



522/80

عمان في 2017/7/31

السادة المحترمين ،
بورصة عمان،
عمان.

تحية واحتراما وبعد ،

نرفق لكم طيه البيانات المالية للفترة من 2017/1/1 ولغاية 2017/6/30.

شاكرين لكم حسن تعاونكم.

وتفضلوا بقبول فائق الاحترام ،،،

ك س ج
المدير العام
عماد عبد الخالق

بورصة عمان
الدائرة الإدارية والمالية
الديوان
٣١ - ٢٠١٧
الرقم التسلسلي: 4173
رقم الملف: 21004
الجهة المختصة: 21/1/1/1/1/1

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – THE HASHEMITE KINGDOM OF JORDAN

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2017

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – THE HASHEMITE KINGDOM OF JORDAN
JUNE 30, 2017

TABLE OF CONTENTS

	<u>Page</u>
Review Report	1
Condensed Interim Statement of Financial Position	2
Condensed Interim Statement of Income	3
Condensed Interim Statement of Comprehensive Income	4
Condensed Interim Statement of Changes in Shareholders' Equity	5
Condensed Interim Statement of Cash Flows	6
Condensed Interim Statement of Underwriting Revenue for General Insurance Activities for Jordan Branches	7
Condensed Interim Statement of Paid Claims Cost for General Insurance Activities for Jordan Branches	8
Condensed Interim Statement of Underwriting Profit for General Insurance Activities for Jordan Branches	9
Condensed Interim Statement of Underwriting Revenue for Life Insurance Activities	10
Condensed Interim Statement of Paid Claims Cost for Life Insurance Activities	11
Condensed Interim Statement of Underwriting Profit for Life Insurance Activities	12
Condensed Interim Statement of Financial Position for Life Insurance Activities	13
Condensed Interim Statement of Underwriting Revenue for General Insurance Activities for Foreign Branches	14
Condensed Interim Statement of Paid Claims Cost for General Insurance Activities for Foreign Branches	15
Condensed Interim Statement of Underwriting Profit for General Insurance Activities for Foreign Branches	16
Notes to the Condensed Interim Financial Statements	17 - 27

Review Report

AM/ 7953

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

Introduction

We have reviewed the accompanying condensed interim financial statement of Jordan Insurance Company (A Public Shareholding Limited Company), as of June 30, 2017 and the related condensed interim statements of financial position, income and comprehensive income changes in Shareholders' equity and cash flows for the six-month period ended then, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed interim financial statement in accordance with International Accounting Standard 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared in all material respects, in accordance with International Accounting Standard No. (34) related to Interim Financial Reporting.

Explanatory Paragraph

The Company's fiscal year ends on December 31 of each year. However, the condensed interim financial statements have been prepared for the Company's management, Jordan Securities Commission, Insurance management, and the Companies Control Department purposes.

Other Matter

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

Amman - Jordan
July 30, 2017



Deloitte & Touche (M.E.) – Jordan

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

<u>ASSETS</u>	<u>Note</u>	June 30, 2017 Reviewed not) (Audited)	December 31, 2016
		JD	JD
Deposits at banks	4	5,320,055	5,935,575
Financial assets at fair value through profit or loss	5	4,123,019	4,124,466
Financial assets at fair value through comprehensive income	6	17,858,414	16,020,109
Real estate investments	7	19,256,383	19,258,581
Life insurance policy holders' loans	8	<u>27,012</u>	<u>27,012</u>
Total Investments		<u>46,584,883</u>	<u>45,365,743</u>
Cash on hand and at banks	9	3,613,361	5,469,807
Notes receivable and cheques under collection	10	3,486,946	4,397,221
Accounts receivable - net	11	22,093,757	16,803,007
Reinsurance receivables	12	5,969,483	4,374,537
Deferred tax assets	13/d	1,139,571	801,042
Property and equipment - net	14	1,247,086	1,309,244
Intangible assets - net		71,908	91,264
Other assets	15	<u>1,217,345</u>	<u>1,012,764</u>
TOTAL ASSETS		<u>85,424,340</u>	<u>79,624,629</u>
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>			
<u>LIABILITIES</u>			
Unearned premiums reserve - net		16,228,465	15,983,522
Outstanding Claims reserve - net		14,441,034	14,894,014
Mathematical reserve - net	16	2,154,766	2,290,070
Premiums deficiency reserve		<u>180,000</u>	<u>179,000</u>
Total Insurance Contracts Liabilities		<u>33,004,265</u>	<u>33,346,606</u>
Due to Banks	17	2,091,293	-
Accounts payable		2,078,377	2,507,297
Reinsurance payables	18	9,218,054	6,827,610
Various provisions		932,290	928,293
Provision for income tax	13/a	183,000	231,803
Other liabilities	19	<u>1,418,535</u>	<u>1,147,745</u>
TOTAL LIABILITIES		<u>48,925,814</u>	<u>44,989,354</u>
<u>SHAREHOLDERS' EQUITY</u>			
Paid-up capital	20	30,000,000	30,000,000
Statutory reserve		7,500,000	7,500,000
Financial assets evaluation reserve	21	(5,870,150)	(7,708,452)
Retained earnings	22	4,843,727	4,843,727
Income for the period		<u>24,949</u>	<u>-</u>
Total Shareholders' Equity		<u>36,498,526</u>	<u>34,635,275</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>85,424,340</u>	<u>79,624,629</u>

Chairman of the Board of Directors

General Manager

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED INTERIM STATEMENT OF INCOME
(REVIEWED NOT AUDITED)

