

**Jordan French Insurance Company**  
**Public Shareholding Company**  
**Amman – The Hashemite Kingdom of Jordan**  
**Interim Condensed Financial Statements**  
**(Unaudited)**  
**For the ended three months March 31, 2023**

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Interim Condensed Statement of profit or loss (Unaudited)**  
**For the three-months period ended March 31, 2023**

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## Independent Auditor's Report

To, The Shareholders  
Jordan French Insurance Company  
(Public Limited Shareholding Company)  
Amman - the Hashemite Kingdom of Jordan

### Introduction

We have reviewed the accompanying interim condensed statement of financial position of **Jordan French Insurance Company ("the Company")** as of March 31, 2023 and the related interim condensed statements of profit or loss, other comprehensive income, changes in shareholders' equity, and cash flows for the three months period then ended and a summary of significant accounting policies and other explanatory notes.

The management is responsible for the preparation and fair presentation of these interim condensed financial statements in accordance with International Accounting Standard ("IAS") 34, "Interim Financial Reporting" as endorsed in the Hashemite Kingdom of Jordan and the instructions of Central Bank of Jordan. Our responsibility is to express a conclusion on these interim condensed 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 Entity" as endorsed in the Hashemite Kingdom of Jordan. A review of interim condensed financial statements 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 interim condensed financial statements for the period ended March 31, 2023 are not prepared in all material respects, in accordance with IAS (34) "Interim Financial Reporting" as endorsed in the Hashemite Kingdom of Jordan.

### Emphasis Matter

Without qualifying in our report, we confirm that these interim consolidated condensed financial statements are prepared in accordance with the instructions of the Central Bank of Jordan, circular No. 17/1/6983 issued on 12/4/2023, which stipulates "the continuation of the Provisions of Resolution (4) of 2012 "a special resolution regarding the necessary forms for the preparation of financial reports" for the purposes of preparing these financial statements for the first quarter of 2023, provided that the semi-annual financial statements for the current year to be prepared in accordance with International Financial Reporting Standard No. (17)".



## Independent Auditor's Report (continued)


### Other Matter

The financial statements for the year ended December 31, 2022 whose numbers appear in the statement of financial position for comparison purposes have been audited by another auditor, who issued an unqualified report on February 28, 2023. The interim condensed financial statements for the period ended March 31, 2022, the statements of profit or loss, other comprehensive income, changes in shareholders' equity, and cash flows which appears in the comparative figures have been reviewed by another auditor who issued an unqualified conclusion on April 28, 2022.

Date: May 04, 2023

Al - Abbasi and Company  
(Independent Member of Moore Global)



  
Hassan Amin Othman  
(License No. 674)

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Interim Condensed Statements of financial position (Unaudited)**  
**As of March 31, 2023**  
(Jordanian Dinars)

	Note	March 31,2023 (Unaudited)	December 31,2022 (Audited)
<b><u>Assets</u></b>			
<b>Investments-</b>			
Deposits at banks	5	9,761,535	8,146,137
Financial assets measured at fair value through profit or loss	6	133,673	225,075
Financial assets measured at fair value through other comprehensive income	7	1,977,855	2,217,624
Investments in associate	8	570,067	666,629
Financial assets measured at amortized cost	9	75,000	75,000
Investment property	10	2,351,375	2,354,180
<b>Total investments</b>		<b>14,869,505</b>	<b>13,684,645</b>
<b>Other assets-</b>			
Cash on hands and at banks		401,669	2,590,371
Notes receivable and checks under collection		1,695,516	1,580,424
Accounts receivable, net	11	20,397,365	14,505,764
Reinsurance receivable, net	12	1,530,198	1,847,031
Deferred tax assets	15	1,963,026	1,754,689
Property and equipment, net		1,317,421	1,318,019
Intangible assets		323	197
Right of use assets		10,915	14,553
Other assets		754,537	786,871
<b>Total other assets</b>		<b>28,070,970</b>	<b>24,397,919</b>
<b>Total Assets</b>		<b>42,940,475</b>	<b>38,082,564</b>
<b><u>Liabilities and Equity</u></b>			
<b>Technical Reserves</b>			
Unearned premium reserve, net		15,434,872	10,646,090
Outstanding claims reserve, net		10,093,968	9,289,453
Mathematical reserve, net		687,713	594,709
<b>Total Technical Reserves Liabilities</b>		<b>26,216,553</b>	<b>20,530,252</b>
<b>Other liabilities-</b>			
Banks facilities	18	205,983	307,095
Accounts payable	13	982,970	863,100
Reinsurance payables	14	875,077	668,897
Post-dated checks		2,994,538	3,269,203
Lease liabilities		27,847	27,577
Deferred tax liabilities	15	32,773	46,535
Income tax provision	15	-	-
Other liabilities		368,876	245,370
<b>Total technical reserve and other liabilities</b>		<b>31,704,617</b>	<b>25,958,029</b>
<b>Shareholders' Equity</b>			
Authorized and paid capital	16	9,100,000	9,100,000
Statutory reserve	17	2,275,000	2,275,000
Fair value reserve	18	(13,922)	194,691
Accumulated (loss) /Retained earnings		(125,220)	554,844
<b>Net Shareholder's Equity</b>		<b>11,235,858</b>	<b>12,124,535</b>
<b>Total Liabilities and Shareholders' Equity</b>		<b>42,940,475</b>	<b>38,082,564</b>

The accompanying notes from 1 to 27 are integral part of these interim condensed financial statements



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Interim Condensed Statement of profit or loss (Unaudited)**  
**For the three-months period ended March 31, 2023**  
(Jordanian Dinars)

