

JORDAN AHLI BANK  
(PUBLIC SHAREHOLDING COMPANY)  
AMMAN – HASHEMITE KINGDOM OF JORDAN

CONSOLIDATED CONDENSED INTERIM FINANCIAL  
STATEMENTS FOR THE PERIOD  
ENDED SEPTEMBER 30, 2023

JORDAN AHLI BANK  
(PUBLIC SHAREHOLDING COMPANY)  
AMMAN - HASHEMITE KINGDOM OF JORDAN  
CONSOLIDATED CONDENSED INTERIM FINANCIAL  
STATEMENTS TOGETHER WITH  
THE REVIEW REPORT FOR THE NINE MONTHS  
PERIOD ENDED SEPTEMBER 30, 2023

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Review Report	1
Consolidated Condensed Interim Statement of Financial Position	2
Consolidated Condensed Interim Statement of Profit or Loss	3
Consolidated Condensed Interim Statement of Comprehensive Income	4
Consolidated Condensed Interim Statement of Changes in Owners' Equity	5
Consolidated Condensed Interim Statement of Cash Flows	6
Notes to the Consolidated Condensed Interim Financial Statements	7 - 33

## **Independent Auditor's Review Report**

AM/98450

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

### **Introduction**

We have reviewed the accompanying consolidated condensed interim statement of financial position of Jordan Ahli Bank (a Public Shareholding Company) (The "Bank") and its subsidiaries and foreign branches (The "Group") as of September 30, 2023 and the related consolidated condensed interim statements of profit or loss, and comprehensive income for the three months and nine months ended September 30, 2023, and changes in owners' equity and cash flows for the nine-months period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for preparation and fair presentation of this consolidated condensed interim financial statements in accordance with the international accounting standard (34) "Interim Financial Reporting" as adopted by Central Bank of Jordan. Our responsibility is to express a conclusion on these condensed consolidated 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 Entity". A review of consolidated 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 consolidated condensed interim financial information is not prepared, in all material respects, in accordance with the International Accounting Standard (34) "Interim Financial Reporting" as adopted by Central Bank of Jordan.

### **Other Matter**

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

Amman – Jordan  
October 30, 2023

  
**Deloitte & Touche (M.E.) – Jordan**  
**Deloitte & Touche (M.E.)**  
ديلويت أند توش (الشرق الأوسط)  
010105

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

	Note	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
		JD	JD
<u>Assets:</u>			
Cash and balances at central banks	5	201,594,639	208,440,151
Balances at banks and financial institutions	6	150,539,644	110,803,850
Deposits at banks and financial institutions	7	34,423,367	-
Direct credit facilities - net	8	1,673,253,610	1,595,272,646
Financial assets at fair value through other comprehensive income	9	38,027,789	37,735,650
Financial assets at amortized cost - net	10	905,338,496	870,996,932
Property and equipment - net		87,819,517	81,575,718
Right of use assets		10,454,159	10,582,187
Intangible assets - net		2,655,609	4,928,612
Deferred tax assets		15,081,827	16,013,873
Other assets	11	121,738,340	126,163,674
TOTAL ASSETS		<u>3,240,926,997</u>	<u>3,062,513,293</u>
<u>LIABILITIES AND OWNERS' EQUITY:</u>			
<u>LIABILITIES:</u>			
Banks' and financial institutions' deposits		140,632,600	116,878,759
Customers' deposits	12	2,178,328,741	2,027,658,466
Margin accounts		343,489,823	329,873,356
Loans and borrowings	13	160,524,330	164,628,175
Subordinated bonds		20,000,000	20,000,000
Sundry provisions		4,550,254	5,141,770
Income tax provision	14	7,691,741	10,871,837
Lease liability		10,108,139	10,477,672
Other liabilities	15	48,313,522	46,635,430
TOTAL LIABILITIES		<u>2,913,639,150</u>	<u>2,732,165,465</u>
<u>OWNERS' EQUITY:</u>			
<u>BANK'S SHAREHOLDERS' EQUITY:</u>			
Subscribed and paid in capital	24	200,655,000	200,655,000
Statutory reserve	25	67,779,725	67,779,725
Voluntary reserve	25	15,761,637	15,761,637
Periodic fluctuations reserve		3,678,559	3,678,559
Fair value reserve	16	(5,457,829)	(5,871,290)
Retained earnings	17	32,249,805	48,344,197
Profit for the period		12,620,950	-
TOTAL OWNERS' EQUITY		<u>327,287,847</u>	<u>330,347,828</u>
TOTAL LIABILITIES AND OWNERS' EQUITY		<u>3,240,926,997</u>	<u>3,062,513,293</u>

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

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

	Note	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
		2023 (Reviewed)	2022 (Reviewed)	2023 (Reviewed)	2022 (Reviewed)
		JD	JD	JD	JD
Interest income		52,219,311	40,711,723	148,845,413	112,918,008
Interest expense		28,730,487	17,631,100	76,502,550	48,247,523
<b>Net interest income</b>		23,488,824	23,080,623	72,342,863	64,670,485
Net commission income		4,102,053	3,790,368	11,265,818	10,732,108
<b>Net interest and commission income</b>		27,590,877	26,870,991	83,608,681	75,402,593
Gain from foreign currencies		699,927	541,673	1,682,607	1,592,637
Dividends from financial assets at fair value through other comprehensive income	9	1,110	555	793,726	367,687
Other income		739,630	1,002,440	4,948,344	4,959,158
<b>Gross Income</b>		29,031,544	28,415,659	91,033,358	82,322,075
Expenses:					
Employees expenses		9,371,948	9,342,587	28,195,505	27,437,147
Depreciation and amortization		2,851,626	2,716,174	8,433,975	8,303,123
Other expenses		6,547,469	6,529,491	20,312,581	19,407,189
Provision for expected credit loss - Net	18	2,561,094	1,565,391	9,782,229	5,084,436
Impairment provisions and others		656,281	(430,000)	1,999,948	1,241,284
<b>Total Expenses</b>		21,988,418	19,723,643	68,724,238	61,473,179
<b>Income for the Period before Taxes</b>		7,043,126	8,692,016	22,309,120	20,848,896
Income tax expense	14	(3,599,123)	(2,963,802)	(9,688,170)	(7,020,083)
<b>Income for the Period</b>		3,444,003	5,728,214	12,620,950	13,828,813
Refer to:					
Bank's shareholders		3,444,003	5,728,214	12,620,950	13,828,813
		3,444,003	5,728,214	12,620,950	13,828,813
				JD / Fils	JD / Fils
Basic and diluted earnings per share attributable to Bank's shareholders	19			0/063	0/069

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

JORDAN AHLI BANK

(PUBLIC SHAREHOLDING COMPANY)

AMMAN - HASHEMITE KINGDOM OF JORDAN

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

(REVIEWED NOT AUDITED)

	For the Three Months Ended September 30,		For the Nine Months Ended September 30,		
	Note	2023 (Reviewed)	2022 (Reviewed)	2023 (Reviewed)	2022 (Reviewed)
		JD	JD	JD	JD
Income for the Period		3,444,003	5,728,214	12,620,950	13,828,813
Other comprehensive income items not to be reclassified to consolidated condensed interim financial statements profit or loss :					
Loss from sale of shares		(41,992)	-	(41,992)	-
Change in Fair value reserve- net	16	331,813	(267,256)	413,461	(200,149)
Total Comprehensive Income for the Period		3,733,824	5,460,958	12,992,419	13,628,664
Total Comprehensive Income for the Period Attributed to:					
Bank's shareholders		3,733,824	5,460,958	12,992,419	13,628,664
		3,733,824	5,460,958	12,992,419	13,628,664

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

JORDAN AHLI BANK  
(PUBLIC SHAREHOLDING COMPANY)  
AMMAN - HASHEMITE KINGDOM OF JORDAN  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES' IN OWNER'S EQUITY  
(REVIEWED NOT AUDITED)