	Note	For the Three-Months		For the Six-Months	
		Period Ended June 30,		Period Ended June 30,	
		2017	2016	2017	2016
		JD	JD	JD	JD
Revenue:					
Gross written premiums - general insurance		12,931,023	13,699,155	31,759,056	29,256,983
Gross written premiums - life		4,874,819	3,768,576	10,128,897	7,929,830
Less: Re-insurers' share - general insurance		5,460,912	5,857,004	15,097,602	12,490,665
Re-insurers' share - life		3,080,307	2,424,141	6,311,089	4,954,367
Net Written Premiums		9,264,623	9,186,586	20,479,262	19,741,781
Net change in unearned premiums reserve		612,299	(411,223)	(244,943)	(2,387,608)
Net change in mathematical reserve		63,676	95,857	135,304	122,668
Net change in reserve for premiums deficit		(90,000)	-	(1,000)	-
Net Written Premiums		9,850,598	8,871,220	20,368,623	17,476,841
Commissions' revenue		586,269	654,335	1,322,354	1,301,119
Insurance policies issuance fees		427,090	429,380	925,675	870,622
Interest receivable		12,003	8,266	18,972	14,263
Gain from financial assets and investments	23	332,087	658,561	469,387	948,162
Other revenue		234,763	283,042	288,751	429,434
Total Revenue		11,442,810	10,904,804	23,393,762	21,040,441
Claims, Losses and Expenses					
Paid claims		15,593,207	16,076,884	30,841,722	27,118,055
Less: Recoveries		911,475	978,192	2,381,085	2,210,068
Re-insurers' share		7,029,769	8,565,708	12,478,957	12,217,392
Add: Matured and dissolved policies		11,977	48,102	39,804	70,719
Net Paid Claims		7,663,940	6,581,086	16,021,484	12,761,314
Net change in claims reserve		(92,723)	(234,869)	(452,980)	(290,127)
Allocated employees' expenses		1,170,230	1,065,649	2,217,845	2,083,450
Allocated general and administrative expenses		498,661	542,664	972,207	1,015,674
Excess of loss premiums		149,918	131,400	299,837	262,800
Policies acquisition costs		790,883	677,911	1,690,088	1,390,786
Other expenses related to underwritings		479,630	364,517	922,937	773,706
Net Paid Claims Costs		10,660,539	9,128,358	21,671,418	17,997,603
Unallocated employees' expenses		206,408	194,721	403,608	378,590
Depreciation and amortization		74,166	74,609	148,711	150,638
Unallocated general and administrative expenses		82,150	108,341	174,999	200,395
Accounts receivables and reinsurance receivables impairment provision	11&12	391,625	99,500	869,828	99,500
Checks under collection provision		40,700	-	40,700	-
Bank interests and charges		18,000	20,000	30,000	20,000
Other expenses		30,498	31,953	62,078	66,516
Total Expenses		843,547	529,124	1,729,924	915,639
(Loss) / Income for the period before Tax		(61,276)	1,247,322	(7,580)	2,127,199
Less: Income Tax (Surplus) Expense	13/b	(58,334)	211,765	(32,529)	530,931
Income for the period		(119,610)	1,035,557	24,949	1,596,268
Earnings Per Share for the Period (Basic and Diluted)	24			-/0008	-/053

Chairman of the Board of Directors

General Manager

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND
WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

(REVIEWED NOT AUDITED)

	For the Three-Months		For the Six-Months Period	
	Period Ended June 30,		Ended June 30,	
	2017	2016	2017	2016
	JD	JD	JD	JD
Income for the period	(119,610)	1,035,557	24,949	1,596,268
Other Comprehensive Income Items:				
Items not Subsequently Transferrable to the Income Statement:				
Change in fair value of financial assets at fair value				
through comprehensive income	970,316	1,430,993	1,838,302	713,453
Total Comprehensive Income for the Period	850,706	2,466,550	1,863,251	2,309,721

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ
WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(REVIEWED NOT AUDITED)

	Note	Paid - up Capital	Statutory Reserve	Financial Assets Evaluation		Retained Earnings		Income for the Period	Total
				Reserve	Reserve	Realized	Unrealized		
For the Six Months Period Ended June 30, 2017		JD	JD	JD	JD	JD	JD	JD	JD
Balance - beginning of the Period		30,000,000	7,500,000	(7,708,452)	2,495,548	2,348,179	4,843,727	-	34,635,275
Income for the Period		-	-	-	-	-	-	24,949	24,949
Change in fair value through comprehensive income		-	-	1,838,302	-	-	-	-	1,838,302
Total Comprehensive Income for the Period		-	-	1,838,302	-	-	-	24,949	1,863,251
Balance - End of the Period		30,000,000	7,500,000	(5,870,150)	2,495,548	2,348,179	4,843,727	24,949	36,498,526
For the Six Months Period Ended June 30, 2016									
Balance - beginning of the period		30,000,000	7,500,000	(7,244,924)	109,637	3,544,876	3,654,513	-	33,909,589
Income for the Period		-	-	-	-	-	-	1,596,268	1,596,268
Change in fair value through comprehensive income		-	-	713,453	-	-	-	-	713,453
Total Comprehensive Income for the Period		-	-	713,453	-	-	-	1,596,268	2,309,721
Balance - End of the Period		30,000,000	7,500,000	(6,531,471)	109,637	3,544,876	3,654,513	1,596,268	36,219,310

a. Retained earnings includes a restricted amount of JD 1,139,571 as of June 30, 2017, representing deferred tax assets (JD 801,042 as of December 31, 2016).

b. Retained earnings includes balance of JD 1,303,886, representing the effect of the early adoption of IFRS (9). This amount represents revaluation of financial assets differences that may not be used until realized according to the Jordan Securities Commission's regulations.

c. According to the regulations of the Jordan Securities Commission, an amount equivalent to the negative accumulated change in fair value balance of JD 4,566,264 as of June 30, 2017 may not be used after taking into consideration what is mentioned in paragraph (b) above.

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL
STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED INTERIM STATEMENT OF CASH FLOWS
(REVIEWED NOT AUDITED)

	Note	For the Six-Months Period Ended June 30,	
		2017	2016
		JD	JD
CASH FLOWS FROM OPERATING ACTIVITIES:			
(Loss) income for the period before tax		(7,580)	2,127,199
Adjustments:			
Depreciation and amortization		148,711	150,638
Accounts and Re-Insurance receivables impairment provision	11 & 12	869,828	99,500
End Of Service Indemnity Provision		-	17,149
Checks Under Collection Provision	10	40,700	-
Loss (gain) on revaluation of financial assets at fair value through profit or loss	23	26,505	(103,045)
Loss from selling financial assets at fair value through profit or loss	23	3,752	-
(Gain) on the sale of real estate	23	-	(347,990)
Net change in unearned premiums reserve - net		244,943	2,387,608
Net change in claims reserve - net		(452,980)	(290,127)
Net change in mathematical reserve - net		(135,304)	(122,668)
Net change in net Premium Deficit Provision		1,000	-
Cash Flows from Operating Activities before Changes in Working Capital Items		739,575	3,918,264
Decrease in notes receivable and checks under collection	10	869,575	389,705
(Increase) in receivables	11	(6,160,578)	(5,536,217)
Changes in financial assets through profit or loss	5	(28,810)	232,065
(Increase) decrease in re-insurance receivables	12	(1,594,946)	2,071,159
(Increase) in other assets	15	(204,581)	(172,235)
(Decrease) in payables		(428,920)	(268,128)
Increase (Decrease) in re-insurance payables	18	2,390,444	(504,611)
Increase (Decrease) in various provisions		3,997	(40,770)
Increase in other liabilities	19	270,789	106,522
Net Cash Flows (used in) from Operating Activities before Income Tax		(4,143,455)	195,754
Income tax paid	13/a	(354,803)	(405,428)
Net Cash Flows (used in) Operating Activities		(4,498,258)	(209,674)
CASH FLOWS FROM INVESTING ACTIVITIES:			
(Increase) in deposits at banks	4	(152,004)	-
Decrease in life insurance policyholders' loans		-	11,240
(Increase) in property and equipment		(67,197)	(173,428)
Decrease in Real estate investments		2,198	376,784
Net Cash Flows (used in) from Investment Activities		(217,003)	214,596
CASH FLOWS FROM FINANCING ACTIVITIES:			
Increase in due to banks		2,091,293	847,200
Net Cash Flows from Financing Activities		2,091,293	847,200
Net (Decrease) Increase in Cash		(2,623,968)	852,122
Cash and cash equivalents - beginning of the period		9,207,006	7,683,510
Cash and Cash Equivalents - End of the period	25	6,583,038	8,535,632