	Notes	For the three months period ended March 31	
		2023 (Unaudited)	2022 (Unaudited)
<b>Revenues –</b>			
Gross written premiums		13,114,557	8,756,416
Less: reinsurance share		882,488	1,936,515
<b>Net written premiums</b>		<b>12,232,069</b>	<b>6,819,901</b>
Net change in unearned premiums reserve		(4,788,782)	(216,968)
Net change in mathematical reserve		(93,004)	(149,845)
<b>Net earned premiums</b>		<b>7,350,283</b>	<b>6,453,088</b>
Commissions income		45,091	104,377
Insurance policies issuance fees		1,432,473	973,378
Other revenue related to under writing accounts		553,683	207,488
Interest income		77,993	40,451
Company's share of result from investment in associates		(96,562)	(4,456)
(Loss)/Gain from financial assets and investments	19	(91,402)	20,091
Other revenues, net		12,362	53,464
<b>Total revenues</b>		<b>9,283,921</b>	<b>7,847,881</b>
<b>Claims, losses and related expenses-</b>			
Paid claims		8,498,648	8,242,478
Less: recoveries		377,290	563,866
Less: reinsurance share		277,855	1,377,035
<b>Paid claims, net</b>		<b>7,843,503</b>	<b>6,301,577</b>
Net change in outstanding claims reserve		804,515	(131,168)
Allocated employees' expenses		481,923	621,501
Allocated administrative and general expenses		252,332	220,998
Excess of loss premium		65,034	123,781
Policies acquisition costs		265,225	166,771
Other expenses related to underwriting accounts		205,773	175,313
<b>Net Claims Costs</b>		<b>9,918,305</b>	<b>7,478,773</b>
Unallocated employees' expenses		120,481	132,775
Depreciation and amortization		17,379	17,841
Unallocated administrative and general expenses		63,083	48,183
Expected credit losses of reinsurers' receivable		-	100,000
<b>Total expenses</b>		<b>200,943</b>	<b>298,799</b>
<b>Profit for the period before tax</b>		<b>(835,327)</b>	<b>70,309</b>
Less: Income tax expense	15	(19,385)	(92,606)
Deferred tax assets	15	174,648	70,981
<b>Net (loss) Profit for the period</b>		<b>(680,064)</b>	<b>48,684</b>
<b>(loss) /earning per share:</b>			
<b>Basic and diluted (losses)/earnings per share</b>	20	<b>(0.075)</b>	<b>0.005</b>

The accompanying notes from 1 to 27 are an integral part of these interim condensed financial statements

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Interim Condensed Statement of Other Comprehensive Income (Unaudited)**  
**For the three-months period ended March 31, 2023**  
(Jordanian Dinars)

	<b>For the three-months period ended March, 31</b>	
	<b>2023 (Unaudited)</b>	<b>2022 (Unaudited)</b>
<b>Net (loss)/ Profit for the period</b>	<b>(680,064)</b>	<b>48,684</b>
Add: Other comprehensive income items after tax which will not to be reclassified to profit and loss in subsequent periods:		
Changes in fair value of financial assets at fair value through other comprehensive income	<b>(208,613)</b>	<b>37,856</b>
<b>Total comprehensive (loss)/ income for the period</b>	<b>(888,677)</b>	<b>86,540</b>

The accompanying notes from 1 to 27 are an integral part of these interim condensed financial statement

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Interim Condensed Statement of Changes in Shareholders' Equity (Unaudited)**  
**For the three-months period ended March 31, 2023**  
(Jordanian Dinars)

	Paid- up Share Capital	Statutory Reserve	Fair Value reserve	Accumulated (loss)/ Retained earnings	Total
<b>For the three-month period ended 31 March 2023</b>					
Balance as of 1 January 2023	9,100,000	2,275,000	194,691	554,844	12,124,535
Total comprehensive loss for the period	-	-	(208,613)	(680,064)	(888,677)
<b>Balance as of 31 March 2023</b>	<b>9,100,000</b>	<b>2,275,000</b>	<b>(13,922)</b>	<b>(125,220)</b>	<b>11,235,858</b>
<b>For the three-month Period ended 31 March 2022</b>					
Balance as of 1 January 2022	9,100,000	2,275,000	(13,182)	1,584,445	12,946,263
Total comprehensive income for the period	-	-	37,856	48,684	86,540
<b>Balance at 31 March 2022</b>	<b>9,100,000</b>	<b>2,275,000</b>	<b>24,674</b>	<b>1,633,129</b>	<b>13,032,803</b>

The accompanying notes from 1 to 27 are an integral part of these interim condensed financial statement



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Interim Condensed Statement of Cash flow (Unaudited)**  
**For the three-months period ended March 31, 2023**  
(Jordanian Dinars)

	<b>For the three months period ended</b>	
	<b>March 31, 2023</b>	<b>March 31, 2022</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Cash flow from Operating Activities</b>		
Net (loss) /Profit for the period before tax	(835,327)	70,309
<b>Adjustment for non-cash items</b>		
Depreciation of investment properties	2,805	2,805
Depreciation of property and equipment	14,533	14,956
Amortization of intangible assets	41	80
Net change in unearned premiums reserve	4,788,782	216,968
Net change in mathematical reserve	93,004	149,845
Net change in outstanding claims reserve	804,515	(131,168)
Provision for expected credit losses	-	100,000
Loss /(profit) Financial assets measured at fair value through profit or loss	91,402	(20,091)
Bank interest income	(77,993)	(40,451)
Deposits' interest income	-	20,191
Lease liabilities' interest	270	520
Depreciation of right of use assets	3,638	3,638
Company's share from the associate income	96,562	4,456
Gain on sale of property and equipment	-	(39,969)
<b>Cash flows from operating activities before changes in working capital</b>	<b>4,982,232</b>	<b>352,089</b>
Notes receivables and checks under collection	(115,092)	83,893
Account receivables	(5,891,601)	(1,408,583)
Reinsurance receivables	316,833	(213,453)
Other assets	32,335	(82,453)
Account payables	119,870	(55,976)
Post-dated checks	(274,665)	207,292
Reinsurance payables	206,180	(170,355)
Other payables	123,506	2,511
End of service benefit	-	(23,726)
<b>Net cash flows used in operating activities before tax</b>	<b>(500,403)</b>	<b>(1,308,761)</b>
Income tax paid	(66,836)	(92,073)
<b>Net cash flows used in operating activities</b>	<b>(567,239)</b>	<b>(1,400,834)</b>
<b>Cash flow from Investing Activities</b>		
Bank deposits mature after 3 months	(1,689,296)	(516,923)
Proceeds from sale of financial assets at fair value through other comprehensive income	31,156	-
Bank interest income	77,993	40,451
Purchase of property and equipment	(13,935)	(88,348)
Purchase of intangible assets	(167)	-
Proceeds from sale of property and equipment	-	66,050
<b>Net cash flows used in investing activities</b>	<b>(1,594,249)</b>	<b>(498,770)</b>
<b>Cash flow from Financing Activities</b>		
Deposits' interest income paid	-	(20,191)
Bank facilities	(101,112)	-
<b>Net cash flows used in financing activities</b>	<b>(101,112)</b>	<b>(20,191)</b>
<b>Net cash used during the year</b>	<b>(2,262,600)</b>	<b>(1,919,795)</b>
Cash and cash equivalents at beginning of the period	7,299,667	3,978,742
<b>Cash and cash equivalents at the end of the period</b>	<b>5,037,067</b>	<b>2,058,947</b>

