197,110	422,365,356	1,160,650,843	17,731,778	4,906,054	881,450,659	573,521,207	455,387,027	4,022,970,435
Credit Facilities at FVTPL	-	115,022,679	-	-	-	-	-	-	-	115,022,679
Bonds and bills:										
<u>Within:</u> Financial assets at fair value through other comprehensive income	67,783,337	-	-	-	-	-	-	275,525,251	5,639,538	348,948,126
<u>Within:</u> Financial assets at amortized cost	144,763,029	-	-	-	-	-	-	1,779,762,930	10,607,186	1,935,133,145
Total for the Period	738,271,642	450,219,789	422,365,356	1,160,650,843	17,731,778	4,906,054	881,450,659	3,381,928,117	471,633,751	7,529,157,989
Letter of guarantees	-	-	330,894,454	-	-	-	-	-	-	330,894,454
Letter of credit	-	-	403,643,432	-	-	-	-	-	-	403,643,432
Other	-	-	93,293,776	-	-	-	-	-	-	93,293,776
Total	738,271,642	450,219,789	1,250,197,018	1,160,650,843	17,731,778	4,906,054	881,450,659	3,381,928,117	471,633,751	8,356,989,651
Prior Year Total	820,465,593	503,102,769	1,239,080,717	1,143,790,110	19,282,276	3,817,709	812,883,700	3,504,406,472	442,084,384	8,488,913,730

2- Total Exposure Distribution According to Geographic Region:

	Inside Jordan	Other Middle East Countries	Europe	Asia	Africa	America	Other Countries	Total
	JD	JD	JD	JD	JD	JD	JD	JD
Balances at central banks	342,813,036	142,325,333	-	-	267,980,360	-	-	753,118,729
Balances at banks and financial institutions	40,087,529	60,901,717	49,220,281	5,632,918	24,010,400	113,836,407	-	293,689,252
Deposits at banks and financial institutions	35,491,553	20,706,984	4,077,086	-	-	-	-	60,275,623
Credit facilities at amortized cost	3,320,410,599	309,099,085	216,057,759	-	177,402,992	-	-	4,022,970,435
Credit facilities at FVTPL	115,022,679	-	-	-	-	-	-	115,022,679
Bonds and Bills:								
Financial assets at fair value through other comprehensive income	197,290,522	28,921,994	45,535,595	16,105,315	12,387,680	48,707,020	-	348,948,126
Financial assets at amortized cost	1,893,230,544	25,298,425	5,123,132	3,926,751	-	3,639,559	3,914,734	1,935,133,145
Total for the Period	5,944,346,462	587,253,538	320,013,853	25,664,984	481,781,432	166,182,986	3,914,734	7,529,157,990
Letter of guarantee	267,714,271	17,021,695	17,360,328	187,480	28,610,680	-	-	330,894,454
Letter of credit	346,411,715	8,180,794	6,206,755	2,525,984	39,762,784	555,400	-	403,643,432
Other	48,715,364	-	44,578,412	-	-	-	-	93,293,776
Total	6,607,187,812	612,456,027	388,159,348	28,378,448	550,154,896	166,738,386	3,914,734	8,356,989,651
Prior Year Total	6,715,409,891	576,289,866	419,111,332	33,047,753	558,796,800	182,355,347	3,902,741	8,488,913,730

3. Credit exposures that have been reclassified:

A. Total credit exposures that have been reclassified:

	Stage (2)		Stage (3)		Total Exposures that have been Reclassified	Percentage of Exposures that have been Reclassified
	Total Exposures Amount	Exposures that have been Reclassified	Total Exposures Amount	Exposures that have been Reclassified		
	JD	JD	JD	JD	JD	%
Credit facilities at amortized cost	556,099,094	161,845,617	376,722,581	19,611,050	181,456,667	% 3.9
Bonds and bills:						
<u>Within:</u> Financial assets at amortized cost	-	-	3,000,000	-	-	-
Total	556,099,094	161,845,617	379,722,581	19,611,050	181,456,667	% 2.2
Letter of guarantees	59,463,632	29,607,823	18,826,023	608,141	30,215,964	% 8.4
Letter of credit	14,910,320	3,714,591	37,663	-	3,714,591	% 0.9
Other	173,914	190,192	-	-	190,192	% 0.2
Total	74,547,866	33,512,606	18,863,686	608,141	34,120,747	% 4.0
Sub Total	630,646,960	195,358,223	398,586,267	20,219,191	215,577,414	% 2.4
Prior Year Sub Total	477,589,903	124,793,322	461,742,727	79,019,378	203,812,700	% 2.2

b. Expected credit loss for exposures that have been reclassified:

Description	Exposures that have been Reclassified			Expected Credit Loss due to Reclassified Exposures			
	Exposures Reclassified from Stage (2)	Exposures Reclassified from Stage (3)	Total	Stage (2)		Stage (3)	Total
	JD	JD	JD	Individual	Collective	JD	JD
Credit facilities at amortized cost	161,845,617	19,611,050	181,456,667	13,676,008	2,940,789	6,638,552	23,255,349
Total	161,845,617	19,611,050	181,456,667	13,676,008	2,940,789	6,638,552	23,255,349
Letter of guarantees	29,607,823	608,141	30,215,964	1,322,112	44,953	40,971	1,408,036
Letter of credit	3,714,591	-	3,714,591	25,319	-	-	25,319
Other	190,192	-	190,192	20,032	3,320	-	23,352
Total	33,512,606	608,141	34,120,747	1,367,463	48,273	40,971	1,456,707
Sub Total	195,358,223	20,219,191	215,577,414	15,043,471	2,989,062	6,679,523	24,712,056
Prior Year Sub Total	124,793,322	79,019,378	203,812,700	2,754,998	5,233,946	15,137,483	23,126,427

31. Commitments and Contingent Liabilities:

This item consists of the following:

	September 30, 2021 (Reviewed) JD	December 31, 2020 (Audited) JD
Letters of credit	533,515,697	451,740,343
Acceptances	65,674,500	64,442,718
Guarantees:		
- Payment guarantees	109,752,884	108,719,285
- Performance bonds	110,610,953	120,996,066
- Other	224,672,430	236,536,461
Forward foreign currency contracts	285,798,050	299,696,658
Currency swap contracts	14,180,000	14,180,000
Un-utilized direct credit facilities ceilings	466,023,373	445,547,020
Total	1,810,227,887	1,741,858,551

32. Lawsuits Raised Against the Bank and Lawsuits Raised by the Bank against Others

Lawsuits raised against the Bank amounted to approximately JD 34.8 million as of September 30, 2021 (approximately JD 53 million as of December 31, 2020). In the opinion of the Bank's management and legal advisor, no liabilities will arise therefrom that exceed the booked provision of JD 7.1 million as of September 30, 2021 (JD 7.2 million as of December 31, 2020).

Other than the above-mentioned lawsuits, during the year 2019, the inspectors of the Central Bank of Algeria visited the management of the Housing Bank for Trade and Finance Algeria (a subsidiary company) and cited reports of violations attributed to the Bank related to violating some banking procedures in the Republic of Algeria. In this connection, an appealable preliminary decision by the Court of First Instance in Algeria was issued. The said decision imposed a fine of DZD 6.3 billion (Equivalent to JD 32.7 million as of September 30, 2021) on the Housing Bank for Trade and Finance / Algeria (a subsidiary company) for one of the violations. The subsidiary company appealed on the preliminary decision, and the decision of the Algiers Judicial Council was issued on May 25, 2021, which acquitted the subsidiary of all charges against it in the civil and criminal lawsuit. And, in the opinion of both the management and the legal advisor, the bank has a strong legal position in the discrimination phase.

On the other hand, the lawsuits raised by the Bank against others amounted to approximately JD 573 million as of September 30, 2021 (approximately JD 541.2 million as of December 31, 2020).

33. Fair Value Hierarchy

The following table analyses the financial instruments recorded at fair value based on the valuation method, which is defined at different levels as follows:

- **Level (1):** List prices (unadjusted) for identical assets or liabilities in active markets.
- **Level (2):** Information other than the stated price included in level 1, which is monitored for the asset or liability, either directly (such as prices) or indirectly (i.e., derived from the prices).
- **Level (3):** Information on the asset or liability not based on those observed in the market (unobservable information).