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING REVENUE FOR GENERAL INSURANCE ACTIVITIES FOR JORDAN BRANCHES

(REVIEWED NOT AUDITED)

	Motor		Marine and Transportation		Fire and Other Damages to Properties		Liability		Medical		Other Branches		Total	
	For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Written premiums:														
Direct operations	8,079,447	9,098,157	1,066,232	593,200	8,235,345	6,612,144	265,004	325,275	4,993,860	4,625,120	37,448	90,034	22,677,336	21,343,930
Inward voluntary re-insurers'	246,254	372,744	105,405	111,154	1,126,605	1,459,898	65,978	77,590	17,164	34,266	25	-	1,561,441	2,055,652
Gross Earned Premiums	8,325,711	9,470,901	1,171,637	704,354	9,361,950	8,072,042	330,982	402,865	5,011,024	4,659,386	37,473	90,034	24,238,777	23,399,582
Less: Local re-insurers' share	301	3,438	85,339	94,264	1,427,814	1,839,928	64,428	77,896	90	5,457	-	-	1,577,972	2,020,983
Foreign re-insurers' share	280,760	265,026	980,380	487,014	7,664,328	6,007,839	253,856	306,767	1,083,092	1,053,279	15,558	42,865	11,106,984	9,063,740
Net Earned Premiums	8,035,650	9,202,437	105,908	123,076	269,808	234,275	12,698	18,202	3,927,842	2,700,200	21,915	47,169	11,473,833	12,315,359
Add: Unearned premiums reserve - beginning of the period	8,363,974	8,077,935	454,760	401,994	6,792,932	7,129,398	513,511	603,483	2,999,899	2,838,714	65,103	45,801	19,190,259	19,097,405
Less: Re-insurers share - beginning of the period	165,796	54,436	395,040	340,079	6,618,938	6,977,841	493,248	588,330	1,178,481	1,461,338	40,162	26,307	8,890,665	9,449,231
Net Unearned Premiums Reserve - Beginning of the period	8,198,128	8,023,409	59,720	61,015	175,994	151,857	21,263	15,153	1,821,418	1,377,376	25,021	19,574	10,299,504	9,648,174
Less: Unearned premiums reserve - end of the period	8,245,985	8,896,732	341,314	381,848	8,543,974	6,818,934	406,219	433,639	4,115,491	3,950,476	48,546	53,995	21,701,529	20,535,624
Re-insurers' share - end of the period	244,671	188,874	294,362	330,352	8,208,533	6,698,300	380,699	419,465	1,595,263	1,603,571	22,652	21,084	10,940,180	9,342,546
Net Unearned Premiums Reserve - End of the Period	8,001,314	8,202,858	46,952	51,466	155,441	320,634	16,520	14,174	2,570,228	2,266,995	20,894	32,011	10,761,349	11,193,078
Net Revenue earned from the Underwritten Premiums	8,239,514	8,518,078	118,076	132,095	280,361	255,198	17,441	19,181	2,329,032	1,810,671	26,042	34,232	11,012,866	10,720,455

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF PAID CLAIMS COST FOR GENERAL INSURANCE ACTIVITIES FOR JORDAN BRANCHES

	Motor		Marine and Transportation		Fire and Other Damaged to Properties		Liability		Medical		Other Branches		Total	
	For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Paid Claims	10,667,450	8,873,623	328,037	115,286	785,907	5,077,842	14,083	50,775	2,733,122	2,915,154	227	13,715	14,528,834	17,046,395
Less: Recoveries	1,826,046	1,853,980	-	-	28,578	27,033	225	2,075	-	-	-	-	1,855,649	1,653,080
Local re-insurers' share	7,703	21,333	-	-	24,573	102,586	896	-	-	-	-	-	33,172	123,919
Foreign re-insurers' share	100,042	4,802	295,319	91,238	697,219	4,664,244	11,010	40,283	1,246,558	1,608,162	159	8,992	2,459,707	6,457,801
Net Paid Claims	8,723,957	7,103,428	32,718	24,048	757,907	5,174,372	1,952	8,417	1,366,564	1,306,992	68	4,723	10,180,306	8,821,597
Add: Incurred and reported claims Reserve - End of the Period	10,450,164	11,181,803	1,177,878	365,973	6,135,969	6,487,610	820,585	967,382	378,969	260,580	159,293	73,737	19,122,858	19,337,085
Incurred but not reported (IBNR)	992,452	713,452	18,000	833	5,000	43,451	6,000	1,542	653,105	510,545	-	1,889	1,674,557	1,272,102
Less: Re-insurers share - end of the period	439,283	531,224	1,048,796	280,351	5,043,037	6,226,271	802,762	951,078	501,162	424,134	100,302	47,693	8,743,342	8,469,051
Recoveries	3,173,567	2,687,695	-	-	-	-	-	-	-	-	-	-	3,173,567	2,687,695
Net Claims Reserve - End of the period	7,829,766	8,676,386	1,57,082	78,445	297,932	306,800	13,873	17,846	530,912	346,901	50,991	27,933	8,890,506	9,452,301
Less: Incurred and reported Claims Reserve - Beginning of the Period	11,794,112	9,704,872	1,116,870	324,693	6,054,354	11,290,727	766,449	815,976	254,712	251,288	122,859	77,228	20,109,356	22,464,784
Incurred but not reported (IBNR)	686,452	1,012,210	18,000	18,937	5,000	21,022	6,000	149	381,000	437,863	-	2,941	1,096,452	1,493,130
Less: Re-insurers' share - beginning of the period	459,618	279,022	989,672	251,133	5,845,571	10,945,218	751,981	796,491	318,065	375,871	83,113	50,117	8,448,020	12,697,852
Recoveries	3,406,924	857,355	-	-	-	-	-	-	-	-	-	-	3,406,924	857,355
Net Claims Reserve - Beginning of the Period	8,614,022	9,500,713	1,451,988	97,497	213,683	366,531	20,468	19,634	217,647	313,280	39,746	30,952	9,350,764	10,402,707
Net Paid Claims Cost	7,039,711	6,289,111	34,602	9,996	119,286	222,338	5,307	6,629	1,599,629	1,340,793	11,313	2,604	9,710,048	7,871,381

THE ACCOMPANYING NOTES FROM (1) TO (20) CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING PROFIT FOR GENERAL INSURANCE ACTIVITIES FOR JORDAN BRANCHES