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Underwriting Revenue List for Interim Condensed life insurance business (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

	Life	
	For the three-month period ended	
	March 31	
Written Premiums	2023	2022
Direct insurance	289,320	240,770
<b>Total written premiums</b>	<b>289,320</b>	<b>240,770</b>
Less:		
Foreign reinsurance share	286,736	143,344
<b>Net premiums</b>	<b>2,584</b>	<b>97,426</b>
Add:		
Mathematical reserve at the beginning of the period	684,970	493,764
Less: reinsurance share	90,261	111,476
<b>Net mathematical reserve at the beginning of the period</b>	<b>594,709</b>	<b>382,288</b>
Less:		
Mathematical reserve at the end of the period	850,443	696,792
Less: reinsurance share	162,730	164,659
<b>Net mathematical reserve at the end of the period</b>	<b>687,713</b>	<b>532,133</b>
<b>Net earned revenue from written Premiums</b>	<b>(90,420)</b>	<b>(52,419)</b>

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Compensation cost List for the Interim Condensed life insurance business (Unaudited)**  
**For the three-months period ended March 31, 2023**  
(Jordanian Dinars)

	<b>Life</b>	
	<b>For the three-month period ended</b>	
	<b>March 31</b>	
	<b>2023</b>	<b>2022</b>
Paid claims	<b>56,307</b>	213,528
Less:		
Foreign reinsurance share	<b>34,118</b>	160,859
<b>Net paid claims</b>	<b>22,189</b>	52,669
Outstanding claims reserve at the end of the period - Reported	<b>367,554</b>	552,670
Less:		
Reinsurance share	<b>295,134</b>	442,136
<b>Net outstanding claims reserve at the end of the period</b>	<b>72,420</b>	110,534
Outstanding Claims reserve at the beginning of the period - Reported	<b>333,157</b>	536,417
Less:		
Reinsurance share	<b>267,324</b>	429,133
Net outstanding claims reserve at the beginning of the period	<b>65,833</b>	107,284
<b>Net claims cost</b>	<b>28,776</b>	55,919



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Compensation profit List for the Interim Condensed life insurance business (Unaudited)**  
**For the three-months period ended March 31, 2023**  
(Jordanian Dinars)

	<b>Life</b>	
	<b>For the three months ended</b>	
	<b>March,31</b>	
	<b>2023</b>	<b>2022</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<b>Net earned revenue from written premiums</b>	<b>(90,420)</b>	<b>(52,419)</b>
Less:		
<b>Net claims cost</b>	<b>28,776</b>	<b>55,919</b>
Add:		
Commissions received	<b>1,121</b>	<b>1,521</b>
Insurance policies issuance fees	<b>41,518</b>	<b>45,242</b>
Other income from written premiums	<b>-</b>	<b>-</b>
<b>Total revenues</b>	<b>42,639</b>	<b>46,763</b>
Less:		
Policy acquisition cost	<b>1,765</b>	<b>1,848</b>
Allocated administrative and general expenses from written premiums	<b>21,035</b>	<b>40,365</b>
Other expenses from written premiums	<b>1,639</b>	<b>4,074</b>
<b>Total expenses</b>	<b>24,439</b>	<b>46,287</b>
<b>Underwriting profit</b>	<b>(100,996)</b>	<b>(107,862)</b>

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Underwriting Revenue List for the Interim Condensed General Insurance Business (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

	Motor		Marine and transportation		Aviation		Fire and property		Civil responsibility		Guarantees		Medical		Other Branches		Total
	For the ended three months March,31	2023	For the ended three months March,31	2022	For the ended three months March,31	2023	For the ended three months March,31	2022	For the ended three months March,31	2022	For the ended three months March,31	2023	For the ended three months March,31	2022	For the ended three months March,31	2023	
<b>Written Premium:</b>																	
Direct insurance	3,062,433	3,578,065	203,609	130,536	(6,087)	-	209,389	331,213	40,594	26,290	36,661	51,093	9,267,419	3,579,369	8,220	-	12,822,238
Optional reinsurance inward business	-	-	-	118,993	-	-	2,999	700,087	-	-	-	-	-	-	-	-	819,080
Total Premiums	3,062,433	3,578,065	203,609	249,529	(6,087)	-	212,388	1,031,300	40,594	26,290	36,661	51,093	9,267,419	3,579,369	8,220	-	12,822,238
Less:																	
Local reinsurance share	111,187	69,185	-	118,993	-	-	-	700,087	-	-	-	-	-	-	-	-	888,265
Foreign reinsurance share	-	-	197,920	111,407	(7,087)	-	191,582	304,270	32,870	20,887	(18)	(1,920)	69,298	470,262	-	-	904,906
Net Written Premiums	2,951,246	3,508,880	5,689	130,536	1,000	-	20,806	26,913	7,724	5,403	36,679	53,013	9,198,121	3,109,107	8,220	-	12,229,485
Add:																	
Balance at the beginning of the period																	
Unearned premiums reserve	6,805,284	4,441,011	165,867	267,292	188,615	38,114	502,019	588,153	64,870	67,773	219,936	221,414	3,968,998	5,553,251	-	2,174	12,005,589
Less: reinsurance share	246,966	398,309	154,436	253,987	188,615	38,114	550,335	550,437	48,359	37,593	-	-	170,788	193,136	-	1,592	1,472,568
Net Unearned Premiums Reserve	6,558,318	4,042,702	11,431	14,305	-	-	41,684	37,716	16,511	29,780	219,936	221,414	3,798,210	5,360,115	-	582	10,646,090
Less:																	
Balance at the end of the period																	
Unearned premiums reserve	6,314,579	5,200,629	207,275	131,473	84,466	11,591	484,221	1,156,409	47,132	47,148	253,655	236,314	9,191,692	5,262,973	-	352	16,583,020
Less: Reinsurance share	189,836	297,721	201,377	112,251	84,466	11,591	447,103	1,115,661	33,819	24,733	-	-	191,547	561,129	-	221	1,148,148
Net Unearned Premiums Reserve-	6,124,743	4,902,908	5,898	19,222	-	-	37,118	40,748	13,313	22,415	253,655	236,314	9,000,145	4,701,844	-	131	15,434,872
Net Earned revenue from written Premiums	3,384,821	2,648,674	11,222	14,212	1,000	-	25,372	23,911	10,922	12,768	2,560	38,113	3,996,186	3,767,378	8,220	451	7,440,703

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Compensation cost List for the Interim Condensed General Insurance Business (Unaudited)**  
**For the ended three months period ended March 31, 2023**  
(Jordanian Dinars)