	Equity- Bank's Shareholders							
	Reserves							Total Owner's Equity
	Subscribed and paid-up Capital	Statutory	Voluntary	Periodic Fluctuations	Fair Value Reserve - net	Retained Earnings	Profit for the Period	
For the Nine Months Ended September 30, 2023	JD	JD	JD	JD	JD	JD	JD	JD
Balance - Beginning of the Period	200,655,000	67,779,725	15,761,637	3,678,559	(5,871,290)	48,344,197	-	330,347,828
Income for the period	-	-	-	-	-	-	12,620,950	12,620,950
Loss from sale of financial assets at fair value through other comprehensive income	-	-	-	-	27,391	(41,992)	-	(14,601)
Change in fair value reserve	-	-	-	-	386,070	-	-	386,070
Total comprehensive income	-	-	-	-	413,461	(41,992)	12,620,950	12,992,419
Dividends	-	-	-	-	-	(16,052,400)	-	(16,052,400)
Balance - End of the Period	200,655,000	67,779,725	15,761,637	3,678,559	(5,457,829)	32,249,805	12,620,950	327,287,847
<b>For the Nine Months Ended September 30, 2022</b>								
Balance - Beginning of the Period	200,655,000	65,208,593	15,761,637	3,678,559	(5,645,628)	48,061,337	-	327,719,498
Income for the period	-	-	-	-	-	-	13,828,813	13,828,813
Change in fair value reserve	-	-	-	-	(200,149)	-	-	(200,149)
Total comprehensive income	-	-	-	-	(200,149)	-	13,828,813	13,628,664
Dividends	-	-	-	-	-	(14,045,850)	-	(14,045,850)
Balance - End of the Period	200,655,000	65,208,593	15,761,637	3,678,559	(5,845,777)	34,015,487	13,828,813	327,302,312

- An amount of JD 12,471,685 from retained earnings is restricted to be used based on the Central Bank of Jordan instructions, against deferred tax assets as of September 30, 2023.
- The use of periodic fluctuations reserve is restricted unless approved by the Palestinian Monetary Authority.
- The use of the retained earing balance in equivalent of negative balance of the fair value reserve amounted to JD 5,457,829 is prohibited, according to the instructions of Jordan Securities Commission.

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

JORDAN AHLI BANK  
(PUBLIC SHAREHOLDING COMPANY)  
AMMAN - HASHEMITE KINGDOM OF JORDAN  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS  
(REVIEWED NOT AUDITED)

		For the Nine Months Ended September 30,	
	Note	2023 (Reviewed)	2022 (Reviewed)
<b>Cash flow from operating activities</b>		JD	JD
Income for the period before income tax		22,309,120	20,848,896
<b>Adjustments:</b>			
Depreciation and amortisation		8,433,975	8,303,123
Provision for expected credit losses, net	18	9,782,229	5,084,436
Provision on seized assets		706,500	711,834
Other provisions		1,293,448	529,450
(Gain) from sale of property and equipment		(25,327)	(281,980)
Dividends income on financial assets at fair value through other comprehensive income	9	(793,726)	(367,687)
Net interest revenue		(10,081,381)	(8,342,800)
Effect of exchange rate changes on cash and cash equivalents		455,056	196,124
Profit before changes in assets and liabilities		<b>32,079,894</b>	<b>26,681,396</b>
<b>CHANGES IN ASSETS AND LIABILITIES:</b>			
(Increase) decrease in assets:			
Balances and deposits at banks and financial institutions (maturing within a period exceeding 3 months)		(34,817,466)	20,157,690
Direct credit facilities		(87,771,596)	(188,525,599)
Right-of-use assets		(1,580,204)	(2,812,197)
Other assets		17,734,989	20,989,965
Increase (decrease) in liabilities:			
Banks' and financial institutions' deposits maturing within a period exceeding 3 months		16,310,349	(25,273,779)
Customers' deposits		150,670,275	55,059,178
Margin accounts		13,616,467	21,146,864
Lease liability		(369,533)	1,092,971
Other liabilities		(12,283,831)	(7,157,475)
<b>Net Cash Flow From (Used in) Operating Activities before Income tax</b>		93,589,344	(78,640,986)
Income tax paid	14	(12,039,886)	(11,440,384)
Sundry provisions paid		(1,198,714)	(296,795)
<b>Net Cash Flow From (Used in) Operating Activities</b>		<b>80,350,744</b>	<b>(90,378,165)</b>
<b>Net cash flow from Investing activities</b>			
Financial assets at fair value through other comprehensive income		182,996	(11,730,506)
Financial assets at amortized cost		(33,918,893)	626,160
Dividends income on financial assets at fair value through other comprehensive income		793,726	367,687
Purchases of property, equipment, projects under construction, and intangible assets		(11,165,514)	(2,729,744)
Proceeds from sale of properties and equipment		494,302	347,419
Proceeds from sale of seized assets		9,320,730	2,474,840
<b>Net Cash Flow (used in) Investing Activities</b>		<b>(34,292,653)</b>	<b>(10,644,144)</b>
<b>Cash Flow from Financing activities</b>			
(Decrease) increase in loans and borrowings		(4,103,845)	10,567,136
Distributed dividends	17	(16,052,400)	(14,045,850)
<b>Net Cash Flow (used in) Financing Activities</b>		<b>(20,156,245)</b>	<b>(3,478,714)</b>
Effect of exchange rate changes on cash and cash equivalents		(455,056)	(196,124)
Net Increase (decrease) in Cash and Cash Equivalents		25,446,790	(104,697,147)
Cash and cash equivalents at the beginning of the year		192,714,619	289,949,087
<b>Cash and Cash Equivalents at the End of the Period</b>	20	<b>218,161,409</b>	<b>185,251,940</b>

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



JORDAN AHLI BANK  
(PUBLIC SHAREHOLDING COMPANY)  
NOTES TO THE CONSOLIDATED CONDENSED INTERIM  
FINANCIAL STATEMENTS  
(REVIEWED NOT AUDITED)

---

1. Establishment and Activities

Jordan Ahli Bank was established in the year 1955 as a public shareholding Company under registration No. (6) on July 1, 1955 in accordance with the company's law for the year 1927, with headquarters in Amman. Its address is Queen Noor Street, P.O Box 3103, Amman 11181 Jordan. AL A'MAL Bank was merged with the Bank effective from December 1, 1996. Moreover, Philadelphia Investment Bank was merged with Jordan Ahli Bank Company Public Shareholding Company effective from July 1, 2005.

The Bank provides all banking and financial services related to its business through its main office, branches in Jordan (49 branches), foreign branches in Palestine and Cyprus (10 branches) and its subsidiaries in Jordan.

The Bank's shares are listed in Amman Stock Exchange - Jordan.

The consolidated condensed interim financial statements have been approved by the Board of Directors in its meeting No. (9) held on October 26, 2023.

2. Basis of Preparation

The accompanying consolidated condensed interim financial information for the nine months period ended September 30, 2023 are prepared in accordance to the International Financial Reporting Standard number 34 (IFRS 34) (interim financial reports) as adopted by the Central Bank of Jordan.

The Bank fiscal year ends on December 31 from each year, except that the accompanying consolidated condensed interim financial information were prepared for management, central Bank of Jordan and Jordan Security Commission purposes.

The main differences between the IFRSs as they should be applied and what has been approved by the Central Bank of Jordan, are as follows:

- a. Provisions for expected credit losses are calculated in accordance with IFRS 9 and the Central Bank of Jordan, whichever is stricter, the material differences are as follows:
  - Exempt debt instruments and any other credit exposures issued or granted by the Jordanian government, so that credit exposures on the Jordanian Government and by its guarantee are treated without credit losses.
  - When calculating the credit losses against credit exposures, the calculation results according to IFRS 9 are compared with those according to the Central Bank of Jordan's Instructions No. (2009/47) dated December 10, 2009 for each stage separately and the most severe results are taken.
  - In some special cases the Central Bank of Jordan agrees on special arrangements related to the calculation of the expected credit losses' provision of direct credit facilities customers for a specific period of time.
  - Exempt facilities associated with governmental projects (financing governmental dues) from classification when calculating provisions.

- b. Interest and commissions on non performing credit facilities granted to clients are suspended, based on the regulations of the Central Bank of Jordan.
- c. Assets seized by the Bank are shown in the consolidated condensed interim statement of financial position, among other assets, at their current value when seized by the Bank or at their fair value, whichever is lower. Furthermore, they are reassessed on the date of the consolidated condensed interim financial statements, and any decrease in value is recorded as a loss in the consolidated condensed interim statement of profit or loss and comprehensive income while the increase in value is not recorded as revenue. In addition, any subsequent increase is taken to the consolidated condensed interim statement of profit or loss and comprehensive income to the limit that it does not exceed the previously recorded impairment value. In accordance with the circular of the Central Bank of Jordan NO. 10/3/16234 dated October 10, 2022, the gradual provision for the seized assets was suspended, provided that the allocated provisions for the seized assets in violation of the Banking Law are maintained, and the only allocated provisions that are released are the ones against any of the violating real estate that are disposed of.
- The reporting currency of the consolidated condensed interim financial statements is the Jordanian Dinar, which is the functional and display currency of the Bank.
- The consolidated condensed interim financial information does not include all the information and clarifications required for the annual financial statements and should be read with the Bank's annual financial statements for the year ended December 31, 2022, and the results of the nine months ended September 30, 2023 do not necessarily represent an indication of the expected results of the fiscal year ending December 31, 2023. The nine-month profit for the nine months ended September 30, 2023, which is held at the end of the fiscal year, was not allocated.