	Motor		Marine and Transportation		Fire and Other		Liability		Medical		Other		Total	
	For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Net revenue from the written premiums	8,323,514	8,518,078	118,676	132,595	288,361	255,198	17,441	19,181	2,329,032	1,810,671	34,732	11,012,066	10,770,455	
Less: Net paid claims cost	7,939,211	6,289,111	34,602	9,906	119,286	272,338	5,307	6,679	1,599,879	1,340,703	11,312	9,710,048	7,871,281	
	292,803	2,228,967	84,074	122,599	169,075	32,860	12,134	12,552	729,203	469,968	14,729	32,128	1,302,018	2,899,074
Add: Received commissions	79,684	72,882	150,850	150,516	746,847	761,046	33,401	60,292	-	147	5,484	6,660	1,016,266	1,051,543
Insurance policies issuance fees	331,737	413,506	14,711	12,643	92,304	64,536	4,294	6,734	138,749	142,282	1,052	1,981	582,947	641,742
Other revenue	33,068	55,552	166,595	169,096	-	-	-	-	3,156	3,010	-	-	203,629	238,558
Total Revenue	738,192	2,770,987	416,140	455,754	1,009,226	859,442	49,929	79,578	871,108	615,407	21,265	40,749	3,104,860	4,020,917
Less: Paid commissions	399,656	475,816	19,564	20,798	(3,233)	(21)	4,113	16,833	110,906	109,065	1,525	3,097	532,531	625,588
Excess of loss premiums	79,215	64,357	13,792	17,403	126,798	117,549	-	-	-	-	-	-	222,805	199,209
Administrative expenses related to underwriting accounts	310,425	1,191,001	88,590	46,283	619,260	290,194	27,019	30,939	301,309	131,507	2,762	6,684	1,349,350	1,697,208
Other expenses	199,213	172,071	7,029	3,895	56,189	49,870	-	-	389,808	370,895	-	-	652,279	597,633
Total Expenses	988,504	1,904,727	128,965	88,379	865,014	457,592	31,132	47,772	802,073	611,467	4,287	9,781	2,756,925	3,119,728
Net Written Profit	(250,312)	866,260	287,175	367,375	204,212	400,850	18,797	31,006	69,085	3,940	16,978	30,968	347,935	1,701,179

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING REVENUE FOR LIFE INSURANCE ACTIVITIES

	For the Six-Month Period Ended June 30,	
	2017	2016
	JD	JD
Written Premiums:		
Direct operations	10,125,552	7,726,059
Inward voluntary re-insurers'	3,345	203,771
Gross Written Premiums	10,128,897	7,929,830
<u>Less:</u> Local re-insurers' share	87,949	202,643
Foreign re-insurers' share	6,223,140	4,751,724
Net Written Premiums	3,817,808	2,975,463
 <u>Add:</u> Mathematical reserve - beginning of the period	3,809,172	2,920,612
<u>Less:</u> Re-insurers' share	1,519,102	1,150,782
Net Mathematical Reserve - Beginning of the Period	2,290,070	1,769,830
 <u>Less:</u> Mathematical reserve - End of the Period	3,174,956	2,386,201
<u>Less:</u> Re-insurers' share	1,020,190	739,039
Net Mathematical Reserve - End of the Period	2,154,766	1,647,162
Net Earned Revenue from Written Premiums	3,953,112	3,098,131

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF PAID CLAIMS COST FOR LIFE INSURANCE ACTIVITIES

	For the Six-Month Period Ended June 30,	
	2017	2016
	JD	JD
Claims paid	8,285,423	6,268,763
Policies settlements and maturities	39,804	70,719
<u>Less:</u> Local re-insurers' share	64,441	48,192
Foreign re-insurers' share	6,225,871	4,755,446
Net Paid Claims	2,034,915	1,535,844
 <u>Add:</u> Reported claims reserve - end of the period	 3,927,985	 3,216,160
<u>Less:</u> Re-insurers' share	3,221,735	2,537,277
Net Claims Reserve - End of the period	706,250	678,883
 <u>Add:</u> Reported claims reserve - beginning of the period	 3,564,784	 2,639,254
<u>Less:</u> Re-insurers' share	2,843,079	2,128,549
Net Claims Reserve - Beginning of the Period	721,705	510,705
 Net Claims Paid Cost	 2,019,460	 1,704,022

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING PROFIT FOR LIFE INSURANCE ACTIVITIES

	For the Six-Month Period Ended June 30,	
	2017 JD	2016 JD
Net earned revenue from the written premiums	3,953,112	3,098,131
<u>Less:</u> Net claims paid cost	<u>2,019,460</u>	<u>1,704,022</u>
	1,933,652	1,394,109
<u>Add:</u> Received commissions	22,566	21,925
Insurance policies issuance fees	313,887	148,960
Interest revenue from investment related to underwriting accounts	18,946	162,061
Other revenue	<u>131,273</u>	<u>55,840</u>
Total Revenue	<u>2,420,324</u>	<u>1,782,895</u>
<u>Less:</u> Paid commissions	460,217	262,722
Administrative expenses related to underwriting accounts	972,400	634,731
Other expenses	<u>94,586</u>	<u>93,790</u>
Total Expenses	<u>1,527,203</u>	<u>991,243</u>
Net Underwriting Profit	<u><u>893,121</u></u>	<u><u>791,652</u></u>

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION FOR LIFE INSURANCE ACTIVITIES

<u>ASSETS</u>	June 30, 2017 Reviewed not) (Audited	December 31, 2016
	JD	JD
Deposits at banks	634,055	1,801,982
Financial assets at fair value through profit or loss	465,997	483,720
Life insurance policy holders' loans	27,012	27,012
Total Investments	<u>1,127,064</u>	<u>2,312,714</u>
Cash on hand and balances at banks	1,146,434	1,582,951
Checks under collection	1,013,696	1,182,418
Accounts receivable	9,307,600	7,021,179
Re-insurance companies' receivable accounts	2,670,165	1,637,109
Property and equipment	109,082	129,521
Other assets	367,838	273,806
TOTAL ASSETS	<u>15,741,879</u>	<u>14,139,698</u>
<u>LIABILITIES AND HEAD OFFICE'S EQUITY</u>		
<u>LIABILITIES</u>		
Accounts payable	496,256	567,373
Re-insurance companies' payable accounts	3,516,064	3,430,974
Other liabilities	6,109	7,830
<u>TECHNICAL RESERVES</u>		
Outstanding claims reserve - net	706,249	721,705
Mathematical reserve - net	2,154,766	2,290,070
Other technical reserves	151,118	171,755
TOTAL LIABILITIES	<u>7,030,562</u>	<u>7,189,707</u>
<u>HEAD OFFICE'S EQUITY</u>		
Head Office's current account	7,810,870	5,981,814
Income for the period/year	900,447	968,177
Total Head Office's Equity	<u>8,711,317</u>	<u>6,949,991</u>
TOTAL LIABILITIES AND HEAD OFFICE'S EQUITY	<u>15,741,879</u>	<u>14,139,698</u>

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING REVENUE FOR GENERAL INSURANCE ACTIVITIES FOR FOREIGN BRANCHES.