	Motor				Marine and transportation		Aviation		Fire and property		Civil responsibility		Guarantees		Medical		Other Branches		Total
	For the ended three months March,31		For the ended three months March,31		For the ended three months March,31		For the ended three months March,31		For the ended three months March,31		For the ended three months March,31		For the ended three months March,31		For the ended three months March,31		For the ended three months March,31		For the ended three months March,31
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023
Paid claims	4,480,285	3,206,790	9,142	51,973	-	-	73,312	923,262	36,665	-	34,141	42,857	3,805,796	3,802,068	3,000	-	8,442,341	8,038,950	
Less:																			
Recoveries	354,889	516,409	-	-	-	-	356	22,333	1	-	22,012	25,124	-	-	32	-	377,290	563,866	
Foreign reinsurance share	-	-	7,663	52,951	-	-	69,368	876,584	36,666	-	-	-	130,040	286,641	-	-	243,737	1,216,176	
Net Paid Claims	4,125,396	2,690,381	1,479	1,022	-	-	3,588	24,345	(2)	-	12,129	17,733	3,675,756	3,515,427	2,968	-	7,821,314	6,248,908	
Add:																			
Outstanding Claims Provision at the end of the period																			
Reported	8,462,602	6,488,538	78,740	170,200	18,000	18,000	489,830	482,803	177,579	184,809	586,589	568,550	1,400,000	1,250,000	2,200	2,200	11,215,540	9,165,190	
Unreported	2,000,000	1,600,000	125,000	125,000	50,000	50,000	100,000	100,000	50,000	50,000	20,000	100,000	1,400,000	950,000	-	-	3,745,000	2,975,000	
Less:																			
Reinsurance shares of reported claims	1,074,341	863,381	70,866	166,978	16,200	17,100	318,783	451,968	74,387	154,955	-	-	30,000	110,000	-	-	1,584,577	1,764,382	
Reinsurance shares of unreported claims	-	-	100,000	100,000	50,000	50,000	80,000	80,000	40,000	40,000	-	80,000	30,000	50,000	-	-	300,000	400,000	
Recoveries	2,479,640	2,879,903	-	-	-	-	-	-	-	-	574,775	539,481	-	-	-	-	3,054,415	3,440,384	
Net Outstanding Claims Provision at the end of the period	6,908,621	4,354,254	32,874	28,222	1,800	900	191,047	50,835	113,192	39,944	31,814	49,069	2,740,000	2,040,000	2,200	2,200	10,021,548	6,565,424	
Less:																			
Net outstanding claims provision at the beginning of the period																			
Reported	8,135,499	6,679,804	86,550	508,180	18,000	18,000	280,896	463,153	172,224	195,964	567,848	593,295	1,250,000	1,150,000	2,200	2,200	10,513,217	9,610,596	
Unreported	2,000,000	1,400,000	125,000	125,000	50,000	50,000	100,000	100,000	50,000	50,000	100,000	100,000	900,000	950,000	-	-	3,325,000	2,775,000	
Less:																			
Reinsurance shares of reported claims	752,438	842,506	82,223	498,559	17,100	17,100	165,690	406,663	76,187	98,433	-	-	81,250	100,000	-	-	1,174,888	1,963,264	
Reinsurance shares of unreported claims	-	-	100,000	100,000	50,000	50,000	80,000	80,000	40,000	40,000	80,000	80,000	70,000	50,000	-	-	420,000	400,000	
Recoveries	2,469,600	2,820,141	-	-	-	-	-	-	-	-	550,109	502,352	-	-	-	-	3,019,709	3,322,453	
Net Outstanding Claims Provision at the beginning of the period	6,913,461	4,417,157	29,327	34,621	900	900	135,206	76,460	106,037	107,531	37,739	110,943	1,998,750	1,950,000	2,200	2,200	9,223,620	6,099,842	
Net Claims Cost	4,120,556	2,627,478	5,026	(5,377)	900	-	59,429	(1,370)	7,153	(67,587)	8,204	(44,141)	4,417,006	3,605,427	2,868	-	8,619,242	6,114,450	



**Jordan French Insurance Company**  
(Public Shareholding Company)

**Underwriting profit List for the Interim Condensed General Insurance Business (Unaudited)**

**For the three months period ended March 31, 2023**

(Jordanian Dinars)

	Motor		Marine and transportation		Aviation		Fire and property		Civil responsibility		Guarantees		Medical		Other Branches		Total	
	For the three months ended March,31	2022	2023	For the three months ended March,31	2022	2023	For the three months ended March,31	2022	For the three months ended March,31	2022	2023	For the three months ended March,31	2022	2023	For the three months ended March,31	2022	For the three months ended March,31	2022
<b>Net earned revenue from written premiums</b>	3,384,821	2,648,674	11,222	14,212	1,000	-	25,372	23,911	10,922	12,768	2,960	38,113	3,996,186	3,767,378	8,220	451	7,440,703	6,505,507
Less:																		
<b>Net claims cost</b>	4,120,556	2,627,478	5,026	(5,377)	900	-	59,429	(1,310)	7,153	(67,587)	6,204	(44,141)	4,417,006	3,605,427	2,968	-	8,619,242	6,114,490
Add:																		
Commissions received	6,250	-	10,177	24,951	-	-	27,451	51,560	82	752	(4)	(480)	14	26,073	-	-	43,970	102,856
Insurance policies issuance fees	241,394	399,098	20,179	33,958	-	-	17,420	76,999	1,987	2,689	6,470	7,984	1,105,968	406,508	-	-	1,393,418	928,136
Other income related to written premiums	385,477	197,611	105,596	5,397	(2,664)	-	37,120	65	(9,278)	-	-	-	34,969	4,415	-	-	551,220	207,488
<b>Total revenues</b>	633,121	597,609	135,952	64,306	(2,664)	-	81,991	128,624	(7,209)	3,411	6,466	7,504	1,140,951	436,996	-	-	1,988,608	1,238,480
Less:																		
Policies acquisition cost	236,411	132,368	3,430	4,036	-	-	15,082	13,188	-	-	-	-	8,537	15,331	-	-	263,460	164,923
Excess of loss premiums	30,819	104,531	-	-	-	-	17,340	19,250	-	-	-	-	16,875	-	-	-	65,034	123,781
Allocated administrative and general expenses	303,485	298,214	24,616	36,301	4,598	180	46,910	87,459	6,421	3,488	13,239	44,797	312,133	330,852	1,818	843	713,220	802,134
Allocated other expenses	95,979	32,282	477	923	110	75	3,080	2,730	50	87	-	-	104,429	135,110	9	32	204,134	171,239
<b>Total Expenses</b>	666,694	567,395	28,523	41,260	4,708	255	82,412	122,627	6,471	3,575	13,239	44,797	441,974	481,293	1,827	875	1,245,848	1,262,077
	(769,308)	51,410	113,625	42,635	(7,272)	(235)	(34,478)	31,218	(9,911)	80,221	(10,017)	44,961	278,157	117,654	3,425	(424)	(435,779)	367,420

**Jordan French Insurance Company**

(Public Shareholding Company)

**Notes to the Interim Condensed Financial Statements (Unaudited)**

**For the three months period ended March 31, 2023**

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**1- Legal Status and Activities**

Jordan French Insurance Company ("Company") was established and registered as a Jordanian public shareholding company under No. (101) on 20 March 1976 with an authorized and paid in-capital of JD 9,100,000 and divided into 9,100,000 shares at a par value of 1 JD.