Significant Accounting Judgments and key Sources of Uncertainty Estimates, and Risk Management:

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

We believe that our estimates in the preparation of the consolidated condensed interim financial statements are reasonable and similar to those adopted in the preparation of consolidated financial statements for the year 2022.

### 3. Significant Accounting Policies

The accounting policies used in the preparation of the condensed consolidated interim financial information for the period ended September 30, 2023 are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2022. However, the Bank has adopted the following amendments and interpretation that was effective for all period after January 1, 2023 in preparing the condensed consolidated interim financial information for the Group and have not materially affected the amounts and disclosures in the condensed consolidated interim financial information for the period and prior years, which may have an impact on the accounting treatment of future transactions and arrangements.

#### **Amendments to IAS 1 – Classification of Liabilities as Current or Non-current**

The amendments to IAS 1 affect only the presentation of liabilities as current or non-current in the statement of financial position and not the amount or timing of recognition of any asset, liability, income or expenses, or the information disclosed about those items.

The amendments clarify that the classification of liabilities as current or noncurrent is based on rights that are in existence at the end of the reporting period, specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability, explain that rights are in existence if covenants are complied with at the end of the reporting period, and introduce a definition of 'settlement' to make clear that settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services.

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

The amendments update IFRS 3 so that it refers to the 2018 Conceptual Framework instead of the 1989 Framework. They also add to IFRS 3 a requirement that, for obligations within the scope of IAS 37, an acquirer applies IAS 37 to determine whether at the acquisition date a present obligation exists as a result of past events. For a levy that would be within the scope of IFRIC 21 Levies, the acquirer applies IFRIC 21 to determine whether the obligating event that gives rise to a liability to pay the levy has occurred by the acquisition date.

Finally, the amendments add an explicit statement that an acquirer does not recognise contingent assets acquired in a business combination.

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

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract consist of both the incremental costs of fulfilling that contract (examples would be direct labour or materials) and an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract).

The amendments apply to contracts for which the entity has not yet fulfilled all its obligations at the beginning of the annual reporting period in which the entity first applies the amendments. Comparatives are not restated. Instead, the entity shall recognise the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate, at the date of initial application.

#### **Amendments to IAS 16 – Property, Plant and Equipment—Proceeds before Intended Use**

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced before that asset is available for use, i.e. proceeds while bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Consequently, an entity recognises such sales proceeds and related costs in profit or loss. The entity measures the cost of those items in accordance with IAS 2 Inventories.

The amendments also clarify the meaning of 'testing whether an asset is functioning properly. IAS 16 now specifies this as assessing whether the technical and physical performance of the asset is such that it is capable of being used in the production or supply of goods or services, for rental to others, or for administrative purposes.

If not presented separately in the statement of comprehensive income, the financial statements shall disclose the amounts of proceeds and cost included in profit or loss that relate to items produced that are not an output of the entity's ordinary activities, and which line item(s) in the statement of comprehensive income include(s) such proceeds and cost.

The amendments are applied retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments.

The entity shall recognise the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.

## **IFRS Financial Enhancements 2018-2020**

### IFRS 1 First-time Adoption of International Financial Reporting Standards

The amendment provides additional relief to a subsidiary which becomes a first-time adopter later than its parent in respect of accounting for cumulative translation differences. As a result of the amendment, a subsidiary that uses the exemption in IFRS 1:D16 (a) can now also elect to measure cumulative translation differences for all foreign operations at the carrying amount that would be included in the parent's consolidated financial statements, based on the parent's date of transition to IFRS Standards, if no adjustments were made for consolidation procedures and for the effects of the business combination in which the parent acquired the subsidiary. A similar election is available to an associate or joint venture that uses the exemption in IFRS 1:D16 (a).

### IFRS 9 Financial Instruments

The amendment clarifies that in applying the '10 per cent' test to assess whether to derecognise a financial liability, an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf. The amendment is applied prospectively to modifications and exchanges that occur on or after the date the entity first applies the amendment.

### IAS 41 Agriculture

The amendment removes the requirement in IAS 41 for entities to exclude cash flows for taxation when measuring fair value. This aligns the fair value measurement in IAS 41 with the requirements of IFRS 13 Fair Value Measurement to use internally consistent cash flows and discount rates and enables preparers to determine whether to use pretax or post-tax cash flows and discount rates for the most appropriate fair value measurement.

The amendment is applied prospectively, i.e. for fair value measurements on or after the date an entity initially applies the amendment.

## **4. Basis of Preparation the consolidated condensed interim financial information**

The consolidated condensed interim financial information include the financial information of the Bank and its subsidiaries under its control, Meanwhile, control exists when the Bank has control over the investee company, or it is exposed to variable returns or holds rights for its participation in the investee company, and the Bank is able to use its control over the investee company to affect those returns.

The Bank reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control listed above.

When the Bank has less than the majority of the voting rights of an investee, it considers that it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally, In this regard, the Bank considers all relevant facts and circumstances in assessing whether or not the Bank's voting rights in an investee are sufficient to give it power, including:

- The size of the Bank's holding of voting rights relative to the size and dispersion of holdings of the other vote holders.
- Potential voting rights held by the Bank, other vote holders or other parties.
- Rights arising from other contractual arrangements.
  
- Any additional facts and circumstances that indicate that the Bank has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Control is achieved when the Bank:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee;
- has the ability to use its power to affect the investee's returns.

The Bank reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control listed above.

When the Bank has less than the majority of the voting rights of an investee, it considers that it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally, In this regard, the Bank considers all relevant facts and circumstances in assessing whether or not the Bank's voting rights in an investee are sufficient to give it power, including:

- the size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Company, other vote holders or other parties;
- rights arising from other contractual arrangements; and
- any additional facts and circumstances that indicate that the Bank has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

When it loses control of a subsidiary, the Bank performs the following:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary.
- Derecognizes the book value of any non-controlling interests,
- Derecognizes transfer differences accumulated in Owners' Equity.
- Derecognizes the fair value to the next controlling party.
- Derecognizes the fair value of any investment retained.
- Derecognizes any gain or loss in the income statement.
- Reclassifies owners' equity already booked in other comprehensive income to the profit or loss statement as appropriate.

The non-controlling interests represent the portion not owned by the Bank relating to ownership of the subsidiaries.

- All balances, transactions, income, and expenses between the Bank and its subsidiaries are eliminated.
- The subsidiaries financial information are prepared under the same accounting policies adopted by the Bank, If the subsidiaries apply different accounting policies than those used by the Bank, the necessary modifications shall be made to the subsidiaries' financial information to make them comply with the accounting policies used by the Bank.
- The results of the subsidiaries' operations are consolidated in the consolidated statement of profit or loss effective from their acquisition date, which is the date on which control over subsidiaries is effectively transferred to the Bank, Furthermore, the results of the disposed of subsidiaries are consolidated in the consolidated statement of profit or loss up to the date of their disposal, which is the date on which the Bank loses control over the subsidiaries.
- The non-controlling interests represent the portion not owned by the Bank in the subsidiaries, Non-controlling interests are shown in the subsidiaries' net assets as a separate line item within the Bank's statement of shareholders' equity.

The Bank owns the following subsidiaries as of September 30, 2023:

Company's Name	Paid-up Capital	Investment	Ownership of the Bank	Nature of Operation	Date of Acquisition	Location
	JD	JD	%			
Ahli Mircofinance Company	6,000,000	6,000,000	100	MicroFinance	1999	Jordan
Ahli Financial Leasing Company	17,500,000	17,500,000	100	Financial Leasing	2009	Jordan
Ahli Financial Brokerage Company	3,000,000	3,000,000	100	Financial Brokerage	2006	Jordan
Ahli Financial Technology Compnay	1,500,00	1,500,00	100	Manufacturing, programming, preparing, developing and supplying programs	2017	Jordan

## 5. Cash and Balances at Central Banks

Details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Cash at treasury	79,445,016	66,137,926
<b>Balances at the Central Banks:</b>		
Current accounts and demand deposits	10,914,861	13,031,476
Term and notice deposits	10,635,000	32,762,000
Statutory cash reserve	100,599,762	96,508,749
Total Balances at the Central Banks	122,149,623	142,302,225
Total Cash and Balances at Central Banks	201,594,639	208,440,151

- Except for the cash reserve with central banks and the capital deposit with the Palestinian Monetary Authority amounting to JD 10,635,000 shown within time and notice deposit, There are no restricted cash balances as of September 30, 2023 and December 31, 2022.
- There are no balances, maturing within a period exceeding three months as of September 30, 2023 and December 31, 2022.