	Motor		Marine and Transportation		Fire and Other Damages to Properties		Liability		Medical		Other Branches		Total
	For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017
Written premiums													
Direct operation	4,129,095	3,880,259	458,784	323,151	595,102	461,297	57,023	56,483	2,126,590	989,193	107,584	116,508	7,464,178
Inward voluntary re-insurers'					51,584	30,510	4,517						56,101
Gross written premium	4,129,095	3,880,259	458,784	323,151	636,686	491,807	61,540	56,483	2,126,590	989,193	107,584	116,508	7,520,279
Less: Local re-insurance premiums						7				1,841			
Foreign re-insurance premiums	32,127	41,919	380,403	258,619	562,032	433,895	50,013	45,458	3,301,295	618,007	5,876	6,496	2,332,646
Net earned premiums	4,096,968	3,838,340	78,381	64,332	74,654	57,905	10,627	11,025	825,295	369,245	101,708	110,012	5,187,633
Add: Unearned premiums reserve - beginning of the period	4,977,609	3,360,572	206,819	158,368	486,471	512,171	42,552	31,525	1,583,664	497,305	109,777	94,174	7,408,972
Less: Reinsurers' share - beginning of the period	34,320	20,002	174,457	129,687	428,855	464,276	34,512	25,141	1,047,201	397,844	5,698	3,818	1,725,044
Net unearned premiums reserve - beginning of the period	4,943,369	3,340,570	34,362	28,681	57,616	47,895	8,040	6,384	536,463	99,461	104,078	90,356	5,683,928
Less: Unearned premiums reserve - End of the period	4,581,916	3,988,290	251,770	185,712	561,234	506,372	55,003	50,498	1,820,096	835,320	105,311	108,194	7,375,330
Re-insurers' share - End of the Period	34,559	37,432	210,735	153,131	490,650	472,615	45,477	40,603	1,121,573	529,451	5,220	5,103	1,908,214
Net unearned premiums reserve - End of the Period	4,547,357	3,950,838	41,035	32,581	70,584	53,757	9,576	9,895	688,523	305,869	100,091	103,091	5,462,116
Add: Premiums deficiency reserve Beginning of the period	179,000												179,000
Less: Premiums deficiency reserve End of the Period	180,000												180,000
Net Revenues from the written Premiums	(1,000)												(1,000)
	4,491,980	3,228,052	71,708	60,432	61,686	52,043	9,141	7,514	663,235	167,937	105,695	97,277	5,403,445
													3,609,255

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF CLAIMS COST FOR GENERAL INSURANCE ACTIVITIES FOR FOREIGN BRANCHES

	Motor		Marine and Transportation		Fire and Other Damages to Properties		Liability		Medical		Other Branches		Total	
	For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Paid claims	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Less: Recoveries	3,023,241	2,764,090	104,460	127,506	2,496,516	96,534	-	-	1,499,429	789,074	4,819	24,085	8,027,465	3,802,897
Local re-insurers' share	495,952	524,910	5,045	2,070	24,439	-	-	-	-	-	-	-	525,436	536,980
Foreign re-insurers' share	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Paid claims	3,666	49,500	88,217	110,137	2,377,267	90,795	-	-	1,226,616	621,602	-	-	3,605,766	872,034
Add: Incurred and reported claims reserve - End of the Period	3,422,623	2,190,488	11,198	15,299	94,010	5,739	-	-	222,812	168,272	4,819	24,085	3,806,263	2,403,880
Incurred but not reported (IBNR)	1,607,298	604,298	28,000	2,242	16,000	(6,405)	-	-	313,199	49,642	90,354	110,978	5,215,351	7,184,936
Less: Re-insurers' share - End of the Period	67,802	15,929	430,253	792,520	355,753	2,076,095	-	-	415,629	129,423	-	9,501	2,066,927	739,059
Recoveries	977,234	955,774	-	-	-	-	-	-	590,950	143,352	-	25,900	1,452,766	3,053,696
Net Claims Provision - End of the Period	4,402,683	2,838,833	57,121	53,696	86,259	101,604	-	-	129,070	35,812	90,354	94,579	4,854,278	3,174,525
Less: Incurred and reported claims reserve - beginning of the period	4,133,865	2,522,821	617,724	876,284	2,959,392	2,996,083	-	-	146,523	79,328	95,153	75,975	7,952,657	6,551,091
Incurred but not reported (IBNR)	1,302,298	667,469	20,000	4,063	1,000	411	-	-	288,844	219,867	17,000	32	1,637,142	890,842
Less: Re-insurers' share - beginning of the period	50,143	3,700	572,132	812,907	2,787,542	2,888,483	-	-	363,394	239,037	-	-	3,781,201	3,944,127
Recoveries	887,653	865,192	-	-	-	-	-	-	-	-	-	-	987,053	865,182
Net Claims Provision - beginning of the period	4,390,967	2,321,408	73,592	67,440	172,850	108,011	-	-	71,983	59,758	112,153	76,007	4,831,545	2,632,624
Net Cost of Claims	3,514,339	2,707,913	(5,272)	1,555	8,210	(668)	-	-	330,700	144,227	(8,980)	47,657	3,838,066	2,895,784

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING PROFIT FOR GENERAL INSURANCE ACTIVITIES FOR FOREIGN BRANCHES

	Motor		Marine and Transportation		Fire and Damages Other for Properties		Liability		Medical		Other Branches		Total	
	For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,		For the Six-Month Period Ended June 30,	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Net revenue from the written premiums	4,491,980	3,220,052	71,708	60,432	61,686	52,043	9,141	7,514	663,235	162,237	105,695	97,277	5,403,445	3,608,255
Less: Net paid claims cost	3,814,339	2,707,913	(5,273)	1,555	8,210	(6,681)	-	-	330,700	144,327	(8,980)	42,657	3,838,906	2,895,784
	977,641	520,139	76,981	58,077	53,476	52,711	9,141	7,514	332,535	18,610	114,675	54,620	1,564,449	712,471
Add: Received commissions	8,834	12,322	95,634	74,700	159,639	122,213	17,211	15,668	-	311	2,204	2,437	283,522	227,651
Insurance policies issuance fees	26,470	77,624	694	617	1,170	1,147	278	266	62	18	199	218	20,841	79,920
Total Revenue	1,012,904	610,085	173,309	134,104	214,294	176,071	26,630	23,478	332,597	18,939	117,078	57,275	1,876,812	1,020,042
Less: Paid commissions	406,738	360,938	46,025	31,116	65,807	36,910	8,141	7,205	157,816	52,737	12,753	13,570	697,340	502,476
Excess of less premiums	40,388	26,043	10,208	9,097	26,436	27,251	-	-	-	-	-	-	77,032	63,491
Administrative expenses related to underwriting accounts	540,210	519,326	43,069	40,553	59,440	58,506	3,949	4,482	213,260	149,728	7,700	10,592	875,627	783,187
Other expenses	39,024	-	-	-	2,161	1,860	-	-	134,927	80,425	-	-	176,112	82,285
Total Expenses	1,034,360	907,107	99,302	80,766	153,904	124,827	12,090	11,687	506,003	282,890	20,453	24,162	1,026,112	1,431,439
Net Underwritten Profit (Loss)	(21,456)	(297,022)	74,007	53,428	60,390	51,244	14,540	11,791	(173,406)	(263,951)	96,625	33,113	50,700	(411,397)

THE ACCOMPANYING NOTES FROM (1) TO (29) CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – THE HASHEMITE KINGDOM OF JORDAN
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
(REVIEWED NOT AUDITED)

1.General

- a. Jordan Insurance Company was established in 1951 and registered as a Jordanian public shareholding limited company under Number (11) with an authorized capital of JD 100 thousand. On July 12, 1981, the Company's capital was increased to JD 1.1 million. On May 1, 1988, General Insurance Society for Near East Company (Al – Ittihad Al-Watani) in Jordan was merged with Jordan Insurance Company after evaluating both companies' assets. Consequently, the Company's capital was increased to JD 5 million, divided into 5 million shares of JD 1 each. Furthermore, the Company's capital was increased in stages, the last of which was during the year 2006. Accordingly, the Company's authorized and paid-up capital was increased by JD 10 million to become JD 30 million, divided into 30 million shares of JD 1 each. The Company's address is P.O. Box 279, Prince Mohammed Street – 11118 Amman, Hashemite Kingdom of Jordan.