	Level (1)	Level (2)	Level (3)	Total
September 30, 2021 (Reviewed)	JD	JD	JD	JD
Financial assets:				
Financial assets at fair value through other comprehensive income	349,565,111	-	26,807,082	376,372,193
Financial assets at fair value through profit or loss	4,168,980	-	632,797	4,801,777
Direct credit facilities at fair value through profit or loss	115,022,679	-	-	115,022,679
Total	468,756,770	-	27,439,879	496,196,649

December 31, 2020 (Audited)

Financial assets:

Financial assets at fair value through other comprehensive income	345,752,694	-	26,129,906	371,882,600
Financial assets at fair value through profit or loss	3,822,994	-	632,797	4,455,791
Direct credit facilities at fair value through profit or loss	130,690,360	-	-	130,690,360
Total	480,266,048	-	26,762,703	507,028,751

34. Comparative Figures

The Shareholders General Assembly, at its ordinary meeting held on April 8, 2021, resolved to distribute cash dividends to shareholders at a rate of 12% of the subscribed and paid-up capital, equivalent to JD 37.8 million, noting that the recommendation of the Board of Directors to the General Assembly was to distribute cash dividends to shareholders at a rate of 11% of the subscribed and paid-up capital, equivalent to JD 34.7 million. Accordingly, some comparative figures have been amended, and had no impact on both the consolidated statement of financial position and the consolidated statement of profit or loss for the year 2020 as follows:

	December 31, 2020 (Audited)	
	After Reclassification	Before Reclassification
	JD	JD
Regulatory Capital	1,009,596,888	1,012,746,888
Capital Adequacy ordinary shareholders (CETI) Ratio %	16.15%	16.20%
Capital Adequacy Tier 1 Ratio %	16.21%	16.26%
Capital Adequacy Ratio %	17.38%	17.43%

35. Impact of Covid 19

The coronavirus ("COVID – 19") pandemic has spread across various geographies globally, causing disruption to business and economic activities. COVID – 19 has brought about uncertainties in the global economic environment.

The Bank is closely monitoring the situation and has activated its business continuity planning and other risk management practices to manage the potential business disruption the COVID – 19 outbreak may have on its operations and financial performance.

The Bank has performed an assessment of COVID – 19 pandemic which has resulted in the following changes to the expected credit loss methodology and valuation estimates and judgements as at and for the year ended December 31, 2020 noting that there were no changes to policies, estimates and judgments during the period ended September 30, 2021:

a. Expected credit losses

The uncertainties caused by COVID – 19, have required the Bank to update the inputs and assumptions used for the determination of ECLs during the year, 2020. ECLs were estimated based on a range of forecast economic conditions as at that date and considering that the situation is fast evolving, the Bank has considered the impact of higher volatility in the forward-looking macro-economic factors, when determining the severity and likelihood of economic scenarios for ECL determination.

This volatility has been reflected through adjustment in the methods of scenario construction and the underlying weightages assigned to these scenarios. The forward-looking factor (here Credit Index or CI) used is determined from the observed historical credit index. The credit index is used to forecast expected probability of defaults for the credit portfolio of the Bank.

In addition to the assumptions outlined above, the Bank has given specific consideration to the relevant impact of COVID – 19 on the qualitative and quantitative factors when determining the significant increase in credit risk and assessing the indicators of impairment for the exposures in potentially affected sectors and reflecting the Bank's management estimates (Management Overlay) in evaluating the impact on certain sectors or specific customers based on studying each sector or customers separately.

b. Valuation estimates and judgements

The Bank has also considered potential impacts of the current economic volatility in determination of the reported amounts of the Bank's financial and non-financial assets and these are considered to represent management's best assessment based on available or observable information.

c. Deferred installments and customer credit ratings

Based on the Central Bank of Jordan Circular number 10/3/4375 and 10/3/13960 issued on March 15, 2020 and November 22, 2020 to the banks operating in Jordan, the bank postponed the installments due or that would be due on some customers without considering this as a restructuring and without affecting the customer credit rating, the postponed installments amounted to around JD 167.8 million during the period ended September 30, 2021 (JD 239.8 million during the year 2020).