## 6. Balances at Banks and Financial Institutions

The details of this item is as follows:

	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
Current and under demand accounts	JOD	JOD	JOD	JOD	JOD	JOD
Deposits maturing within 3 months or less	300,306	113,260	41,564,951	44,356,195	41,865,257	44,469,455
Total	709,000	-	107,987,603	66,539,145	108,696,603	66,539,145
	1,009,306	113,260	149,552,554	110,895,340	150,561,860	111,008,600
Less: Impairment provision *	(7,518)	(861)	(14,698)	(203,889)	(22,216)	(204,750)
Net balance at banks and financial institutions	1,001,788	112,399	149,537,856	110,691,451	150,539,644	110,803,850

- Non-interest bearing balances at banks and financial institutions amounted to JD 41,865,257 as of September 30, 2023 (JD 44,469,455 as of December 31, 2022).

- There are no Restricted balances as of September 30, 2023 and as of December 31, 2022).

\* Disclosure of the provision for expected credit losses of balances at banks and financial institutions:

	September 30, 2023		December 31, 2022	
	Stage (1) Individual	Total	Stage (1) Individual	Total
Balance as at the beginning of the period / year	JOD	JOD	JOD	JOD
ECL for new balances during the year	204,750	204,750	21,556	21,556
Recoveries from ECL related to withdrawn balances	1,243	1,243	156,663	156,663
Changes resulted from adjustments	(183,777)	(183,777)	(2,743)	(2,743)
Total balance at the end of the period / year	-	-	29,274	29,274
	22,216	22,216	204,750	204,750



## 7. Deposits at Banks and Financial Institutions

Details of the following item are as follows:

	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
Deposits maturing for more than Year	JD	JD	JD	JD	JD	JD
Total	35,000,000	-	-	-	35,000,000	-
Less: Impairment Provision	35,000,000	-	-	-	35,000,000	-
	(576,633)	-	-	-	(576,633)	-
	34,423,367	-	-	-	34,423,367	-

Disclosure of the provision for expected credit losses on deposits at banks and financial institutions:

	September 30, 2023		December 31, 2022	
	Stage 1 Individual	Total	Stage 1 Individual	Total
Balance at the beginning of the period / year	JD	JD	JD	JD
ECL for new balances during the period / year	-	-	29,274	29,274
Recoveries from ECL related to withdrawn balances	576,633	576,633	-	-
Total Balance At the End of the Period / Year	-	-	(29,274)	(29,274)
	576,633	576,633	-	-

#### 8. Direct Credit Facilities - Net

The details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
<b>Individuals (retail):</b>		
Overdraft accounts	3,197,482	1,822,681
Loans and promissory notes *	404,250,999	377,894,960
Credit cards	13,296,351	11,511,002
<b>Real estate loans</b>	325,265,278	329,799,397
<b>Companies :</b>		
<b>Large Companies</b>		
Overdraft accounts	198,267,688	177,990,289
Loans and promissory notes *	617,638,938	602,776,362
<b>Small and Medium</b>		
Overdraft accounts	32,829,813	34,049,264
Loans and promissory notes *	152,854,326	133,749,424
<b>Government and public sector</b>	40,152,989	30,117,405
<b>Total</b>	1,787,753,864	1,699,710,784
<u>Less:</u> Interest in suspense	(26,281,936)	(24,159,202)
Less: Expected credit losses	(88,218,318)	(80,278,936)
Net Direct Credit Facilities and Financing	1,673,253,610	1,595,272,646

\* Net after deducting interest and commission received in advance of JD 14,049,288 as of September 30, 2023 (JD 14,257,407 as of December 31, 2022).

- Non-performing credit facilities were amounted to JD 107,522,898 which is equivalent to 6.01% of total credit facilities as of September 30, 2023 (JD 109,309,465 which is equivalent to 6.43% of total credit facilities as of December 31, 2022).
- Non-performing credit facilities after deducting interest and returns in suspense were amounted to JD 82,722,645 which is equivalent to 4.69% of total direct credit facilities balance after deducting interest and commissions in suspense as of September 30, 2023 (JD 86,110,168 which is equivalent to 5.14% of total credit facilities balance after deducting interest and commissions in suspense as of December 31, 2022).
- Non-performing credit facilities transferred to off consolidated statement of financial position items, amounted to JD 137,911,848 as at September 30, 2023 (JD 139,384,618 as of December 31, 2022). Noting that, these credit facilities are fully covered with the suspended interests and provisions.
- There are no credit facilities granted to and guaranteed by the Jordanian government as of September 30, 2023 and December 31, 2022.

The movement on facilities at Individual basis is as follows:

For the Nine Months Period Ended September 30, 2023 (reviewed)	Stage 1		Stage 2		Stage 3		Total
	Individual	JD	Individual	JD	Individual	JD	
Balance at the beginning of the period	1,448,380,200		142,021,119		109,309,465		1,699,710,784
New facilities during the period	404,774,821		13,252,037		3,070,194		421,097,052
Settled facilities	(301,999,288)		(18,308,040)		(10,157,442)		(330,464,770)
Transferred to stage 1	10,276,019		(9,830,161)		(445,858)		-
Transferred to stage 2	(22,951,569)		23,232,065		(280,496)		-
Transferred to stage 3	(3,933,558)		(4,682,679)		8,616,237		-
Written-off facilities or transferred to off-consolidated statement of financial position items	-		-		(2,589,202)		(2,589,202)
Balance End of the Period	1,534,546,625		145,684,341		107,522,898		1,787,753,864

For the Year Ended December 31, 2022 (audited)	Stage 1		Stage 2		Stage 3		Total
	Individual	JD	Individual	JD	Individual	JD	
Balance at the beginning of the year	1,219,474,936		137,769,708		107,430,472		1,464,675,116
New facilities during the year	519,740,463		39,350,286		9,159,528		568,250,277
Settled facilities	(279,826,579)		(31,372,994)		(9,167,998)		(320,367,571)
Transferred to stage 1	19,151,604		(18,386,858)		(764,746)		-
Transferred to stage 2	(26,184,866)		26,565,812		(380,946)		-
Transferred to stage 3	(3,975,358)		(11,904,835)		15,880,193		-
Written-off facilities or transferred to off-consolidated statement of financial position items	-		-		(12,847,038)		(12,847,038)
Balance End of the Period	1,448,380,200		142,021,119		109,309,465		1,699,710,784

Expected credit loss

Following is the movement on the expected credit losses during the period / year :

For the Nine Months Period Ended September 30, 2023 (reviewed)

	Individuals JD	Real Estate JD	Corporates JD	SMEs JD	Government and Public Sector JD	Total JD
Balance at the beginning of the period	15,926,747	7,787,058	47,156,879	9,405,312	2,940	80,278,936
Provision for expected credit loss on new facilities during the period	1,751,502	640,899	1,668,566	1,473,205	938	5,535,110
Recovered from the impairment loss on paid facilities	(1,040,987)	(1,223,394)	(1,238,266)	(609,365)	-	(4,112,012)
Transferred to stage (1)	9,069	139,717	(140,263)	103,252	-	111,775
Transferred to stage (2)	(57,014)	(166,566)	46,342	(280,548)	-	(457,786)
Transferred to stage (3)	47,945	26,849	93,921	177,296	-	346,011
Transferred from / to off - consolidated statements of financial position items	(96,196)	(2,361)	(839,772)	(86,097)	-	(1,024,426)
Effect on provision-resulting from reclassification among stages for the year	1,497,828	271,957	156,317	954,753	-	2,880,855
Changes resulted from adjustments	(997,147)	196,101	6,404,129	(115,891)	(513)	5,486,679
Written-off facilities	(45,662)	(3,957)	(218,308)	(1,490)	-	(269,417)
Foreign exchange adjustments	(28,792)	-	(397,592)	(131,023)	-	(557,407)
Balance as at the end of the period	16,967,293	7,666,303	52,691,953	10,889,404	3,365	88,218,318

Redistribution:

Provisions on Individual level	16,967,293	7,666,303	52,691,953	10,889,404	3,365	88,218,318
Provisions on Collective level	-	-	-	-	-	-
	16,967,293	7,666,303	52,691,953	10,889,404	3,365	88,218,318

For the Year Ended December 31, 2022 (audited)

Balance at the beginning of the year	15,811,294	8,192,139	49,121,082	9,738,762	77,253	82,940,530
Provision for expected credit loss on new facilities during the year	2,113,668	599,420	2,513,267	1,102,577	-	6,328,932
Recovered from the impairment loss on paid facilities	(1,283,875)	(1,309,677)	(1,159,679)	(1,247,277)	-	(5,000,508)
Transferred to stage (1)	548,135	185,378	(128,074)	(16,959)	-	588,480
Transferred to stage (2)	(650,364)	(78,867)	(572,769)	(418,497)	-	(1,720,497)
Transferred to stage (3)	102,229	(106,511)	700,843	435,456	-	1,132,017
Transferred from / to off - consolidated statements of financial position items	(943,262)	(676,550)	(4,367,915)	(1,923,737)	-	(7,911,464)
Effect on provision-resulting from reclassification among stages for the year	1,048,917	(3,350)	1,299,581	1,003,297	-	3,348,445
Changes resulting from adjustments	(784,413)	1,012,149	1,660,296	1,000,024	(74,313)	2,813,743
Written-off facilities	(22,532)	(27,226)	(1,014,227)	(86,020)	-	(1,150,005)
Foreign exchange adjustments	(13,050)	153	(895,526)	(182,314)	-	(1,090,737)
Balance at the End of the Year	15,926,747	7,787,058	47,156,879	9,405,312	2,940	80,278,936

Redistribution:

Provision on an Individual basis	15,926,747	7,787,058	47,156,879	9,405,312	2,940	80,278,936
Provision on a collective basis	-	-	-	-	-	-
	15,926,747	7,787,058	47,156,879	9,405,312	2,940	80,278,936

Provisions no longer needed due to settlements, repayments or written off or transferred against other facilities were amounted to JD 4,112,012 for the Nine months period ended September 30, 2023 (JD 5,000,508 for the year ended December 31, 2022).