The Company conducts all types of insurance inside the Hashemite Kingdom of Jordan and has branches in Abu Dhabi, Sharja and Dubai. It also markets insurance policies in Kuwait through an agency.

- b. The accompanying financial statements were approved by the Board of Directors on July 30, 2017.

2.Accounting Policies

Basis of Preparation of the Condensed Interim Financial Statements

- The accompanying condensed interim financial statements as of June 30, 2017 have been prepared in accordance with International Accounting Standard (IAS) 34 relating to Interim Financial Reporting.
- The condensed interim financial statements are prepared on the historical cost basis except for the financial assets and financial liabilities, which are presented at their fair value as of the condensed interim financial statements date.
- The Jordanian Dinar is the functional and reporting currency of the financial statements.
- The condensed interim financial statements do not include all information and disclosures required for the annual financial statements prepared in accordance with International Financial Reporting Standards. Moreover, the results of operations for the six-month period ended June 30, 2017 do not necessarily provide an indication of the expected results of operations for the year ending December 31, 2017. No apportionment occurred on the profits for the six-month period ended June 30, 2017 which is performed at the end of the financial year.

The accounting policies adopted in the preparation of the condensed interim financial statements are consistent with those applied in the year ended December 31, 2016 except for the following:

- Annual Improvements to IFRS Standards 2014 – 2016 Cycle amending IFRS (12).

- Amendments to IAS 12 Income Taxes relating to the recognition of deferred tax assets for unrealized losses.
- Amendments to IAS 7 Statement of Cash Flows to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities.

The Adoption of the above new standards had no impact on the amounts reported and disclosures made in the condensed interim financial statements.

Basis of Consolidation of the Condensed Interim Financial Statements

The condensed interim financial statements include the financial statements of the Company and its foreign branches, the intercompany balances and transactions are eliminated between the companies.

3. Use of Estimates

Preparation of the condensed interim financial statements and application of the accounting policies require the Company's management to perform estimates and judgments that affect the amounts of the financial assets and liabilities, and disclosures relating to contingent liabilities. These estimates and judgments also affect revenues, expenses, provisions and changes in the fair value shown within comprehensive income and shareholders' equity. In particular, management is required to issue significant judgments to assess future cash flows and their timing. The estimates are based on several assumptions and factors with varying degrees of estimation and uncertainty. Moreover, the actual results may differ from the estimates due to changes resulting from the circumstances and situations of those estimates in the future.

Management believes that the estimates within the condensed interim financial statements are reasonable and consistent with the year end 2016 estimates.

4. Deposits at Banks

This item consists of the following:

	June 30, 2017				December 31, 2016
	Deposits Maturing Within Three Months JD	Deposits Maturing In more than Three Months up to One Year JD	Deposits Matured after one year JD	Total JD	Total JD
Deposits at banks inside Jordan:					
Jordan Arab Investment Bank	258,036	-	-	258,036	87,834
Commercial Bank of Jordan	138,007	-	-	138,007	861,580
Arab Bank*	-	-	435,322	435,322	435,322
Standard Chartered Bank	14,216	-	-	14,216	14,216
Ahli Bank	816,326	-	-	816,326	1,413,978
Union Bank for Saving and Investment	141,000	-	-	141,000	466,000
Societe Generale Bank	32,039	-	-	32,039	32,024
Blom Bank	41,681	-	-	41,681	41,460
Jordan Kuwait Bank	742,122	-	-	742,122	181,857
Total Inside Jordan	2,183,427	-	435,322	2,618,749	3,534,271
Deposits at banks outside Jordan:					
Arab Bank	786,250	-	1,110,000	1,896,250	1,748,250
Kuwait National Bank	-	-	805,056	805,056	653,054
Total Outside Jordan	786,250	-	1,915,056	2,701,306	2,401,304
Total	2,969,677	-	2,350,378	5,320,055	5,935,575

- Deposits collateralized to the order of the Director General of the Insurance Commission in addition to his position amounted to JD 325,000 as of June 30, 2017 and December 31, 2016.
- Interest rates on bank deposits ranged between 2%-4%

5. Financial Assets at Fair Value through Profit or Loss

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Listed Shares	4,123,019	4,124,466
	<u>4,123,019</u>	<u>4,124,466</u>

6. Financial Assets at Fair Value through Comprehensive Income

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
<u>Inside Jordan</u>		
Listed shares	4,108,837	4,633,307
Unlisted shares	36,806	34,560
	<u>4,145,643</u>	<u>4,667,867</u>
<u>Outside Jordan</u>		
Listed shares	8,937,629	6,941,251
Unlisted shares	4,775,142	4,410,991
	<u>13,712,771</u>	<u>11,352,242</u>
Total Financial assets at Fair Value	<u>17,858,414</u>	<u>16,020,109</u>

- This item includes an amount of JD 4,112,620 (net after deducting the effect of the revaluation of JD 57,730 as of June 30, 2017), representing the investment in Asia Insurance Company (Iraq). Moreover, the shares registered in the Company's name amounted to 5,925,000,000 Share/Iraqi Dinar equivalent to 19.75% of paid-up capital as of June 30, 2017.
- The fair value of unquoted stocks is determined by the equity method which is the best available instrument for measuring the fair value of these investments and as the latest audited financial statements.

7. Real Estate Investments

a. This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Lands *	15,263,864	15,263,864
Buildings net of depreciation	3,992,519	3,994,717
	<u>19,256,383</u>	<u>19,258,581</u>

- * This item includes the price of a two plots of land amounting to JD 3,007,099 in addition to direct acquisition costs which includes appraisal fees, ownership title transfer fees, and taxes. This amount was classified in the Company as real estate investments. Based on the Company's Board of Directors' decision on July 25, 2009, 10% of the land value has been transferred to the Company's employee's provident fund at a price equivalent to the acquisition cost. However, transfer to the provident fund has not been documented yet.
- b. The fair value of real estate investments is evaluated by real estate appraisers at JD 36,234,314 as of December 31, 2016.

