



ANNUAL REPORT 2023



King Abdullah II Award
For Excellence Private Sector
(2012 - 2013)



Global Banking & Finance Review
Best leasing company
Jordan 2016



Banker Middle East
Best leasing company
Jordan 2017



International
Finance Awards
Best Leasing Company
Jordan 2022



International
Finance Awards
Best Leasing CEO
Jordan 2022



**HIS MAJESTY
KING ABDULLAH II
KING OF THE HASHEMITE KINGDOM
OF JORDAN**



**HIS ROYAL HIGHNESS
PRINCE HUSSEIN BIN ABDULLAH II
CROWN PRINCE OF JORDAN**



Table of Contents

Part One: Annual Report 2023

	Page
Board of Directors	1
Message from The Chairman	2
Message from The CEO	5
Historical Background about the Company	7
Board of Directors Report	8

Section Two: The Consolidated Financial Statements and the Independent Chartered Auditor Report for the year ending December 31, 2023

	Page
Independent Auditor's Report	4 - 1
Consolidated Statement of financial Position	5
Consolidated Statement of Comprehensive Income	6
Consolidated Statement of Changes in Equity	7
Consolidated Statement of Cash Flows	8
Notes to The Consolidated financial Statements	43 - 9



Board of Directors

George Nicola Abukhader

Chairman

Nicola George Abukhader

Vice Chairman

Elia Jad Wakileh

**Board Member
& CEO**

**Mohammed Ali Ibrahim
(Representative of Jordan Investment and
General Consulting Company)**

Board Member

Marwan Lutfk Tamari

Board Member

Ernst & Young Jordan (EY)

Chartered Auditor

Laith Khalil Haddad

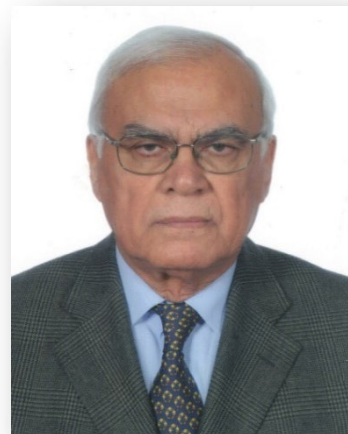
Legal Consultant



Message from The Chairman

Dear Members of the General Assembly,

I personally, and on behalf of my colleagues, the members of the Board of Directors of the Comprehensive Leasing Company PLC, extend my deepest gratitude for your continued support and great confidence. I am honored to present to you the Annual Report of 2023 which highlights the Company's most significant activities and its financial results during the period ending on 31/12/2023, hoping that all of us, as Board Members, Executive Management and staff members, have achieved the Company's set objectives of this period and that we have used our best endeavors to arrive at such remarkable results by taking advantage of all available resources to realize the best possible outcome. We assert that we shall always continue with the development process until we are able to maximize results, arrive at the objectives for the coming year and in the meantime, maintain the position of the Comprehensive Leasing Company among the prestigious companies in the Hashemite Kingdom of Jordan.



Challenges remain quite large that the global economies are facing that ravage and shake its stature, whereby the year 2023 witnessed continuous civil and international wars that threaten the stability of the country; ware down its economy; eliminate all signs of essential life therein and take it towards gloomy directions instead of focusing on the State's advancement and enhance and develop its economy. Moreover, interest rates kept rising during the year 2023 witnessing record rates compared with previous years, which in turn caused the slowdown in development and a decrease in the purchase and consumption power of the public, this is over and above a decline in the appetite to embark on any investment projects and plans that essentially assist in invigorating and motivating the economic cycle.

In support of the analysts' and observers' previous expectations that the global economies shall witness stability and shall start growing during the coming year of 2024, whereby interest rates became somehow consistent and stable hoping that it shall decrease during the third quarter of 2024 at the latest as expected as this would have a great impact particularly on Jordan's Economy and the Arab Counties in general, but such optimism gradually decreased due to launching war on dear Gaza, whereby the brutal Zionist enemy began its aggression, destroying its properties, murdering and displacing its inhabitants by force whereupon, such war caused an economic downturn coinciding with the end of 2023. We hope that this war will stop as soon as possible to resume normal life particularly in Gaza and generally in all the Palestinian cities as well as the reconstruction thereof with the resumption of normal life for its people, the departure of the Zionist enemy from Palestine



and particularly from Gaza, whereby the stability of Palestine is a fundamental pillar for the stability of the Arab Countries in general.

The Comprehensive Leasing Company, by its prudent management, was able to overcome all the challenges that it faced during 2023 and to deal with the existing circumstances by acumen and competence and to surpass the set objectives realizing motivating financial results during 2023 indicating that the financial results of 2024 shall be unprecedented, God willing, in view of its diversified financial investments domestically and regionally. On the domestic level, the Company is in the process of completing the construction of the residential project during the 1st month of 2024 to be available for direct sale, noting that the Project is situated in a distinguished area in the middle of Amman, specifically close to the 5th Circle, where it consists of 12 highly distinguished apartments and a Sports Hall with an approximate area of 5500 square meters which is expected to generate additional income during 2024 which would enhance the Company's financial position.