The Company is engaged in insurance business including life and general insurance (marine and transportation insurance, vehicles insurance, fire and property insurance, public liability insurance, medical insurance, personal accident insurance and aviation insurance).

The company is located in the Hashemite Kingdom of Jordan

The financial statements were approved for issuance by the board of directors on 04 May 2023.

**2- Basis of Preparation:****Statement of compliance**

The interim condensed financial statements for the Company for the three months period ended 31 March 2023 have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting".

The interim condensed financial statements have been presented in Jordanian Dinars (JD), which is the functional currency of the Company.

The financial statements have been prepared on historical cost basis, except for financial assets at fair value through other comprehensive income that have been measured at fair value.

The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Company's annual report as at 31 December 2022. In addition, the results for the three months ended 31 March 2023 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2023.

**3- Significant Accounting Estimates and Assumptions**

The accounting policies used in the preparation of the financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2022 except for the adoption of new amendments on the standards effective as of 1 January 2023 shown below:

**Reference to the Conceptual Framework – Amendments to IFRS 3**

In May 2020, the IASB issued Amendments to IFRS 3 Business Combinations - Reference to the Conceptual Framework. The amendments are intended to replace a reference to the Framework for the Preparation and Presentation of Financial Statements, issued in 1989, with a reference to the Conceptual Framework for Financial Reporting issued in March 2018 without significantly changing its requirements.

The Board also added an exception to the recognition principle of IFRS 3 to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of IAS 37 or IFRIC 21 Levies, if incurred separately.

At the same time, the Board decided to clarify existing guidance in IFRS 3 for contingent assets that would not be affected by replacing the reference to the Framework for the Preparation and Presentation of Financial Statements.

These amendments had no impact on the financial statements of the Company.



### 3- Significant Accounting Estimates and Assumptions

#### **Onerous Contracts – Costs of Fulfilling a Contract – Amendments to IAS 37**

In May 2020, the IASB issued amendments to IAS 37 to specify which costs an entity needs to include when assessing whether a contract is onerous or loss-making.

The amendments apply a “directly related cost approach”. The costs that relate directly to a contract to provide goods or services include both incremental costs and an allocation of costs directly related to contract activities. General and administrative costs do not relate directly to a contract and are excluded unless they are explicitly chargeable to the counterparty under the contract.

These amendments had no impact on the financial statements of the Company.

#### **IFRS 1 First-time Adoption of International Financial Reporting Standards – Subsidiary as a first-time adopter**

As part of its 2018-2020 annual improvements to IFRS standards process, the IASB issued an amendment to IFRS 1 First-time Adoption of International Financial Reporting Standards. The amendment permits a subsidiary that elects to apply paragraph D16(a) of IFRS 1 to measure cumulative translation differences using the amounts reported by the parent, based on the parent’s date of transition to IFRS. This amendment is also applied to an associate or joint venture that elects to apply paragraph D 16(A) of IFRS

These amendments had no impact on the financial statements of the Company. \

#### **IFRS 9 Financial Instruments – Fees in the ‘10’ test for derecognition of financial liabilities**

As part of its 2018-2020 annual improvements to IFRS standards process the IASB issued amendment to IFRS 9. The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received by the borrower and the lender, including fees paid or received by either the borrower or lender on the other’s behalf. An entity applies the amendment to financial liabilities that are modified or exchanged on or after the beginning of the annual reporting period in which the entity first applies the amendment.

These amendments had no impact on the financial statements of the Company.

#### **Amendments to IAS No. (41) Agriculture: Taxes in the Measurement of Fair Value**

As part of the improvements to the treatment of IFRSs for the years 2018-2020, the International Accounting Standards Board has issued an amendment to IAS 41 Agriculture. The amendment removed the requirement of the standard in paragraph 22 of IAS 41, which requires that entities exclude cash flows from taxes when measuring the fair value of assets within the scope of IAS 41.

These amendments had no impact on the financial statements of the Company.

#### **Amendments to IAS No. (41) Agriculture: Taxes in the Measurement of Fair Value**

As part of the improvements to the treatment of IFRSs for the years 2018-2020, the International Accounting Standards Board has issued an amendment to IAS 41 Agriculture. The amendment removed the requirement of the standard in paragraph 22 of IAS 41, which requires that entities exclude cash flows from taxes when measuring the fair value of assets within the scope of IAS 41.

These amendments had no impact on the financial statements of the Company.



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**4- Use of estimates**

The preparation of the interim condensed financial statements and the application of accounting policies require the company's management to make estimates and assumptions that affect the amounts of financial assets and liabilities and disclose potential liabilities. Also, these estimates and assumptions affect revenues, expenses and provisions, as well as changes in the fair value that appear within equity. In particular, the company's management is required to issue significant judgments and judgments in estimating the amounts and times of future cash flows. The aforementioned estimates are necessarily based on assumptions and multiple factors that have varying degrees of estimation and uncertainty, and that the actual results may differ from the estimates as a result of the changes resulting from the conditions and circumstances of those estimates in the future.

The following are the details of the essential jurisprudence made by the management:

- A provision for expected credit losses is formed based on principles and assumptions approved by the company's management to estimate the provision that must be formed according to the requirements of International Financial Reporting Standard No. (9).
- The fiscal year is charged with its income tax expense in accordance with the laws and regulations.
- The management periodically reassesses the useful lives of tangible assets for the purpose of calculating annual depreciation based on the general condition of those assets and estimates of expected useful lives in the future, and the impairment loss (if any) is included in the interim condensed income statement.
- The claims provision and technical provisions are estimated based on technical studies and in accordance with the instructions of the Insurance Department. The computational provision is also calculated according to actuarial studies.
- A provision is made for cases filed against the company based on a legal study prepared by the company's lawyer, according to which the risks likely to occur in the future are determined, and those studies are reviewed periodically.