## Suspended Interests

The movement of the suspended interests is as follows:

	Companies				
	Individuals	Real estate	Corporates	SMEs	Total
	JD	JD	JD	JD	JD
<u>For the Nine Months Period Ended September 30, 2023 (reviewed.)</u>					
Balance beginning of the period	2,863,096	2,609,569	14,435,104	4,251,433	24,159,202
Add: Interest suspended during period	559,342	787,383	1,562,001	1,173,125	4,081,851
Less: Interests transferred to revenues	(104,506)	(235,642)	(102,166)	(116,526)	(558,840)
Transferred to stage (1)	6,487	11,977	-	7,704	26,168
Transferred to stage (2)	(285)	10,856	(735)	(111,667)	(101,831)
Transferred to stage (3)	(6,202)	(22,833)	735	103,963	75,663
Less: Transferred to off-Consolidated statement of financial position items	(31,661)	-	(268,872)	(30,482)	(331,015)
Written off suspended interests	(86,332)	(14,464)	(764,833)	(98,715)	(964,344)
Foreign exchange adjustments	(3,519)	-	(16,207)	(85,192)	(104,918)
Balance End of the Period	3,196,420	3,146,846	14,845,027	5,093,643	26,281,936
<u>For the Year Ended December 31, 2022 (audited)</u>					
Balance beginning of the Year	3,006,442	3,030,874	13,869,994	4,142,637	24,049,947
Add: Interest suspended during period	541,607	776,067	2,492,773	1,498,813	5,309,260
Less: Interests transferred to revenues	(178,058)	(428,916)	(334,119)	(169,847)	(1,110,940)
Transferred to stage (1)	11,100	19,327	-	1,012	31,439
Transferred to stage (2)	9,022	36,022	(536,305)	(91,155)	(582,416)
Transferred to stage (3)	(20,122)	(55,349)	536,305	90,143	550,977
Less: Transferred to off-consolidated statement of financial position items	(327,134)	(545,675)	(1,219,774)	(872,695)	(2,965,278)
Written off suspended interests	(162,867)	(222,781)	(312,219)	(144,149)	(842,016)
Foreign exchange adjustments	(16,894)	-	(61,551)	(203,326)	(281,771)
Balance End of the Year	2,863,096	2,609,569	14,435,104	4,251,433	24,159,202

#### 9. Financial Assets At Fair Value Through Other Comprehensive Income

The details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Quoted shares	10,492,927	10,449,929
Unquoted shares	27,534,862	27,285,721
	<u>38,027,789</u>	<u>37,735,650</u>

- Cash dividends distributions for the above-mentioned financial assets amounted to JD 793,726 for the period ended September 30, 2023 (JD 367,687 for the period ended September 30, 2022).

#### 10. Financial Assets at Amortized Cost

The details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
<u>Unquoted Financial Assets:</u>		
Governmental treasury bonds	809,475,714	768,028,106
Corporate bonds	96,326,221	103,854,936
	905,801,935	871,883,042
Less: Provision for expected credit losses	(463,439)	(886,110)
	<u>905,338,496</u>	<u>870,996,932</u>
<u>Bonds and Bills Analysis (before provision):</u>		
Fixed rate	905,801,935	871,883,042
	<u>905,801,935</u>	<u>871,883,042</u>
<u>Financial assets at amortized cost Analysis according to IFRS 9 (before provision):</u>		
Stage (1)	905,801,935	871,883,042
	<u>905,801,935</u>	<u>871,883,042</u>

The movement on the provision for expected credit losses is as follows:

	September 30, 2023			December 31, 2022
	Stage (1) Individual	Stage (2) Individual	Total	Total
Total balance at the beginning of the period / year	886,110	-	886,110	936,381
ECL charged on new investments for the period/year	-	-	-	4,984
(Recoveries) from ECL related to matured investment	(422,671)	-	(422,671)	(7,428)
Changes resulting from adjustments	-	-	-	(47,827)
Total Balance At the End of the Period / Year	<u>463,439</u>	<u>-</u>	<u>463,439</u>	<u>886,110</u>

### 11. Other Assets

The details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Real estate seized by the Bank against debts - net*	70,817,964	81,285,040
Accrued interest and commissions not received	24,023,135	19,780,154
Checks and transfers under collection	1,444,258	1,698,629
Seized assets sold by installments - net	14,636,456	13,540,517
Prepaid expenses	4,535,251	4,344,359
Various debtors	2,669,143	2,265,354
Prepaid rent	876,482	1,496,033
Refundable deposits - Net	396,540	363,411
Temporary advances	1,805,849	1,265,114
Other	533,262	125,063
	<u>121,738,340</u>	<u>126,163,674</u>

\* Below is a summary on the movement of seized assets against outstanding debts:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance Beginning of Period / Year	81,285,040	89,012,597
Additions	4,620,618	3,064,873
Disposals*	(20,571,973)	(10,565,894)
Impairment loss	(300,000)	(53,072)
Impairment recoveries	603,677	127,275
Provision for breached asset recoveries	5,587,102	9,261
Used provision for breached asset	<u>(406,500)</u>	<u>(310,000)</u>
Balance End of Period / Year	<u>70,817,964</u>	<u>81,285,040</u>

Below is a summary on the movement on the provision of the foreclosed assets:

Balance Beginning of Period / Year	10,759,641	10,458,902
Impairment loss for the period / year	406,500	310,000
Recoverd from sold foreclosed assets	<u>(5,587,102)</u>	<u>(9,261)</u>
Balance End of Period / Year	<u>5,579,039</u>	<u>10,759,641</u>

\* During the year 2023, seized assets against the debt were sold to Professional Real Estate Investment Company, at a book value of about JD 8 million.

## 12. Customers deposits

The details for this item are as follows:

	Companies				Government and Public Sector	Total
	Individual	Corporates	SMEs			
	JD	JD	JD	JD	JD	
<u>For the Nine Months Ended September 30, 2023 (Reviewed)</u>						
Current and demand accounts	165,213,728	140,804,624	158,607,631	17,562,606	482,188,589	
Saving deposits	242,291,396	-	-	-	242,291,396	
Time and notice deposits	791,978,862	321,808,766	194,645,926	145,415,202	1,453,848,756	
	1,199,483,986	462,613,390	353,253,557	162,977,808	2,178,328,741	

### For the Year Ended December 31, 2022 (Audited)

Current and demand accounts	180,293,112	132,625,660	144,857,694	17,133,152	474,909,618
Saving deposits	258,785,941	-	-	-	258,785,941
Time and notice deposits	689,730,412	280,372,599	179,238,838	144,621,058	1,293,962,907
Total	1,128,809,465	412,998,259	324,096,532	161,754,210	2,027,658,466

- Public sectors and the Jordanian Government deposits amounted to JD 156,514,603 representing 7.19% of total customers' deposits as of September 30, 2023 (JD 154,107,292 representing 7.60% of total customers' deposits as of December 31, 2022).

- Non-interest bearing deposits amounted to JD 504,715,636 representing 23.17% of total customers' deposits as of September 30, 2023 (JD 508,300,243 representing 25.07% of total customers' deposits as of December 31, 2022).

- Restricted deposits amounted to JD 2,958,907 representing 0.14% of total customers' deposits of as of September 30, 2023 (JD 4,085,852 representing 0.20% of total customers' deposits as of December 31, 2022).

- Dormant fund deposits amounted to JD 23,436,428 representing 1.08% as of September 30, 2023 (JD 39,207,816 representing 1.93% of total customers' deposits as of December 31, 2022).