As for the Company's foreign investments, the Company has enhanced its regional position in the Iraqi Market, whereby the Company relied on its prior experience and its expanded relationships therein. The Company has embarked on a partnership with the National Bank of Iraq through incorporating a limited liability company in Iraq, specialized in automobile, machinery and equipment financing entitled "Iraqi National Instalment Company" for a share of 49% of the capital of ID10 billion. The Company began its operations in April 2023 and realized a net profit of approximately JD.254 thousand. It is anticipated that such figure shall multiply during the year 2024 in accordance with the set plan of the Company for the next year.

As for the financial results of 2023, the Company has realized remarkable results compared with the same period of the previous year, whereby, the total income of 2023 amounted to JD.12.3 million against 11.1 million at a growth of approximately 11% compared with the similar period of the previous year. The Company's after tax profits amounted to JD.3,654,839 for the year 2023 while it amounted JD.3,347,093 for the year 2022 at a growth rate of 9%.

The Company's Total Assets at the end of the year increased to reach JD.89.4 million compared with JD.81.8 million at the end of 2022, where Shareholders' Equity increased by 7% to become JD.24.5 million at the end of 2023 compared with JD.22.9 million at the end of the previous year.

To enhance our shareholders' confidence and as a reflection of the Company's vision and in accordance with the Company's financial performance and the achieved results, the Company's Board of Directors recommends to distribute cash dividends to the shareholders at 16% of the share par value.

We also confirm to our shareholders that our relentless efforts shall not cease at this level, but rather the Comprehensive Leasing Company shall, represented by its Executive Management, seek to achieve more success in 2024 and the following years. Our ultimate goal remains to maximize our shareholders' equity, safeguard the Company's assets and create diversified income resources to maintain the Company's pioneering position in the Kingdom and shall continue with considering the necessary studies of investment and the Company's regional expansion.



In conclusion, I would like to extend my gratitude to our shareholders, customers and partners for their enormous trust and continuous support. I extend my gratitude to my colleagues the members of the Board and Executive Management for their profound insight and for making the decisions that are in line with the surrounding incidents. I also extend my gratitude to all the Company's staff members for their great efforts in implementing the Company's vision, plans and achieve whatever is required of them every year, wishing everyone a year full of health and success, the cessation of wars, elimination of injustice for our brothers in Gaza and that peace prevails all over the world.

With all due respect,

Chairman
George Nicola Abukhader



Message from The CEO

Dear Shareholders,

I extend my best and warmest wishes to you for the New Year wishing you a year full of success and exciting challenges together with taking advantage of the opportunities that contribute to realizing the Company's objectives and aspirations. I am pleased to welcome you on this renewed occasion to highlight the most important accomplishments and prominent challenges that we have encountered during the past year, as well as to review the yield of our endeavors throughout the past year. A year has gone and another is emerging with your support to and trust in us which we dearly hold in order to take advantage of all available resources to work constantly to realize the Company's objectives and proceed with it towards yet another level of success and distinction among the leading companies in the region. We hope that wars shall cease as well as the violent aggression against our people in Gaza and in all the other cities of our dear Palestine.



The year 2023 witnessed many challenges that exhausted the countries' economies whereby the growth indicators declined. Aversion from investment was heightened whereby the public remained in anticipation and waiting for the resumption of the economic cycle, whereupon the operational costs increased greatly and concurrently with the continuous rise in interest rates which resulted in a partial recession in certain countries' economies as it was quite difficult to compensate the great increase in interest costs, thus, the Comprehensive Leasing Company's prudent management played a role in taking advantage of its diversified financing solutions without focusing on a certain sector or a certain product, but rather it focused towards expanding its customers' base; creating new markets and embarking on various investments on both local and regional levels.

During 2023, the Company not only achieved the financial objectives that it has set-up, but has surpassed such objectives, whereby the Company was able to maximize its gross financing portfolio to reach JD.82 million compared with JD.75 million in 2022, the benefits of which shall be reaped during the coming years in light of the ongoing diversification of financing products and the creation of new markets. In this instance, it must be indicated that the housing project which the Company has previously commenced with, is nearing completion which has been constructed in a distinguished area, close to Ritz Carlton Hotel – Amman. It is anticipated and planned that the entire residential apartments shall be sold during 2024 over and above the benefits derived from investment that the Company carried out during 2023 by investing in the Iraqi Market through incorporating a company with a capital of ID.10 billion in partnership with the Iraqi National Bank for a share of 49% of the Company's Capital. Such shall have a great impact on increasing the Company's revenues,



maximizing its financial position and remarkably increasing the return on shares by the end of 2024.

Over and above the financial accomplishments of the Comprehensive Leasing Company during 2023, the Company's achievement was culminated in being awarded the Best Leasing Company Award Jordan 2022 as per the assessment of the British International Finance which is a specialized institution in the finance and banking sector during the ceremony held in Dubai in January 2023, whereby such prize is granted to the distinguished companies in the finance and banking sector which complements a number of prior prizes that the Company has acquired during its professional career extending for around twenty years of distinction and success among the leading companies in its field in the Kingdom.

Concurrently with the rise in the Company's financing portfolio during 2023, the expansion of its base and the diversity of its customers through entering into new markets with new products, particularly focusing on financing small and medium enterprises (SME's) due to its belief that such enterprises contribute towards the enhancement of the economy and drive growth forward; the Company purposely enhanced the level of adequacy of the credit study in considering the customers applying for financing from the Company in order to maintain a healthy financing portfolio as well as to avoid any financial concentrations among its customers in addition to enhancing its credit provisions level concurrently with the registration application in accordance with the requirements and instructions of the Central Bank of Jordan, whereby all leasing companies in Jordan shall become under the umbrella of the Central Bank of Jordan during 2024.