8. Life Insurance Policy Holders' Loans

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Life insurance policy holders' loans not exceeding the policy liquidation value	27,012	27,012
Total	27,012	27,012

9. Cash on Hand and at Banks

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Cash on hand	37,914	134,092
Current accounts at banks	3,575,447	5,335,715
	3,613,361	5,469,807

10. Notes Receivables and Cheques under Collection

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Cheques under collection*	35,350	35,350
Notes Receivables	3,582,296	4,451,871
	3,617,646	4,487,221
<u>Less:</u> Checks under collection provision	(130,700)	(90,000)
	3,486,946	4,397,221

* The maturity date extends until February 28, 2017.

** The maturity date of the collection checks is valid until 30 April 2019.

11. Accounts Receivable - Net

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Policyholders' receivables	21,145,417	16,614,413
Agents' receivables	2,732,673	2,029,650
Employees' receivables	106,439	101,095
Other receivables	1,179,608	873,173
	25,164,137	19,618,331
<u>Less:</u> Accounts receivables impairment provision *	(3,070,380)	(2,815,324)
	22,093,757	16,803,007

- The Company follows a policy of dealing with creditworthy counterparties to mitigate the risk of financial losses arising from non-performance of commitments. The following are the accounts receivable that are not impaired as at the date of the interim condensed financial statements:

	June 30, 2017	December 31, 2016
	JD	JD
Not Matured	3,149,404	2,098,454
Less than 60 Days	9,668,966	7,544,461
61-90 Days	1,788,264	1,728,332
91-180 Days	4,720,195	3,202,599
181-360 Days	2,766,928	2,229,161
Total	22,093,757	16,803,007

- * Movement on the accounts receivables impairment provision is as follows:

	For the Six Months Period Ended June 30, 2017	For the Year Ended December 31, 2016
	JD	JD
Balance – beginning of the period / year	2,815,324	4,770,284
Additions	255,500	155,500
(Recovered) during the period / year	-	(2,108,767)
<u>Less: Written-off debts</u>	<u>(444)</u>	<u>(1,693)</u>
Balance – End of the Period / Year	<u>3,070,380</u>	<u>2,815,324</u>

12. Reinsurance Receivables

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Local insurance companies *	3,290,968	3,058,518
Foreign re-insurance companies **	3,540,157	1,563,333
<u>Less: Re-insurance receivables impairment provision ***</u>	<u>(861,642)</u>	<u>(247,314)</u>
	<u>5,969,483</u>	<u>4,374,537</u>

- * The company follows the settlement policy of local insurance companies within three months from the date of the claim.

- ** The ageing details of the external reinsurers' receivables as at the date of the interim condensed financial statements are as follows:

	June 30, 2017	December 31, 2016
	JD	JD
Less than 60 Days	1,132,082	1,084,953
61-90 Days	993,079	109,099
91-180 Days	261,081	137,346
181-360 Days	955,530	89,311
More than 360 Days	198,385	142,624
Total	<u>3,540,157</u>	<u>1,563,333</u>

- *** The movement on the provision for impairment of reinsurers' receivables is as follows:

	June 30, 2017	December 31, 2016
	JD	JD
Balance – beginning of the period / year	247,314	117,314
Additions	614,328	130,000
Balance – End of the Period / Year	<u>861,642</u>	<u>247,314</u>

13. Income Tax

a. Provision for Income Tax

- Movement on the income tax provision is as follows:

	June 30, 2017	December 31, 2016
	JD	JD
Balance at the beginning of the period / year	231,803	352,005
Income tax paid	(354,803)	(769,820)
Income tax for profit for the period / year	306,000	649,618
Balance - End of the Period / Year	<u>183,000</u>	<u>231,803</u>

b. Income Tax Expense

- The income tax expense stated in the condensed interim statement of income represents the following:

	For the Six-Months Period Ended June 30,	
	2017	2016
	JD	JD
Income tax for the period profit	306,000	500,000
Deferred tax assets amortization	(338,529)	30,931
	<u>(32,529)</u>	<u>530,931</u>

c. Summary of accounting profit adjustment with tax profit:

	For the Six-Months Period Ended June 30,	
	2017	2016
	JD	JD
Accounting Profit	225,268	2,620,143
Add: Expenses not subject to Tax	1,314,304	(92,111)
Less: Profit not subject to Tax	(322,144)	(445,357)
Income Tax for the period	<u>1,217,428</u>	<u>2,082,675</u>
Income Tax Percentage	<u>24%</u>	<u>24%</u>

- The tax for the period ended 30 June 2017 is calculated in accordance with the applicable income tax law.

d. Deferred Tax Assets:

This item consists of the following:

<u>Accounts included</u>	June 30, 2017					December 31, 2016
	Beginning Balance	Addition amounts	Released amounts	Ending Balance	Deferred tax	Deferred tax
	JD	JD	JD	JD	JD	JD
Provision for doubtful debts (Jordan)	2,083,506	814,328	-	2,897,834	695,480	500,041
End of services Provision	157,721	18,101	-	175,822	42,197	37,853
IBNR provision (Jordan)	<u>1,096,452</u>	<u>578,105</u>	<u>-</u>	<u>1,674,557</u>	<u>401,894</u>	<u>263,148</u>
	<u>3,337,679</u>	<u>1,410,534</u>	<u>-</u>	<u>4,748,213</u>	<u>1,139,571</u>	<u>801,042</u>

- The Movement on Deferred Assets During the period / year as follows:

	June 30, 2017	December 31, 2016
	JD	JD
Balance at the beginning of the period / year	801,042	1,348,096
Additions	338,529	63,853
Disposals	-	610,907
Balance - End of the Period / Year	<u>1,139,571</u>	<u>801,042</u>

- e. A final settlement for the income tax in Jordan has been reached up to the end of the year 2014. Moreover, the Company submitted its income tax return for the year 2015, 2016 and paid the declared taxes. However, the tax return has not been reviewed yet.

- The Company's branches in the United Arab Emirates are not subject to tax. However, 20% of the profits of the Company's agent in Kuwait are subject to tax at a rate of 10%. A related tax settlement has been reached up to the end of the year 2014, and the declared taxes have been paid up to the end of the year 2016.
- The income tax for the six months period ended June 30, 2017 has been calculated. In the opinion of the Company's management and its tax consultant, the provisions in the condensed interim financial statements are adequate for tax purposes for the years that have not been audited yet.

14. Property and Equipment - Net

The total additions on the property and equipment during the six months' period is JD 20,311.

15. Other Assets

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Refundable deposits	350,341	434,090
Accrued revenues	-	2,665
Prepaid expenses	851,316	560,600
Others	15,688	15,409
	<u>1,217,345</u>	<u>1,012,764</u>

16. Mathematical Reserve - Net

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Net Mathematical Reserve	<u>2,154,766</u>	<u>2,290,070</u>
Net Mathematical Provision-Life	<u>2,154,766</u>	<u>2,290,070</u>

17. Due to Banks

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Arab Bank	<u>2,091,293</u>	<u>-</u>
	<u>2,091,293</u>	<u>-</u>

- This item represents the utilized balance as of 30 June 2017 of the overdraft facilities granted by Arab Bank with a ceiling of 6/9 million dinars and an interest rate ranging from 8.25% to 8.875% calculated on a daily basis and credited monthly and is guaranteed by the company's solvency. The main objective of these facilities is to finance the company's activity.