13. Loans and borrowings

Details of this item are as follows:

	Number of Payments			Installment	Collaterals	Interest	
	Amount	Total	Remaining			Rate	Rebending Interest Rate
September 30, 2023 (reviewed and not audited)							
Central Bank of Jordan	1,600,000	20	7	Semi- annually	None	5/64	9/428
Central Bank of Jordan	1,498,250	20	12	Semi- annually	None	5/69	10/2
Central Bank of Jordan	243,000	15	1	Semi- annually	None	2/5	11/125
Central Bank of Jordan	1,709,497	34	33	Semi- annually	None	3	8/913
Central Bank of Jordan	1,163,484	26	23	Semi- annually	None	3/42	6/13
Central Bank of Jordan	52,329,998	-	-	Renewed monthly	None	-	4/5
Jordan Mortgage Refinance Company	35,000,000	1	1	One payment	None	4/5	4/5-8/5
Local Bank (loan to a Subsidiary)	2,500,000	24	20	24 monthly installments effective from withdrawal date	None	6/75	9/75
Local Bank (loan to a Subsidiary)	14,500,000	24	20	24 monthly installments effective from withdrawal date	None	4/75-7/75	9/75
Local Bank (loan to a Subsidiary)	15,862,492	24	20	24 monthly installments effective from withdrawal date	None	4/75-7/125	9/75
Jordan Mortgage Refinance Company (loan to a Subsidiary)	23,000,000	5	5	3/23/2025+1/30/2025+7/1/2024+10/4/2023+9/26/2024	None	4/65-5/2	9/75
Local Bank (loan to a Subsidiary)	199,804	-	-	42 monthly installments effective from withdrawal date	None	6/5	15-18
Local Bank (loan to a Subsidiary)	2,878,300	-	-	36 monthly installments effective from withdrawal date	None	4/75	15-18
Local Bank (loan to a Subsidiary)	299,668	-	-	60 monthly installments effective from withdrawal date	None	6/70	15-18
Local Bank (loan to a Subsidiary)	6,000,000	-	-	60 monthly installments effective from withdrawal date	None	4/75	15-18
Central Bank of Jordan (loan to a Subsidiary)	1,739,837	-	-	Semi - annually	None	-	9
160,524,330							
December 31, 2022(audited)							
Central Bank of Jordan	2,000,000	20	9	Semi- annually	None	5/65	9/81
Central Bank of Jordan	1,479,928	34	33	Semi- annually	None	3	8/85
Central Bank of Jordan	621,000	15	2	Semi- annually	None	2/5	9/89
Central Bank of Jordan	1,728,750	20	14	Semi- annually	None	5/69	9/93
Central Bank of Jordan	1,216,370	26	23	Semi- annually	None	3/42	4/07
Central Bank of Jordan	35,181,396	-	-	Renewed monthly	None	-	3/8
Central Bank of Jordan (Repurchase treasury bills agreement)	37,202,381	-	-	Depends on the maturity of each agreement	treasury bills mortgage	2	-
Jordan Mortgage Refinance Company	35,000,000	1	1	One payment	None	4/5	4/5 - 8/5
Local Bank (loan to a Subsidiary)	5,833,333	24	19	24Monthly installments effective from withdrawal date	None	6/5	9/75
Local Bank (loan to a Subsidiary)	4,375,001	24	22	24Monthly installments effective from withdrawal date	None	6/25	9/75
Local Bank (loan to a Subsidiary)	4,734,006	24	16	24Monthly installments effective from withdrawal date	None	5/9	9/75
Jordan Mortgage Refinance Company (loan to a Subsidiary)	30,500,000	7	7	5/3/2023 + 3/23/2024 + 1/30/2025 + 7/1/2024 + 10/4/2023 + 9/26/2024 + 5/12/2023	None	4/45 - 6/3	9/75
Local Bank (loan to a Subsidiary)	2,516,134	-	-	36Monthly installments effective from withdrawal date	None	5/75	15 - 18
Local Bank (loan to a Subsidiary)	486,112	-	-	36Monthly installments effective from withdrawal date	None	6	15 - 18
Local Bank (loan to a Subsidiary)	244,822	-	-	36Monthly installments effective from withdrawal date	None	3/75	15 - 18
Central Bank of Jordan (loan to a Subsidiary)	1,508,942	-	-	Semi- annually	None	-	9
164,628,175							

- Loans with fixed-interest rates amounted to JD 160,524,330 as of September 30, 2023 (JD 164,628,175) as of December 31, 2022.

- The loans that where regranted to the clients (except the repurchase agreements) JD 158,351,650 as at September 30, 2023 (JD 120,195,235) as of December 31, 2022.

#### 14. Provision for Income Tax

The movement on the provision for income tax provision is as follows:

	For the Nine Months Ended September 30, 2023 (Reviewed)	For the Year Ended December 31, 2022 (Audited)
	JD	JD
Balance beginning of the period / year	10,871,837	10,398,470
Income tax paid	(12,039,886)	(11,449,421)
Income tax for the period / year	8,859,790	11,922,788
Balance End of the Period / Year	<u>7,691,741</u>	<u>10,871,837</u>

The income tax in the consolidated condensed interim statements of profit or loss represents the follow :

	For the Nine Months Ended September 30, 2023 (Reviewed)	2022 (Reviewed)
	JD	JD
Accrued income tax for the profits of the period	8,859,790	7,105,390
Deferred tax assets for the year	(1,669,925)	(187,150)
Amortization of deferred tax assets for the period	2,498,305	101,843
	<u>9,688,170</u>	<u>7,020,083</u>

☐The statutory tax rate for the banks in Jordan is 35% + 3% national contribution according to income tax law no. (34) for the year 2014, amended by law no. (38) for the year 2018, and the statutory income tax rates for the foreign branches and subsidiaries range between 12.5% to 28.79%.

☐The Bank has reached a final settlement with the Income and Sales Tax Department for the year 2020 for Jordan Branches.

☐Financial years 2021 and 2022 : Tax return was submitted However, the Income and Sales Tax Department did not review the records until the date of preparation these consolidated financial statements.

☐A final tax settlement has been reached with the income tax and value-added tax for Palestine branches up to the year 2020, the years 2021 and 2022 still under discussion with the Income and Sales Tax Department.

☐A final tax settlement has been reached for Cyprus branch up to the year 2019.

☐Ahli Financial Brokerage Company (subsidiary) – reached to a final settlement with the Income and Sales Tax Department up to the year 2021, and tax return for the year 2022 was submitted but the income and sales tax department has not yet reviewed the records.

☐Ahli Finance Leasing Company (subsidiary) – reached to a final settlement with the Income and Sales Tax Department up to the year 2021 and tax return was submitted within the legal period but the income and sales tax department did not review the company's accounting records yet

- Ahli Microfinance Company (subsidiary) - reached to a final settlement with the Income and Sales Tax Department up to the year 2020, tax return was submitted for the years 2021 and 2022. However, the Income and Sales Tax Department did not review the records yet. Has been made until the end of the year 2020, and self-assessment statement of the years 2021 and 2022.

☐Ahli Financial Technology Company (subsidiary) – reached to a final settlement with the Income and Sales Tax Department up to the year 2022.

- Income Tax Provision has been calculated for the period ended September 30, 2023 and in the opinion of the bank's management and tax consultant, the provision booked for the period September 30, 2023 is sufficient to meet tax obligations and there is no need to book any other provisions.

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
<b>Income tax rate</b>		
Jordan Branches	38%	38%
Palestine Branches	28.79%	28.79%
Cyprus Branch	12.50%	12.50%

## 15. Other Liabilities

The details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Accepted checks and transfer	6,709,324	6,081,458
Accounts payable to financial brokerage customers	645,463	729,696
Accrued interests and unpaid	13,941,754	10,256,858
Temporary deposits	3,625,986	7,994,442
Various creditors	3,099,251	2,099,160
Accrued expenses	10,122,580	9,537,726
Interest and commissions received in advance	2,596,998	2,492,008
Dividends checks - delayed in payment	1,369,608	1,251,118
Board of directors' remuneration	57,583	68,834
Provision for expected credit losses on indirect credit facilities and unutilized facilities limits *	6,130,710	6,110,541
Others	14,265	13,589
<b>Total</b>	<b>48,313,522</b>	<b>46,635,430</b>

\* The movement on the provision for expected credit losses for the indirect credit facilities during the period/ year is as follows:

	September 30 ,2023 (Reviewed)				December 31,2022 (Audited)
	Stage 1 Individual	Stage 2 Individual	Stage 3	Total	JD
	JD	JD	JD	JD	JD
Balance - beginning of the period / year	3,765,519	1,286,832	1,058,190	6,110,541	6,185,918
Expected credit losses on new exposutes during the year	36,612	5,688	-	42,300	1,234,230
Recovered from the expected credit losses on the accrued facilities	(18,870)	(4,454)	-	(23,324)	(1,446,825)
Transferred to stage (1)	28,191	(28,191)	-	-	-
Transferred to stage (2)	(10,972)	10,972	-	-	-
Transferred to stage (3)	-	(124)	124	-	-
Effect on provision-resulting from reclassification among Three stages for the period / year	(22,794)	64,312	11,276	52,794	162,238
Changes resulted from adjustments	408,861	(449,062)	(11,400)	(51,601)	(25,020)
<b>Balance at the End of the period / year</b>	<b>4,186,547</b>	<b>885,973</b>	<b>1,058,190</b>	<b>6,130,710</b>	<b>6,110,541</b>

#### 16. Fair value reserve

Details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance at the beginning of the period/ year	(5,871,290)	(5,645,628)
Net profit transferred to items of other comprehensive income	325,171	311,428
Net unrealized gain (loss) transferred to other comprehensive income	191,954	(808,988)
Deferred tax assets	(103,664)	271,898
Balance at the end of the period/ year	<u>(5,457,829)</u>	<u>(5,871,290)</u>

#### 17. Retained Earning and Distributed Dividends

Details of this item are as follows:

	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)
	JD	JD
Balance at the beginning of the period / year	48,344,197	48,061,337
Profit for the period/ year	-	16,899,842
Distributed Dividends	(16,052,400)	(14,045,850)
(Transferred) to reserves	-	(2,571,132)
Net realized loss on sale of shares	(41,992)	-
Balance at the end of the period/ year	<u>32,249,805</u>	<u>48,344,197</u>

- Members of General Assembly decided in their ordinary meeting held on March 30, 2023 to approve the distribution of cash dividends of 8% of the capital amounting to JD 16,052 million of the retained earnings balance to the shareholders as profits for the year 2022 while dividends distributed to shareholders for 2021 were about JD 14,046 million, which is equivalent to 7%.

#### 18. Provision for Expected Credit Losses - Net

Details of this item are as follows:

	For the Nine Months Ended September 30,	
	2023 (Reviewed)	2022 (Reviewed)
	JD	JD
Balances and deposits at Banks and financial institutions	394,099	155,171
Direct credit facilities	9,790,632	5,021,956
(Surplus) Financial assets at amortized cost	(422,671)	(56,457)
Provision of indirect credit facilities and unutilized limits	20,169	(36,234)
	<u>9,782,229</u>	<u>5,084,436</u>

#### 19. Basic and Diluted Earnings per Share for the Period

Details of this item are as follows:

	For the Nine Months Ended September 30,	
	2023 (Reviewed)	2022 (Reviewed)
	JD	JD
Income for the period	<u>12,620,950</u>	<u>13,828,813</u>
Weighted average number of (shares)	200,655,000	200,655,000
	Fils / JD	Fils / JD
Earnings per share for the period	<u>0/063</u>	<u>0/069</u>

#### 20. Cash and Cash Equivalent

Details of this item are as follows:

	For the Nine Months Ended September 30,	
	2023 (Reviewed)	2022 (Reviewed)
	JD	JD
Balances at central banks due within three months	201,594,639	201,953,219
<u>Add:</u> Balances at banks and financial institutions due within three months	150,539,644	146,376,235
<u>Less:</u> Deposits at banks and financial institutions due within three months	(123,337,874)	(152,442,514)
<u>Less:</u> Restricted deposits	<u>(10,635,000)</u>	<u>(10,635,000)</u>
	<u>218,161,409</u>	<u>185,251,940</u>

#### 21. Capital Adequacy

The Bank seeks to achieve the below goals through the management of its capital

- Compliance with the Central Bank capital related requirements with the share - capital.
- To keep the ability of the Bank to continue as a going concern.
- Having a strong capital base for supporting the Bank's expansion and development.

Capital adequacy is reviewed monthly and reported quarterly to the Central Bank of Jordan.

According to the Central Bank of Jordan regulations, the minimum requirement for capital adequacy is 12%. For Banks that have foreign presence the minimum capital adequacy ratio is 14%. Banks are classified into 5 categories, the best of which is having an average capital adequacy equal to or more than 14%

The Bank manage its capital structure and makes the necessary adjustments in terms of working conditions. No adjustments were made on the objectives, policies and procedures related to capital restructuring during the year

The Bank manage its capital structure in way that insures the continuing of the operations and achieving the highest profit on equity, share capital as defined by Basel 3 agreement is as stated in the table below :

	September 30, 2023 (Reviewed) JD (In Thousands)	December 31, 2022 (Audited) JD (In Thousands)
<b>Common Equity Shareholders Rights</b>		
Authorized capital - (Paid)	200,655	200,655
Retained earnings	32,250	48,344
The cumulative change in fair value	(5,458)	(5,871)
Statutory reserve	67,780	67,780
Voluntary reserve	15,762	15,762
Other reserve	3,678	3,678
Interim profit after tax	12,621	-
<b>Total Common Equity Tier 1 before regulatory adjustments</b>	<b>327,288</b>	<b>330,348</b>
<b>Regulatory Adjustments (Propositions of the Capital)</b>		
Goodwill and intangible assets	(2,656)	(4,928)
Expected distributions	(12,039)	(16,052)
Postponed provisions with the approval of the Central Bank of Jordan	(5,321)	(4,790)
Investment in Bank's capital, financial institutions and insurance companies	(3,100)	(3,100)
Deferred tax assets	(15,082)	(16,014)
<b>Total Tier 1 capital</b>	<b>289,090</b>	<b>285,464</b>
<b>Additional capital</b>	-	-
<b>Net Primary Capital (Tier 1)</b>	<b>289,090</b>	<b>285,464</b>
<b>Tier 2</b>		
Provision required against credit exposure in (Tier 1)	13,074	11,845
Subordinated bonds*	20,000	20,000
<b>Total Supporting Capital</b>	<b>33,074</b>	<b>31,845</b>
<b>Total Regulatory Capital</b>	<b>322,164</b>	<b>317,309</b>
<b>Total Risk Weighted Assets</b>	<b>2,117,193</b>	<b>2,031,800</b>
Capital percentage from regular shares (CET 1)	13.65%	14.05%
Regulatory capital percentage	15.22%	15.62%

During November 2022, the bank issued subordinated bonds in the amount of JD 20 million for a period of (7) years at discounted interest rate to the Central Bank of Jordan in addition to 1.75% margin in order to improve the capital adequacy percentage.

#### **Liquidity Coverage Ratio (LCR):**

	September 30, 2023 (Reviewed) JD (In Thousands)	December 31, 2022 (Audited) JD (In Thousands)
Total high-quality liquid assets after adjustment	999,158	936,511
Total net cash outflow	508,661	441,130
LCR ratio (%)	196.40%	212.20%
The Liquidity Coverage Ratio/ based on the average of all working days	190%	198.80%

## 22. Information on the Bank's Business

## 1. Bank Activities Information

For management purposes the Bank is organized into the following major business segments based on the reports sent to the chief operating decision maker through the main business following sectors:

- **Individual accounts:** This item includes following up on individual customers' deposits, granting them credit facilities, credit cards and other services.
- **Small and Medium Enterprises:** This item includes following up on the clients' deposits and credit facilities and in which these clients are classified based on the volume of the granted deposits and facilities according to the Bank's instructions and policies and in compliance with the regulatory bodies' instruction.
- **Corporate Accounts:** This item includes following up on the client's deposits and credit facilities and in which these clients are classified based on the volume of the granted deposits and facilities according to the Bank's instructions and policies and in compliance with the regulatory bodies' instruction.
- **Treasury:** This item includes providing treasury and trading services, managing the Bank's funds and long term investments at amortized costs which is maintained to collect the contractual cash flows.
- **Investment and foreign exchange management:** This sector includes the local and foreign investments held at fair value as well as foreign currency trading services
- **Others:** This sector includes all the accounts not listed within the sectors mentioned above such as share holders' rights, investments in associates, property and equipment, general management and supporting management.

The following table represents information on the Bank's sectors according to activities:

	Total					
	For the Nine Months Ended September 30,					
	2023 (Reviewed)		2022 (Reviewed)			
	Individuals	Small and Medium Enterprises	Corporates	Treasury & Investment and foreign exchange	Other	
	JD	JD	JD	JD	JD	
Total Revenue	37,682,738	19,135,426	32,398,629	1,028,022	788,543	91,033,358
Expected credit losses allowance	(1,096,758)	(1,702,703)	(7,012,583)	29,815	-	(9,782,229)
Segment results	36,585,980	17,432,723	25,386,046	1,057,837	788,543	81,251,129
Net undistributed (expenses)	-	-	-	-	-	(56,942,061)
Other provisions	-	-	-	-	-	(1,999,948)
Income before tax	36,585,980	17,432,723	25,386,046	1,057,837	788,543	20,848,896
Income tax	-	-	-	-	-	(9,688,170)
Profit for the period	-	-	-	-	-	12,620,950
<b>Other Information</b>						
Capital expenses	-	-	-	-	-	11,165,514
Depreciation and Amortization	-	-	-	-	-	8,433,975
	-	-	-	-	-	2,729,744
	-	-	-	-	-	8,303,123

## 2. Geographical distribution information

This sector represents the geographical distribution of the Banks operation. The Bank operates mainly in Jordan, which represents the local business. The Bank also carries out international activities in the Middle East, Europe, Asia, America and the Near East representing international business.