The Company is always keen to share and exchange experiences with other companies operating in this sector whether locally or abroad through attending international conferences organized by international institutions, the last of which was attending the Third Leasing Conference which was held in the UAE in November 2023.

We reiterate our profound gratitude to all the Company's staff members for their great and distinguished efforts in seeking and working towards realizing the Company's short and long term objectives, whereby the Company always places its confidence in its staff members, motivates them, adopts their ideas and enhance their roles in making the necessary decisions to manage the Company's interests and safeguard its assets. The Company also seeks to build a robust and effective team through attending training courses specialized in their work area to increase their performance level and employ their competence effectively.

Finally, we assert to our shareholders that the Company's success course shall be on-going and we shall always seek to realize the optimal financial results, increase the solidity of the Company's financial position; employ its assets appropriately that ensure the attainment of the set-up objectives and select the best alternative of the available investment opportunities; wishing you and the Company a new year full of great success and that peace prevails worldwide particularly in dear Palestine and for the war in Gaza to cease in order that its people live a safe and stable life to be able to re-build their future and the future of their children.

With all due respect,

Chief Executive Officer
Elia Jad Wakileh



Historical Background about the Company



The Company was incorporated in 2004 under the name “Comprehensive Leasing Company LLC”. It was registered at the Ministry of Industry and Trade under number 8730 on 14/4/2004 with a capital of JD. 1 million. The Company’s primary activity is leasing finance for all types of vehicles, medical and industrial equipment. On 6/8/2005, a General Assembly Meeting was held and it was agreed to increase the capital from JD. 1 million to JD. 2 million and the procedures were completed on 17/8/2005 maintaining the Company’s legal capacity as a limited liability company.

On 12/9/2006, legal procedures were completed in respect of increasing the Company’s capital from JD.2 million to JD.5 million and transforming it into a public shareholding company. It was registered at the Ministry of Industry and Trade under No. 415 with 5 million shares at a value of JD. 1 per share. On 9/5/2007 approval of accede the Jordan Securities Commission was granted provided that trading in the Company’s share shall take place after two years from the date of approval. On 8/2/2008, the Company held an Extraordinary General Assembly meeting during which the General Assembly’s approval to raise the Company’s capital to JD. 7 million was obtained through the distribution of free shares at a ratio of 40% of the original capital of JD.5 million. On 14/5/2009 trading in the shares of the Comprehensive Leasing Company PLC commenced under the symbol (leas) at Amman Stock Exchange. The Company had its capital increased from JD. 7 million to JD. 10 million through the distribution of free shares at a ratio of 42.86% after the General Assembly’s approval on 25/2/2018 and from JD. 10 million to JD. 15 million through the distribution of free shares at a ratio of 50% after the General Assembly’s approval on 10/2/2022.



Board of Directors Report

1- Highlights on the Company's main activities, geographical locations, capital investment volume and number of employees:

A. Company's Main Activities:

The main activities of the company can be summarized in the practice of financial leasing activity for all types of vehicles, medical and industrial equipment, in addition to residential and commercial real estate. The company also provides installment financing solutions with flexibility and accuracy at the same time.

B. The Company's Geographical Locations and Number of Employees per Location:

The work team of the Comprehensive Leasing Company consists of (86) employees. The company operates through seven branches inside Jordan in addition of two branches outside the Kingdom, providing a wide and comprehensive geographical coverage, as follows:

#	Location Name	Geographical Location	No. of Employees
Jordan Branches			
1	Main Branch	207 Zahran Street	57
2	Sport City Branch	110 Sarh Al Shaheed Street	6
3	Al Wehdat Branch	40 Khawla Bint Al Azwar Street	4
4	Al Bayader Branch	Ahmad Oglia Al Nsour Steert – Sama Al Bayader Complex	3
5	Al Jubeiha Branch	373 Queen Rania Street	4
6	Zarqa Branch	103 36 th Street - Al Zarqa Al Jadida	3
7	Irbid Branch	6 Firas Al Ajlouni Street	3
Total Jordan Number of Employees			80
Kurdistan - Iraq			
1	Erbil Branch	250 20th Street Erbil - Bakhtiary	3
2	Sulaymaniyah Branch	01/11/26 Salim Street - Sulaymaniyah	3
Total Kurdistan - Iraq Number of Employees			6
Total Number of Employees			86

C. Total Capital Investment Volume:

According to the consolidated financial statements, the company's capital investment was JOD 56,871,076 at the end of 2023, compared to JOD 49,858,966 at the end of 2022.