**5- Deposits at Banks**

This item represents deposits with banks in Jordanian Dinars and US Dollars, which the Company holds for periods ranging between one month and one year according to the Company's liquidity needs. Interest rates on these deposits ranged between 2.35% and 6.3% during the year ended 31 March 2023 (31 December 2022: 2.35% to 4.5%). The details of the deposits according to the maturity dates as of 31 March 2023 and 31 December 2022 are as follows:

	March 31, 2023				December 31,2022
	Deposits maturing within one month	Deposits maturing between 1 month to 3 months	Deposits maturing after 3 months to 1 year	Total (Unaudited)	Total (Audited)
Inside Jordan	-	4,635,398	5,126,137	9,761,535	8,146,137
	-	4,635,398	5,126,137	9,761,535	8,146,137

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**5- Deposits at Banks (Continued)**

Deposits pledged to the benefit of Central Bank of Jordan amounted to JD 800,000 as of 31 March 2023 at Investment Bank, in addition of 250,000 at Jordan Kuwait Bank as of (31 December 2022: JD 800,000 at the Investment Bank).

Deposits collateralized against credit facilities in Housing Bank for Trade amounted to JD 205,983 as of 31 March 2023 (31 December 2022: JD307,095).

**6- Financial Assets measured at Fair Value Through Statement of profit or loss**

This item represents the Company's investments in the shares of listed companies for the purpose of benefiting from prices changes of these shares. The details of these investments as of March 31, 2023 and 31 December 2022 are as follows:

	<b>March 31, 2023 (Unaudited)</b>	<b>December 31,2022 (Audited)</b>
<b>Outside Jordan</b>		
Quoted shares	133,673	225,075

**7- Financial Assets measured at Fair Value Through other comprehensive income**

This item represents the Company's investments in the shares of listed and unlisted companies for the purpose of long-term retention and not for the purposes of trading. The details of the investment as at 31 March 2023 and 31 December 2022 are as follows:

	<b>March 31, 2023 (Unaudited)</b>	<b>December 31,2022 (Audited)</b>
<b>Inside Jordan</b>		
Quoted shares	830,457	823,098
Unquoted shares	601,136	728,736
	<b>1,431,593</b>	<b>1,551,834</b>
<b>Outside Jordan</b>		
Quoted shares	546,262	665,790
	<b>1,977,855</b>	<b>2,217,624</b>



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**8- Investment in Associate**

This item represents the Company's investment in Darakom for Investments Public Shareholding Company, which is 25% of its capital and amounts to JD 2,810,000 as of March 31, 2023. The investment in the associate is accounted for using the equity method in the financial statements. The details of the movement on the investment in associates were as follows:

	Ownership percentage			Investment	
	Country	March31,2023	December31,2022	March31,2023	December31,2022
Darakom Investment	Jordan	25%	25%	570,067	666,629
<b>March31, 2023</b>					
	Balance at the beginning of the year	Share of results for the year	The Company's share from other comprehensive income items	Dividends	Balance at the end of the year
Darakom Investment Public Limited Company	666,629	(96,562)	-	-	570,067

**9- Financial Assets at Amortized Cost**

This item represents the Company's investment in bonds issued by Ithmar Company for Investments and Consulting with a face value of JD 5,000 per bond with a total of 15 bonds at a fixed interest rate of 8.25% per annual paid on a half yearly basis on the interest due dates, which falls on April 9 and October 9 of each year, from the date of issuance on 9 October 2018 until the maturity date of 9 October 2023.

**10- Investment Properties**

This item represents the Company's investments in real estate, which includes a building in Al- Shmeisani, as well as plots of land in Al Shmeisani, Mafrag and Giza, for the purpose of renting them and taking advantage of the price change in these properties Depreciation expense for real estate investments amounted to 2,805 JD for the three months ending on March 31, 2023 (March 31, 2022: 2,805 JD).

The Company estimated the fair value of real-estate investments at (3,720,382 JD) in 31 December 2022, and in doing so has considered a valuation performed by licensed and independent valuator who estimated the fair value of real-estate, In the opinion of the management, the fair value of real estate investments as of March 31, 2023 exceeds the book value, and that the results of the evaluation carried out by the management on December 31, 2022 are still valid.



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**11- Accounts receivable**

	<b>March 31, 2023</b> <b>(Unaudited)</b>	<b>December 31,2022</b> <b>(Audited)</b>
Policy holders' receivables	12,453,087	7,527,010
Governmental receivables	9,858,533	8,882,179
Agents' receivables	37,870	39,792
Brokers receivables	7,448	11,191
Employees' and management receivables	51,475	44,773
Other receivables	188,952	200,819
	<b>22,597,365</b>	<b>16,705,764</b>
Less: Provision for expected credit losses*	<b>(2,200,000)</b>	<b>(2,200,000)</b>
	<b>20,397,365</b>	<b>14,505,764</b>

Movement on the provision for expected credit losses is as follows:

	<b>March 31, 2023</b> <b>(Unaudited)</b>	<b>December 31,2022</b> <b>(Audited)</b>
Balance at the beginning of the period	2,200,000	2,000,000
Addition during the period/ year	-	200,000
Balance at the end of the period /year	<b>2,200,000</b>	<b>2,200,000</b>

**12- Reinsurance Receivable**

	<b>March 31, 2023</b> <b>(Unaudited)</b>	<b>December 31,2022</b> <b>(Audited)</b>
Local insurance companies	983,149	962,940
Foreign reinsurance companies	1,697,049	2,034,091
	<b>2,680,198</b>	<b>2,997,031</b>
Less: Provision for impairment of reinsurance receivables *	<b>(1,150,000)</b>	<b>(1,150,000)</b>
	<b>1,530,198</b>	<b>1,847,031</b>

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**12- Reinsurance Receivable (Continued)**

\* The movement on the provision for impairment of reinsurance receivables is as follows:

	<b>March 31, 2023</b>	<b>December 31, 2022</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Balance at the beginning of the period /year	<b>1,150,000</b>	1,050,000
Additions during the period /year	-	100,000
Balance at the end of the period /year	<b>1,150,000</b>	1,150,000

**13- Account Payable**

	<b>March 31, 2023</b>	<b>December 31, 2022</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Policy holder payables	<b>511,164</b>	562,218
Agents' payables	<b>35,510</b>	29,928
Employees' and management payables	<b>38,817</b>	34,835
Brokers' payable	<b>59,343</b>	14,874
Accounts payable to garages and spare parts stores	<b>321,450</b>	216,931
Other payables	<b>16,686</b>	4,314
	<b>982,970</b>	863,100