18. Reinsurance Payables

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Local insurance companies	1,913,566	1,780,770
Foreign re-insurance companies	7,304,488	5,046,840
	<u>9,218,054</u>	<u>6,827,610</u>

19. Other Liabilities

This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Unearned Revenues	454,883	386,433
Accrued Expenses	284,489	263,858
Board of Members Remuneration	27,500	55,000
Prepaid Premiums	273	273
Parking Deposits	4,665	4,665
Life Deposits	156	-
Ministry of finance Deposits	640,887	431,835
Matured Individual Policies	5,682	5,681
	<u>1,418,535</u>	<u>1,147,745</u>

20. Paid-up Capital

Subscribed and paid capital amounted to JD 30 million distributed over 30 shares with a par value of JD 1 as of June 30, 2017 and December 31, 2016.

21. Financial Assets Evaluation Reserve

- The movement of this item during this period/ year is as the following:

	June 30, 2017	December 31, 2016
	JD	JD
Balance at the beginning of the period / year	(7,708,452)	(7,244,924)
Changes in fair Value	<u>1,838,302</u>	<u>(463,528)</u>
Balance – End of Year	<u>(5,870,150)</u>	<u>(7,708,452)</u>

22. Retained Earnings

- This item consists of the following:

	June 30, 2017	December 31, 2016
	JD	JD
Balance at the beginning of the period / year	4,843,727	3,654,513
Distributable Profit during the period / year	-	-
Profit for the period / year	-	1,189,214
Balance – End of period / year	<u>4,843,727</u>	<u>4,843,727</u>

- a. The balance of the retained earnings includes JD 1,139,571 for disposal of deferred tax liabilities as at June 30, 2017 (JD 801,042 as at December 31, 2016).
- b. The balance of retained earnings includes JD 1,303,886 as at June 30, 2017. The effect of the early adoption of IFRS 9, which represents revaluation differences that are not to be disposed of until it is achieved, is in accordance with the instructions of the Securities Commission.
- c. In accordance with the instructions of the Securities Authority, the Bank shall not be allowed to pay the amount equivalent to the accumulated change in the negative fair value of JD 4,566,264 as at June 30, 2017 after taking into consideration the impact of paragraph (b) above.

23. Gain from Financial Assets and Investments

- This item consists of the following:

	June 30, 2017	June 30, 2016
	JD	JD
Dividends of financial assets at fair value through profit or loss	101,295	135,166
Dividends of financial assets at fair value through comprehensive income	193,349	179,646
(Losses) on the evaluation of financial assets at fair value through profit or loss	(26,505)	103,045
(Losses) on the sale of financial assets at fair value through profit or loss	(3,752)	-
Gain on the sale of real estate	-	347,990
Net Rental Income	205,000	182,315
Total	469,387	948,162

24. Earnings per Share for the Period

- The details of this item are as follows:

	For the Six-Months Period Ended June 30,	
	2017	2016
	JD	JD
Income for the period	24,949	1,596,268
Outstanding shares	Share 30,000,000	Share 30,000,000
Earnings per Share for the Period	JD / Share -0/0008	JD / Share 0/053

25. Cash and Cash Equivalents

- This item consists of the following:

	June 30,	
	2017	2016
	JD	JD
Cash on hand	37,914	76,137
Deposits at banks maturing within three months	2,969,677	4,226,115
Current accounts at banks	3,575,447	4,233,380
	6,583,038	8,535,632

26. Balances and Transactions with Related Parties

- As a part of the Company's regular activities, the Company enters transactions with members of the Board of Directors and their related parties (companies and individuals) within the conditions that govern such transactions which the Board of Directors approves.

- The following item is a summary of the transactions with related parties:

	June 30, 2017	December 31, 2016
	JD	JD
Condensed Interim Statement of Financial Position Items:		
Accounts receivable	841,219	702,478
Accounts payable	-	7,990
	For the Six-Months Period Ended June 30,	
	2017	2016
	JD	JD
Condensed Interim Statement of Income Items:		
Net payments to re-insurers	672,617	840,667
Insurance premiums	652,258	937,960

Transactions with related parties are related to the Board of Directors and their relatives.

- The following is a summary of the benefits (salaries, bonuses, and other benefits) of the executive management:

	For the Six-Months Period Ended June 30,	
	2017	2016
	JD	JD
Salaries and other benefits	287,492	287,564

27. Lawsuits against the Company

There are lawsuits against the Company claiming compensation on various accidents, and the amount of lawsuits at the courts totaled JD 2,319,684 as of June 30, 2017 (JD 2,353,724 as of December 31, 2016). In the opinion of the Company's management and its lawyer, no liabilities in excess of the provisions booked within the claims provision shall arise.

28. Contingent Liabilities

As of the date of the condensed interim financial statements the Company had contingent liabilities represented in bank guarantees in an amount of JD 3,239,750 and it's guaranteed by the Company's financial solvency as of June 30, 2017.

29. Fair Value Hierarchy

A. Fair value of financial assets and financial liabilities that are continuously determined at fair value:

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

Financial Assets	Fair Value		Fair Value Hierarchy	Evaluation Methods and Used Entries	Significant Unobservable Entries	Relationship of Unobservable Inputs to fair value
	June 30, 2017	December 31, 2016				
	JD	JD				
Financial assets at fair value:						
Financial assets at fair value through profit or loss						
Shares	4,123,019	4,124,466	Level 1	Prices Listed in Financial Markets	Not Applicable	Not Applicable
Financial assets at fair value through comprehensive income						
Shares with available market price	13,046,466	11,574,556	Level 1	Prices Listed in Financial Markets	Not Applicable	Not Applicable
Shares with unavailable market price	4,811,948	4,445,553	Level 2	Owners' Equity Method Based on the Last Audited Financial Statements	Not Applicable	Not Applicable
Total Financial Assets at Fair Value	17,858,414	16,020,109				
	21,981,433	20,144,575				

There were no transfers between level one and level two hierarchies during the six months ended June 30, 2017 and the year ended December 31, 2016

B. Fair value of financial assets and financial liabilities that are not continuously determined at fair value:

Except to what is mentioned in the table below, we believe that the carrying amounts of the financial assets and financial liabilities stated in the Company's financial statements approximate their fair values:

Financial assets with undetermined fair value	June 30, 2017		December 31, 2016		Fair value Hierarchy
	Book value	Fair value	Book value	Fair value	
	JD	JD	JD	JD	
Deposits at banks	5,320,055	5,322,715	5,935,575	5,980,092	Level 2
Policyholder's loans	27,012	27,025	27,012	27,019	Level 2
Investment property	19,256,383	36,234,314	19,258,581	36,234,314	Level 2
Total Financial assets with undetermined fair value	24,603,450	41,584,054	25,221,168	42,241,425	

The fair values of the financial assets included in level 2 hierarchy above have been determined in accordance with the generally accepted pricing models based on the discounted cash flow method taking into consideration the interest rate as the most critical component of the calculation.