2- Description of subsidiaries, their nature of work and activities:

A. Comprehensive Vehicle Trading Company: The company was established on the 21st of July 2011 under the number (25573) as a limited liability company fully owned by the Comprehensive Leasing Company. The company's capital is currently JOD 500,000, and its activity is focused on selling used vehicles in installments through one branch operating in Jordan at Zahran Street - Building No. (207) and with a work team consisting of four employees. The following are the most important comparative financial information of the company:

Description:	2023 (JOD)	2022 (JOD)
Subsidiary Capital	500,000	500,000
Total Equity	13,551,262	10,788,178
Ownership Percentage	% 100	% 100
Installments Sale Net Receivables	27,449,854	23,561,737
Total Assets	28,775,637	24,072,572
Total Liabilities	15,224,376	13,284,394
Net Operating Income	4,851,184	4,218,041
Net Profit Before Tax	3,473,650	2,624,546
Net Profit After Tax	2,763,084	2,023,641

B. Comprehensive Global Financial Consulting Company: The company was established on October 24th 2016 under the number (45447) as a limited liability company fully owned by the Comprehensive Leasing Company. The company's capital is 10,000 dinars, and its activity is focused on stocks investments at Amman Stock Exchange through one branch operating in Jordan at Zahran Street - Building No. (207). There are currently no employees at the company. The following are the most important comparative financial information of the company:

Description:	2023 (JOD)	2022 (JOD)
Subsidiary Capital	10,000	10,000
Total Equity	445,212	323,426
Ownership Percentage	% 100	% 100
Total Assets	1,194,394	1,614,780
Total Liabilities	749,182	1,291,354
Net Operating Income	129,148	139,727
Net Profit Before Tax	126,702	137,759
Net Profit After Tax	121,786	135,818



C. Comprehensive Global Company for Residential and Commercial Projects: The company was established on August 17th 2021 under the number (60706) as a limited liability company fully owned by the Comprehensive Vehicles Trading Company (A subsidiary fully owned by the Comprehensive Leasing Company). The company's capital is 100,000 dinars, and its activity is focused on owning and establishing residential and commercial projects through one branch operating in Jordan at Zahran Street - Building No. (207). There are currently no employees at the company. The following are the most important comparative financial information of the company:

Description:	2023 (JOD)	2022 (JOD)
Subsidiary Capital	100,000	100,000
Total Equity	32,630	41,680
Ownership Percentage	% 100	% 100
Total Assets	5,458,997	3,299,355
Total Liabilities	5,426,367	3,257,675
Net Operating Income	(9050)	(8320)
Net Profit Before Tax	(9050)	(8320)
Net Profit After Tax	(9050)	(8320)

D. National Iraqi Installments Company:

The company was established on September 21 of 2022 in the Republic of Iraq as a limited liability company in partnership with the National Bank of Iraq, with a share of 49% for the Comprehensive Leasing Company. The company's capital is 10 billion Iraqi dinars (equivalent to 5,380,000 Jordanian Dinars), its activity is focused on trading, buying and selling vehicles, machinery, machinery, and equipment through one branch operating in the Iraqi capital, Baghdad, located on Al-Saadoun Street, the following are the most important comparative financial information of the company:

Description:	2023	2022
Subsidiary Capital (IQD)	10 billion	10 billion
Subsidiary Capital (JOD)	5,380,000	5,380,000
Ownership Percentage	%49	%49
Total Investment (JOD)	2,776,220	2,365,000
Total Liabilities (JOD)	653,354	-
Net Profit Before Tax (JOD)	298,848	-
Net Profit After Tax (JOD)	254,020	-
The Company Share of Net Profit After Tax (JOD)	124,470	-



3- Board Members / Senior Managers: Names, Titles and a Brief on Each of Them:

A. Board Members:

1	Name:	George Nicola George Abukhader
	Title:	Chairman
	Birth Date:	February 7 th 1939
	Qualifications:	Bachelor's Degree in Business Administration, Commerce and Economics from the American University of Beirut - Lebanon.
	Experience:	57 years in business administration and is currently holds the position of: <ul style="list-style-type: none"> • Chairman of Abu Khader Group in Jordan. • Board member of the Delta Insurance Company. • Chairman of the Royal Investments Company. • Member of the Amman Chamber of Commerce and Industry. • Member of the General Syndicate of Car Dealers and Auto Parts and Accessories Dealers. • Member of the Jordanian Businessmen Association.
2	Name:	Nicola George Nicola Abukhader
	Title:	Vice Chairman
	Birth Date:	December 7 th 1970
	Qualifications:	Bachelor's Degree in Business Administration from Boston University - United States.
	Experience:	32 years of experience in business administration and is currently holding the position of: <ul style="list-style-type: none"> • CEO of the Abu Khader Group. • Chairman of the Comprehensive Land Development and Investment Company. • Board Member of the European Arab Insurance Group. • Board Member of the American Chamber of Commerce in Jordan.
3	Name:	Elia Jad Micheal Wakileh
	Title:	Board Member & CEO
	Birth Date:	August 1 st 1966
	Qualifications:	Master Degree in Banking Finance and Investment from the University of Hertfordshire – United Kingdom.
	Experience:	34 years of experience in the of business administration, financial management and financial leasing and is currently holding position of: <ul style="list-style-type: none"> • CEO of the Comprehensive Leasing Company. • Vice President of the Jordanian Association of the Leasing Companies. • Chairman of the Orthodox Club.



4	Name:	Marwan Lutfk Wahbeh Tamari
	Title:	Board Member
	Birth Date:	December 2 nd 1968
	Qualifications:	Bachelor's Degree in Business Administration from George Washington University - United States.
	Experience:	32 years of experience in free trade, and is currently holding position of: <ul style="list-style-type: none"> • General Manager and owner of Bab Al-Karim Import and Export Company. • Board member of the Comprehensive Land Development and Investment Company.