**14- Reinsurance Payables**

	<b>March 31, 2023</b>	<b>December 31, 2022</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Local insurance companies	<b>76,793</b>	77,908
Foreign reinsurance companies	<b>798,284</b>	590,989
	<b>875,077</b>	668,897

**15- Income tax**

**A- Income tax provision**

The movement on the income tax provision during the period/ year is as follows

	<b>March 31, 2023</b>	<b>December 31, 2022</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
Balance at beginning of the year		298,274
Income tax paid	<b>(19,385)</b>	(298,969)
Additions for the period / year	<b>19,385</b>	695
Balance at end of the period / year	-	-

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period March 31, 2023**  
(Jordanian Dinars)

**15- Income tax (Continued)**

**A- Income tax provision (Continued)**

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

	<b>March 31, 2023</b> <b>(Unaudited)</b>	<b>December 31, 2022</b> <b>(Audited)</b>
Income tax provision for the year	-	85,284
National contribution tax	-	7,107
	-	92,391
Prior year tax expense	<b>19,385</b>	215
	<b>19,385</b>	92,606
Deferred tax assets amortization	<b>(174,648)</b>	(70,981)
	<b>(155,263)</b>	21,625

**Income Tax**

The provision for income tax for March 31, 2023 and 2022 was calculated in accordance with the Income Tax Law No. (34) Of 2014 and its amendments

A final settlement was reached with the Income Tax Department until the year of 2020.

The Company has submitted its income tax return for the year 2022 and 2021 and it is still not reviewed by the Income Tax Department until the date of these financial statements, and in the opinion of the management and the tax consultant the provision is adequate.

**B- Deferred tax assets / liabilities**

**Sales Tax**

	<b>31 March, 2023</b> <b>(Unaudited)</b>			<b>December 31, 2022</b> <b>(Audited)</b>		
<b>1. Deferred Tax Liabilities</b>	<b>Balance at the beginning of the year</b>	<b>Released</b>	<b>Additions</b>	<b>Balance at the end of the year</b>	<b>Deferred tax</b>	<b>Deferred tax</b>
Unrealized gains on investments through other comprehensive income	346,032	52,932	-	293,100	32,773	46,535
	<b>346,032</b>	<b>52,932</b>	<b>-</b>	<b>293,100</b>	<b>32,773</b>	<b>46,535</b>



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**15- Income tax (Continued)**

**B- Deferred tax assets / liability (continued)**

A final settlement was reached with the Sales Tax Department until the end of March 31, 2023

	<b>March 31, 2023 (Unaudited)</b>			<b>December 13,2022 (Audited)</b>		
	Balance at the beginning of the year	Released	Additions	Balance at the end of the year	Deferred tax	Deferred tax
<b>2. Deferred Tax Assets</b>						
Unreported claims	2,905,000	-	540,000	3,445,000	895,700	755,300
Impairment losses provisions	3,350,000	-	-	3,350,000	871,000	871,000
Unrealized losses from investments through profit or loss	172,223	-	91,402	263,625	26,362	17,222
Unrealized losses from investments through other comprehensive income	137,701	8	203,141	340,834	66,586	32,896
Unrealized losses from investment in associate	301,044	-	96,562	397,606	103,378	78,271
	<b>6,865,968</b>	<b>8</b>	<b>931,105</b>	<b>7,797,065</b>	<b>1,963,026</b>	<b>1,754,689</b>

Movement on deferred tax assets and liabilities is as follows:

	<b>Liabilities</b>		<b>Assets</b>	
	<b>March 31,2023 (Unaudited)</b>	<b>December 31,2022 (Audited)</b>	<b>March 31, 2023 (Unaudited)</b>	<b>December 31,2022 (Audited)</b>
Balance at the beginning of the period/ year	46,535	40,074	1,754,689	1,576,790
Additions	-	8,732	208,339	221,552
Released	(13,762)	(2,271)	(2)	(43,653)
Balance at the end of the period/ year	<b>32,773</b>	<b>46,535</b>	<b>1,963,026</b>	<b>1,754,689</b>

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**15- Income tax (Continued)**

**C- The summary of the reconciliation between the accounting profit and taxable profit is as follows:**

	March 31,2023 (Unaudited)	March 31,2022 (Unaudited)
Accounting (loss) profit before tax	(835,327)	70,309
Non - taxable income	(2,905,000)	(2,395,091)
Non - deductible expenses	3,636,872	2,680,124
Taxable (loss) profit before tax	(103,455)	355,351
Income tax expense	-	92,391
Income tax from previous years	19,385	215
The effect of deferred tax assets	(174,648)	(92,606)
	(155,263)	(92,391)
Effective tax rate	-	%31
Legal tax rate (includes national contribution at 2%)	%26	%26

**16- Share Capital**

Authorized and paid-up capital as of March 31, 2023 and December 31, 2022 amounted to JD 9,100,000 divided into 9,100,000 shares, the par value of each share is JD 1.

**17- Statutory Reserve**

As required by the Jordanian Companies' Law, 10% of the Company's net income before tax is transferred to statutory reserve. The Company may resolve to discontinue such annual transfers when the reserve reaches 25% of the issued share capital. The statutory reserve is not available for distribution to the shareholders.

**18- Fair Value Reserve**

	March 31,2023 (Unaudited)	December 31.2022 (Audited)
Beginning balance of the period / year	194,691	(13,182)
Changes during the period /year	(174,800)	194,234
Deferred tax liability	32,773	46,535
Deferred tax assets	(66,586)	(32,896)
Ending balance for the period / year	(13,922)	194,691



**Jordan French Insurance Company**  
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**Notes to the Interim Condensed Financial Statements (Unaudited)**  
**For the three months period ended March 31, 2023**  
(Jordanian Dinars)

**19- (Loss)/Gain from Financial Assets and Investments**

	<b>March 31,2023</b> <b>(Unaudited)</b>	<b>March 31,2022</b> <b>(Audited)</b>
(loss)/Gain from revaluation of financial assets measured at fair value through profit or loss	<b>(91,402)</b>	20,091

**20- Earnings (loss) per share**

The (loss) profit per share is calculated by dividing the profit for the year by the weighted average number of shares during the year.