	Inside Jordan		Outside Jordan		Total	
	September 30, 2023 (Reviewed not Audited)	December 31, 2022 (Audited)	September 30, 2023 (Reviewed not Audited)	December 31, 2022 (Audited)	September 30, 2023 (Reviewed not Audited)	December 31, 2022 (Audited)
Bank's Assets	JD 2,765,944,184	JD 2,627,878,967	JD 474,982,813	JD 434,534,326	JD 3,240,926,997	JD 3,062,513,293

The following is the distribution of the bank's revenues and capital expenditures by geographical sector:

	Inside Jordan		Outside Jordan		Total	
	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
	(Reviewed not Audited)	(Reviewed not Audited)	(Reviewed not Audited)	(Reviewed not Audited)	(Reviewed not Audited)	(Reviewed not Audited)
	JD	JD	JD	JD	JD	JD
Gross income	78,459,105	73,244,038	12,574,253	9,078,037	91,033,358	82,322,075
Capital Expenditure	9,840,675	2,424,270	1,324,839	305,474	11,165,514	2,729,744

### 23. Transactions and Balances with Related Parties.

Related parties, as defined in International Accounting Standard 24: Related Party Disclosures, include associate companies, major shareholders, directors and other key management personnel of the Company, and entities controlled, jointly controlled or significantly influenced by such parties.

The Bank entered into transactions with major shareholders, Board of Directors and executive management within the normal banking practice and according to the normal commercial interests and commissions rates.

All of the credit facilities granted to related parties are considered to be performing facilities, and no impairment provisions have been taken except for the below:

a. The following is a summary of the transactions with related parties during the period / year:

	Total			
	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)		
On-Consolidated Condensed Interim Statement of Financial Position Items:	Board of Directors Members	Executive Management	Subsidiaries	Others*
	JD	JD	JD	JD
Direct credit facilities	3,433,953	5,365,699	1,157,981	85,496,697
Deposits for bank's related parties	69,753,466	1,855,684	3,550,614	19,416,198
Cash margin	49,959	317,291	-	4,407,799
Financial assets at amortized cost	-	-	-	2,359,895
				2,359,895
Off-Consolidated Condensed Interim Statement of Financial Position Items:				
Indirect credits facilities	50,000	-	1,256,000	4,766,681
				6,072,681
				5,894,689

For the Nine Months Ended September 30,

Consolidated Condensed Interim Statement of Profit or Loss Items:	2023 (Reviewed)		2022 (Reviewed)	
	JD	JD	JD	JD
Credit interests and commissions	264,927	211,288	4,193,118	3,644,389
Debit interests and commissions	3,258,870	43,679	3,866,583	2,348,627

\* This item represents companies partially owned by members of the Bank's Board of Directors' relatives, and the Bank's employees

There are accounts receivable from a subsidiary company (Ahl Brokerage Company) of JD 2,240,651 belonging to a related party as of 30 September 2023. On 31 October 2013, the Company signed a settlement agreement with those clients to pay the obligations through an advance payment upon signing the settlement agreement, in addition to monthly installments, as well as enhancement of their guarantees.

Interest income rate range from 2% to 13.5%.

Interest expense rate range from 0% to 6.5%.

b. The Salaries, bonuses and transportation allowances of Executive management for the Bank's top executive management amounted to JD 2,755,382 for Nine months ended September 30, 2023 (JD 3,073,589 for Nine month ended September 30, 2022).



#### 24. Paid in Capital

The bank's authorized and paid in capital amounted to JD 200,655,000 divided into 200,655,000 shares of one Jordanian Dinar each as of 30 September 2023 (JD 200,655,000 as of December 2022).

Members of General Assembly decided in their ordinary meeting held on March 30, 2023 to approve the distribution of cash dividends at 8% of the capital amounting to JD 16,052 Million of the retained earnings balance to the shareholders as profits for the year 2022.

#### 25. Reserves

The Bank did not deduct the legal reserves for the period in accordance with the provisions of the Companies Law as these lists are interim.

#### 26. Contingent Liabilities and Commitments

The details of this item is as follows:

	September 30, 2023 (Reviewed not audited)	December 31, 2022 (Audited)
	JD	JD
Letter of credit-outgoing	55,374,079	65,501,271
Letter of credit-incoming	38,630,395	32,289,744
Acceptances	32,890,998	30,929,152
<b>Letters of guarantee:</b>		
- Payments	143,339,264	132,196,322
- Performance	130,583,665	113,101,666
- Other	33,223,952	34,928,640
- Unused Limits of Direct Credit Facilities and Financing	410,017,983	434,551,114
Total	844,060,336	843,497,909

The estimated cost to complete the project under construction regarding the new management building amounted to around JD 32 million and its expected to be completed by the end year 2025.

#### 27. Lawsuits against the Bank

Total cases against the Bank were amounted to JD 3,084,302 as of September 30, 2023 (JD 2,463,894 as of December 31, 2022), provisions booked against them was amounted to JD JD 287,049 as of September 30, 2023 (253,424 as of December 31, 2022).

## 28. Fair Value Hierarchy

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

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

	Fair Value		The Level of	Evaluation Method and Inputs used	Important Intangible Inputs	Relation between the Fair Value and the Important Intangible Inputs
	September 30, 2023 (Reviewed)	December 31, 2022 (Audited)				
<b>Financial Assets</b>	JD	JD	Fair Value			
Financial Assets at Fair Value Through Other Comprehensive Income:						
Quoted Shares in active markets	10,492,927	10,449,929	Level 1	Quoted prices in financial markets	N/A	N/A
Investment fund	-	-	Level 2	Fund manager fair value valuation	N/A	N/A
Unquoted Shares in active markets	27,534,862	27,285,721	Level 3	----- valuation available financial information	N/A	N/A
Total	38,027,789	37,735,650				
<b>Total Financial Assets at Fair Value</b>	<b>38,027,789</b>	<b>37,735,650</b>				

There were no transfers between level 1 and level 2 during the Nine months ended September 30, 2023 and for the year ended December 31, 2022.

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

Except for what is set out in the table below, we believe that the carrying amount of financial assets and liabilities shown in the consolidated condensed interim financial information of the Bank approximates their fair value.

	September 30, 2023 (Reviewed)		December 31, 2022 (Audited)		The level of
	Book value	Fair value	Book value	Fair value	Fair Value
	JD	JD	JD	JD	
<b>Financial Assets of Non-specified Fair Value</b>					
Term deposits, and certificate of deposits at Central Bank	10,635,000	10,635,000	32,762,000	32,774,670	Level 2
Current accounts, and balances at Banks and Financial Institutions	150,539,644	150,871,506	110,803,850	110,834,515	Level 2
Direct credit facilities at amortized costs	1,673,253,610	1,686,505,669	1,595,272,646	1,603,388,258	Level 2
Financial assets at amortized costs	905,338,496	914,367,495	870,996,932	881,653,247	Level 1 & Level 2
Real estate seized by the Bank against debts - Net	70,817,994	82,318,393	81,285,040	98,269,749	-
<b>Total Financial Assets of Non-specified Fair Value</b>	<b>2,810,584,714</b>	<b>2,844,698,063</b>	<b>2,691,120,468</b>	<b>2,726,920,439</b>	

<b>Financial Liabilities of Non-specified Fair Value</b>					
Banks' and Financial Institutions' deposits	140,632,600	141,187,702	116,878,759	117,092,382	Level 2
Customers' deposits	2,178,328,741	2,189,803,717	2,027,658,466	2,036,689,676	Level 2
Cash margin	343,489,823	343,492,718	329,873,356	329,877,693	Level 2
Borrowed funds	160,524,330	161,066,837	164,628,175	164,805,999	Level 2
<b>Total Financial Liabilities of Non-specified Fair Value</b>	<b>2,822,975,494</b>	<b>2,835,550,974</b>	<b>2,639,038,756</b>	<b>2,648,465,750</b>	

The fair value of the financial assets and liabilities for level 2 was determined in accordance with agreed pricing models, which reflect the credit risk of the parties dealt with.

## 29.Comparative Figures

Some comparative figures for the year 2022 have been reclassified to match the period ended September 30, 2023 figures and have no impact on the consolidated statements of profit or loss for the previous year.