5	Name:	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company)
	Title:	Board Member
	Birth Date:	February 26 th 1969
	Qualifications:	Bachelor's Degree in Business Administration from Al-Zaytoonah University of Jordan.
	Experience:	33 years of experience in the banking sector and corporate banking and currently holding position of: <ul style="list-style-type: none"> • Vice President/Partner at netaj for Commercial Investments. • Consultant for several local and foreign companies in the field of business development. • Board member of the Comprehensive Land Development and Investment Company. • Board member and treasurer of the Jordanian Economic Forum. • Board member of the Jordan Pipes Manufacturing Company • Member of the Association Jordanian Businessmen • Member of the Arab Businessmen Union.

B. Senior Management:

1	Name:	Elia Jad Micheal Wakileh
	Position:	Board Member & CEO
	Hiring Date:	April 1 st 2004
	Birth Date:	August 1 st 1966
	Qualifications:	Master Degree in Banking Finance and Investment from the University of Hertfordshire – United Kingdom.
	Experience:	34 years of experience in the of business administration, financial management and financial leasing and is currently holding position of: <ul style="list-style-type: none"> • CEO of the Comprehensive Leasing Company. • Vice President of the Jordanian Association of the Leasing Companies. • Chairman of the Orthodox Club.



2	Name:	Samer Mohammed Ismail Al Qtaeshat
	Position:	Finance Manager
	Hiring Date:	August 1 st 2004
	Birth Date:	August 29 th 1981
	Qualifications:	Bachelor's degree in Accounting from Philadelphia University - Jordan.
	Experience:	21 years of experience in accounting.
3	Name:	Jamal Abdul Rahman Ibrahim Asfour
	Position:	Fleet Leasing Manager
	Hiring Date:	October 1 st 2004 Until February 16 th 2023
	Birth Date:	August 3 rd 1975
	Qualifications:	Bachelor's degree in Business Administration from Baghdad University - Iraq.
	Experience:	24 years of experience in sales and leasing.
4	Name:	Hussam Shukri Qustandi Al Qubrosi
	Position:	Business Development & Marketing Manger
	Hiring Date:	March 30 th 2011 Until July 20 th 2023
	Birth Date:	December 26 th 1979
	Qualifications:	Bachelor's degree in Hotel Management from Applied Sciences University - Jordan.
	Experience:	20 years of experience in Marketing, Business Development and Strategic Planning.
5	Name:	Rami Oqlah Awwad Haddad
	Position:	Risk and Legal Affairs Manager
	Hiring Date:	December 3 rd 2023
	Birth Date:	November 18 th 1982
	Qualifications:	Bachelor's degree in Business Administration from the Al Al-Bayt University - Jordan.
	Experience:	12 years of experience in the field of Credit and Financial Services and Collection.
6	Name:	George Sami Bshara Khoury
	Position:	Jordan Branches Manager
	Hiring Date:	June 1st 2005
	Birth Date:	February 24 th 1985
	Qualifications:	Diploma in Financial Management from Al-Ahliyya Amman University - Jordan.
	Experience:	19 years of experience in Credit, Leasing and Sales.



7	Name:	Raed Issa Yousef Al-Razouq
	Position:	Operations Manager
	Hiring Date:	October 3rd 2010
	Birth Date:	March 8th 1969
	Qualifications:	Bachelor's degree in Economics from Beirut Arab University - Lebanon.
	Experience:	31 years of experience in Operations Management, Sales, and leasing.
8	Name:	Elias Basil Elias Afisa
	Position:	Credit Senior
	Hiring Date:	November 1 st 2021
	Birth Date:	October 15 th 1998
	Qualifications:	Bachelor's degree in Business Administration from Arab Open University - Jordan.
	Experience:	7 years of experience in Credit Facilities.
9	Name:	Loai Gako Zaki Abu Ghazaleh
	Position:	Collection Supervisor
	Hiring Date:	November 4 th 2018
	Birth Date:	September 15 th 1982
	Qualifications:	Bachelor's degree in Financial and Banking from Al-Ahliyya Amman University- Jordan.
	Experience:	22 years of experience in Sales, Leasing and Collection.
10	Name:	Elias Jeries Eyadeh Al Oweimreen
	Position:	Erbil Branch Manager
	Hiring Date:	December 27th 2012
	Birth Date:	July 10 th 1987
	Qualifications:	Bachelor's degree in Financial and Banking from the Hashemite University - Jordan.
	Experience:	14 years of experience in Accounting, Sales and Leasing.
11	Name:	Anas Suhail Suleiman Yassin
	Position:	Sulaymaniyah Branch Manager
	Hiring Date:	August 10th 2014
	Birth Date:	December 16th 1990
	Qualifications:	Bachelor's degree in Accounting from the University of Applied Sciences - Jordan.
	Experience:	10 years of experience in Accounting, Sales and Leasing.



- 4- Statement of Major Owners of Issued Shares by the Company, Number of Shares Owned by each and Ownership Percentage Comparing to the Previous Year (Who Own 5% and above):

Name:	31/12/2023		31/12/2022	
	Number of Stocks	Share %	Number of Stocks	Share %
WHITECHURCH INVESTMENTS LIMITED	10,250,300	%68.34	10,250,300	%68.34
Isabel George Nicola Abukhader	1,071,427	%7.14	1,071,427	%7.14
Shereen George Nicola Abukhader	1,071,427	%7.14	1,071,427	%7.14

- 5- Company's Competitive standing within the Sector of its Business Activities, Main Markets and its Share in the Local and International Markets:

The company provide its clients with a financing solution through financial leasing contracts for individuals and corporates.