	<b>For the three months period ended</b>	
	<b>March 31,2023</b> <b>(Unaudited)</b>	<b>December 31,2022</b> <b>(Audited)</b>
(Loss) profit for the year	<b>(680,064)</b>	48,684
Weighted average number of shares	<b>9,100,000</b>	9,100,000
Basic and diluted (losses) earnings per share.	<b>(0.075)</b>	0.005

The basic earnings per share in net (loss)/earnings for the period is equal to the diluted earnings per share in net (loss)/earnings for the period.

**21- Cash and cash equivalent**

The cash and cash equivalents that appear in the statement of cash flows represent the following:

	<b>March 31, 2023</b> <b>(Unaudited)</b>	<b>March 31,2022</b> <b>(Unaudited)</b>
Cash on hands and at banks.	<b>401,669</b>	959,212
Add: Deposits at banks maturing within three months (note 3)	<b>4,635,397</b>	3,522,395
Less: bank facilities	<b>(205,983)</b>	(2,422,660)
<b>Net cash and cash equivalents</b>	<b>4,831,083</b>	2,058,947

\*This item represents the amount utilized from bank facilities granted to the Company by Jordan Kuwait Bank with a ceiling of 2,250,000 JD. The interest rate on these bank facilities was 4.4% during the year ended March31, 2023 (March31, 2022: 5.25%) these facilities are unsecured. In addition to the above facilities the Company obtained during 2021 from Housing Bank for Trade and Finance a ceiling of JD 800,000, noting that the remaining amount of these facilities amounted to JD 205,983 as at March31, 2023. The interest rate on these bank facilities was 6% during the year ended March31, 2023, and these facilities are secured against bank deposits. (Note 3)



**Jordan French Insurance Company**  
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**22- Related Parties Transactions and Balances**

The Company has entered into transactions with major shareholders, directors and senior management within the normal business activities of the Company. All insurance receivables granted to related parties are considered to be operating and no provision has been booked against these balances.

Prices policies and terms of the transactions with related parties are approved by the Company's management

The following represents a summary of related parties' transactions:

	Related party		Total	
	Affiliate Companies	Board of Directors members and shareholders	March 31,2023 (Unaudited)	December 31,2022 (Audited)
<b>Statement of financial position:</b>				
Checks under collection	2,319,778	37,644	2,357,422	2,763,571
Accounts Receivables	14,937	2,033,788	2,048,725	1,725,943

	Related party		Total	
	Affiliate Companies	Board of Directors members and shareholders	March 31, 2023 (Unaudited)	December 31,2022 (Audited)
<b>Statement of interim condensed profit / loss</b>				
Written premiums	31,091	780,000	811,091	1,416,569

The following represents a benefits summary (salaries and remunerations) for executive management:

	March 31,2023 (Unaudited)	March 31,2022 (Audited)
Salaries and remunerations and the benefits	196,470	103,590
Board of Directors' transportation allowance	11,550	11,550
	<b>208,020</b>	<b>115,140</b>

**23- The Fair value of the financial assets**

The company uses the following arrangement of valuation methods and alternatives in determining and presenting the fair value of financial assets:

- Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Notes to the Interim Condensed Financial Statements (Unaudited)**  
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(Jordanian Dinars)

**23- The Fair value of the financial assets (continued)**

The continuously analysis of the financial assets through fair value is as follows;

	Level 1	Level 3	Total
<b>March 31, 2023 (unaudited)</b>			
Financial assets at fair value through profit or loss	133,673	-	133,673
Financial assets at fair value through other comprehensive income	1,376,719	601,136	1,977,855
	<u>1,510,392</u>	<u>601,136</u>	<u>2,111,528</u>
<b>December 31, 2022 (audited)</b>			
Financial assets at fair value through profit or loss	225,075	-	225,075
Financial assets at fair value through other comprehensive income	1,488,888	728,736	2,217,624
	<u>1,713,963</u>	<u>728,736</u>	<u>2,442,699</u>

**24- Lawsuits Raised by and against the company**

The company appears as a defendant in a number of cases, and the company has calculated sufficient provisions to meet the obligations against these lawsuits. In the opinion of the company and its legal advisor, the calculated provisions amounting to JD 3,146,207 as on March 31, 2023 (December 31, 2022: 3,236,785 JD) are sufficient to meet the obligations for these suits.

The value of cases filed by the company against third parties amounted to 3,066,881 JD as of March 31, 2023 (December 31, 2022: 3,471,479 JD), represented in receivables due to the company and returned checks as a result of the company's normal activity.

**25- Contingent liabilities**

As of the Interim Condensed financial statements date, the Company has potential obligations in the form of bank guarantees in the amount of 3,696,262 JD compared to 3,364,173 JD as on March 31, 2023 and December 31, 2022, respectively

**26- Comparative Figures**

Some numbers of the financial statements for the year 2022 were reclassified to match the numbers of the financial statements for the year 2023, and the reclassification did not result in any impact on the net (loss) / profit or equity for the year 2022.



**Jordan French Insurance Company**  
(Public Shareholding Company)  
**Statement Of Financial Position for Life Insurance (Unaudited)**  
**As of March 31, 2023**  
(Jordanian Dinars)

	<b>March 31, 2023</b> <b>(Unaudited)</b>	<b>December 31, 2022</b> <b>(Audited)</b>
<b>Assets</b>		
Deposits at banks	481,528	328,615
Financial assets at fair value through profit or loss	3,419	5,757
Financial assets at fair value through other comprehensive income	50,586	56,718
Investment in associates	14,580	17,050
Financial assets at amortized cost	1,918	1,918
Investment properties	46,531	49,333
<b>Total investments</b>	<b>598,563</b>	<b>459,391</b>
Cash on hand and at banks	10,273	66,253
Notes receivable and checks under collection	43,241	40,306
Account receivables	434,829	334,850
Reinsurance receivables	306,684	496,291
Property and equipment	33,695	33,710
Intangible assets	8	5
Right of use assets	279	372
Other assets	19,019	19,834
<b>Total assets</b>	<b>1,446,591</b>	<b>1,451,012</b>
<b>Liabilities and head office equity</b>		
Outstanding claim reserve	72,420	65,833
Mathematical reserve	687,713	594,709
<b>Total Technical Reserves</b>	<b>760,133</b>	<b>660,542</b>
Bank facilities	-	-
Account payable	25,141	22,075
Post-dated checks	83,784	91,469
Reinsurance payables	15,766	17,108
Lease liability	712	705
Income tax provision	-	-
Other liabilities	8,776	5,838
<b>Total Liabilities</b>	<b>894,312</b>	<b>797,737</b>
Head Office current account	653,275	828,668
Profit for the year	(100,996)	(175,393)
<b>Total liabilities and Head office equity</b>	<b>1,446,591</b>	<b>1,451,012</b>