In addition, the company carries out its operations in both Jordan and Iraqi markets, however we cannot determine the company's market shares in these markets.

- 6- The Degree of the Company's Reliance in conducting its operations on specific providers and/or clients (locally and internationally).

The company does not depend in its work on specific suppliers and / or major customers (locally and abroad) whose transaction amounts equals or exceeds 10% or more of the total purchases and / or sales.

- 7- Government protection or privileges obtained by the Company or any of its products under laws and regulations or others:

- Under applicable laws, regulations or others, the Company and its products do not have any government protection or any other privileges.
- The Company has not obtained any patents or franchising rights.

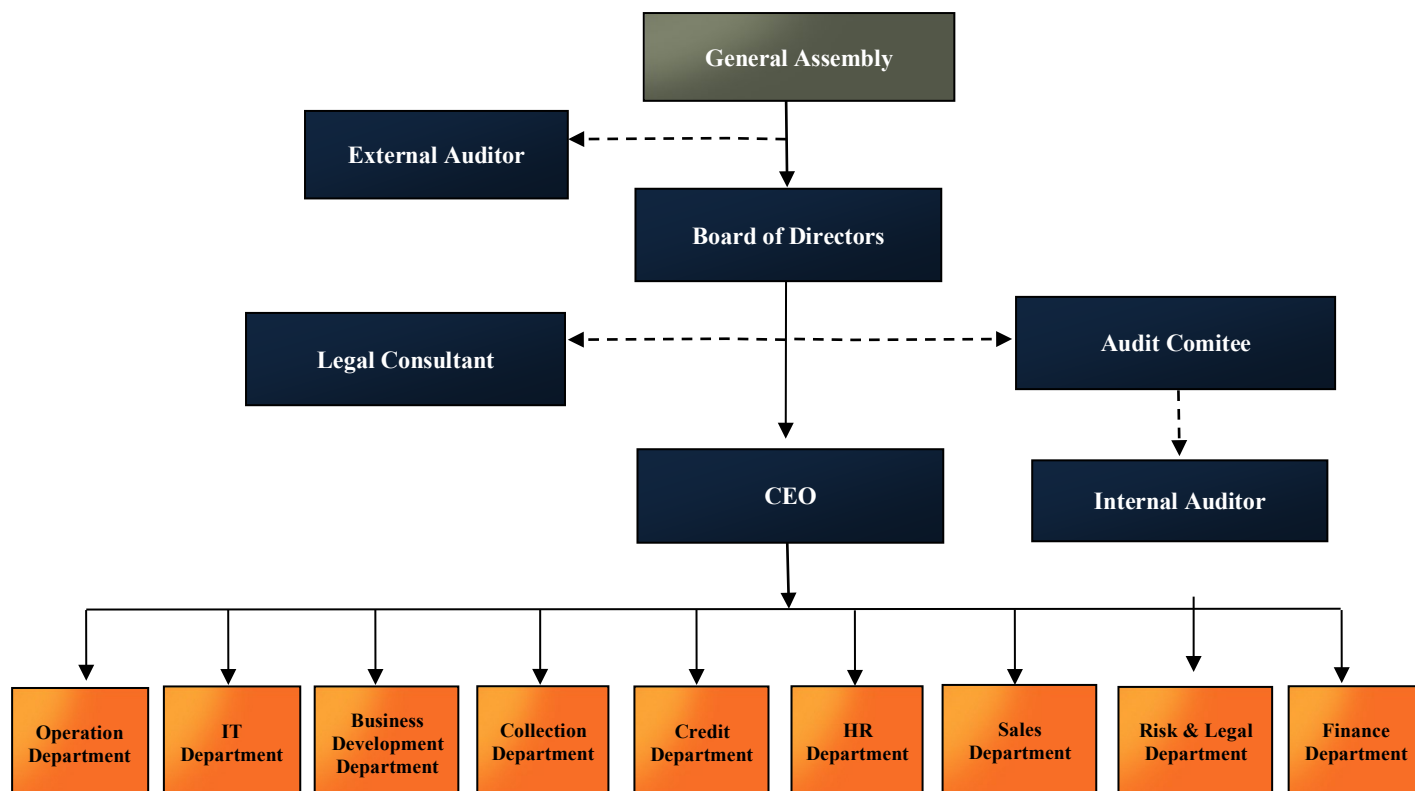
- 8- Decisions issued by the Government, international organizations or any other authority that constituted material effect on the Company's business, its products or competitiveness:

- There are no decisions issued by the Government, international organizations or any other authorities that have material impact on the Company's business or any of its products or competitiveness.
- International Quality Standards do not apply to the Company's business.



9- The Company's organizational structure, The number of employees and their qualifications, and training programs:

A. The Company's Organizational Structure:



B. Number of Employees and their Qualifications:

As of 31/12/2023, the number of employees of the Comprehensive Leasing Company and its subsidiaries reached (86) employees, classified as follows:

Educational Qualification	Comprehensive Leasing Company	Comprehensive Vehicle Trading Company	Comprehensive Global Financial Consulting Company	Comprehensive Global Company for Residential and Commercial Projects	Total
Master's degree	2	0	0	0	2
Bachelor's Degree	64	4	0	0	68
Diploma	9	0	0	0	9
High School & Below	7	0	0	0	7
Total	82	4	0	0	86



C. Training Courses:

#	Training Program:	Number of Employees:
1	Advanced Course in the art of salesmanship	23
2	Advanced Course in Business Communication Etiquette	2
3	Advanced Course in Leadership Of Managers	2
4	Advanced Course in The New Model of Selling Using Emotional Intelligence	2
5	Advanced Course in art of selling	2
6	Advanced Course in Certified Information Systems Auditor	1
7	International Leasing conference	2
Total		34

10- Risks to which the Company is exposed to:

There are no risks that the Company was exposed to during the next fiscal year that have any material impact on operations.

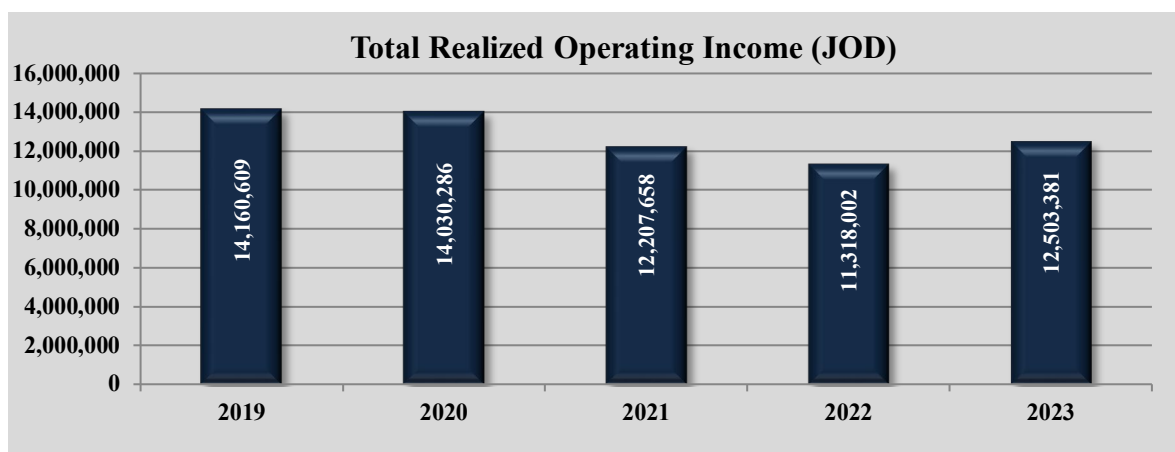
11- Company's achievements and major events during the fiscal year:

- A. The Company entered into partnership with the National Bank of Iraq through incorporating a limited liability company in Iraq which is specialized in automobile, machinery and equipment financing under the name the " Iraqi National Installment Company" for a share of 49% of the Company's capital with amounting to 10 Billion (ie the equivalent of JD 5,380,000) and all the incorporation requirements and regulatory procedures were completed, whereby the Company Started exercise its activities in Baghdad in the second quarter of 2023.
- B. The company has begun studying the creation of a mobile application system to make it easier for customers to complete their transactions in the fastest time and with the least effort.
- C. During the year 2023, the company prepared its banking system to implement the national billing system, and it will be implemented during the year 2024.
- D. The Company was awarded the Best Leasing Company Award Jordan 2022 by International Finance which is a specialized institution in the assessment of the Finance and Banking Sector during the International Finance Award 2022 ceremony which was held in Dubai Jan 2023.
- E. During the year 2023, the company established a residential project, which it established in a distinctive area near the Ritz-Carlton Hotel - Amman. The project is still under construction and will be completed during the first quarter of 2024.



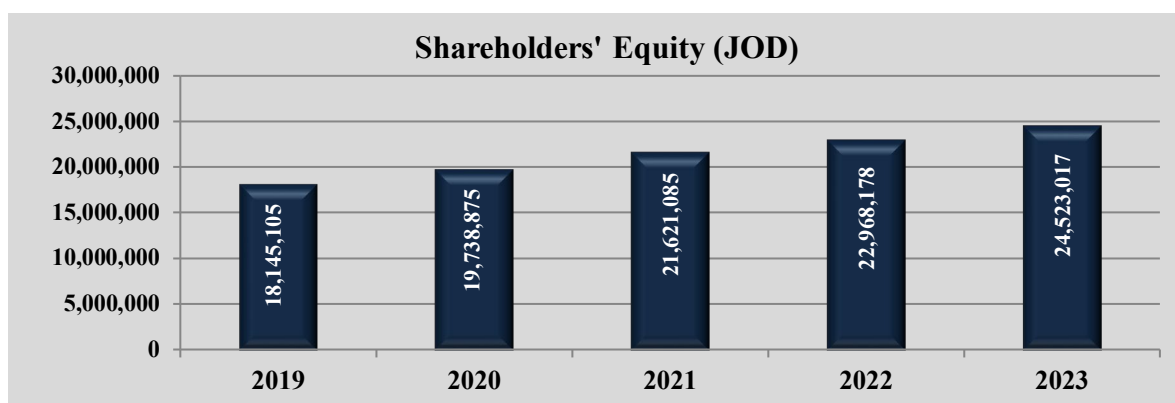
F. The following table illustrates the total operating revenues achieved for the past five years:

Year	Total Realized Operating Income (JOD)	Variance Percentage
2023	12,503,381	%10.5
2022	11,318,002	-%7.3
2021	12,207,658	-%13.0
2020	14,030,286	-%1.0
2019	14,160,609	%16.7



G. The following table illustrates Shareholders' Equity, Profits after Tax and Earnings Per Share for the past five years:

Year	Shareholders' Equity (JOD)	Profits after Tax & Provisions (JOD)	Return on Equity	Earnings Per Share
2023	24,523,017	3,654,839	%16	0.24
2022	22,968,178	3,347,093	%15	0.22
2021	21,621,085	3,882,210	%18	0.39
2020	19,738,875	3,993,770	%20	0.40
2019	18,145,105	4,200,729	%23	0.42





H. The following table illustrates the dividend distributed to shareholders during the past five years:

Year	Dividends Percentage	Dividends (JOD)
2022	14% Cash Dividends	2,100,000
2021	20% Cash Dividends	2,000,000
	50% Stock Dividends	5,000,000
2020	20% Cash Dividends	2,000,000
2019	%24 Cash Dividends	2,400,000
2018	%22 Cash Dividends	2,200,000

I. During the year 2023, the Board of Directors held seven meetings, and the attendance rate for the members of the Board was as follows:

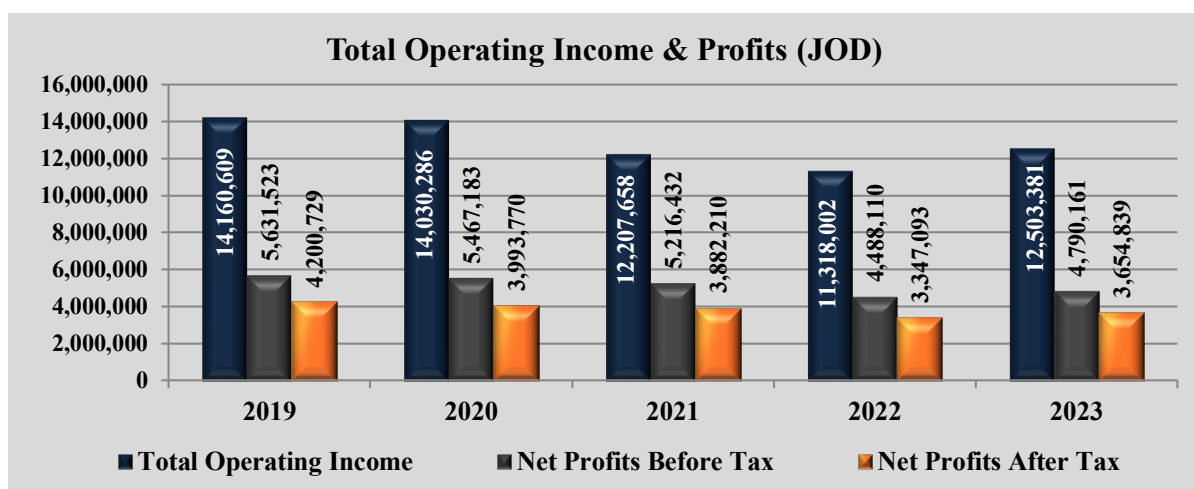
#	Name:	Title:	Attendance Rate:
1	George Nicola George Abukhader	Chairman	%100
2	Nicola George Nicola Abukhader	Vice Chairman	%100
3	Elia Jad Micheal Wakileh	Board Member	%100
4	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company)	Board Member	%100
5	Marwan Lutfk Wahbeh Tamari	Board Member	%100

12- Financial impact from extraordinary operations occurred during the fiscal year and not included in the Company's main activities.

There is no financial impact from any extraordinary operations occurred during the fiscal year and not included in the Company's main activities.

13- Time series for realized profit and loss, dividends, net shareholders' equity and securities rates throughout the last five years.

	2023 (JOD)	2022 (JOD)	2021 (JOD)	2020 (JOD)	2019 (JOD)
Company Capital	15,000,000	15,000,000	10,000,000	10,000,000	10,000,000
Total Operating Income	12,503,381	11,318,002	12,207,658	14,030,286	14,160,609
Net Profits Before Tax	4,790,161	4,488,110	5,216,432	5,467,183	5,631,523
Net Profits After Tax	3,654,839	3,347,093	3,882,210	3,993,770	4,200,729
Dividends	-	2,100,000 Cash Dividends	2,000,000 Cash Dividends	2,000,000 Cash Dividends	2,400,000 Cash Dividends
			50% Stock Dividends		
Shareholder Equity	24,523,017	22,968,178	21,621,085	19,738,875	18,145,105
Stock's Closing on 31/12	3.10	2.47	3.51	2.50	2.13



14- Company's financial standing analysis and business results during the fiscal year.

#	Index	Percentage 2023	Percentage 2022
1	Current ratio	1.29	1.23
2	Quick ratio	1.29	1.23
3	Average Return on Assets	%4.1	%4.1
4	Average Earning Per Share	0.24	0.23
5	Total Liabilities to Assets	0.73	0.72
6	Debt to Equity	2.5	2.4
7	Average Return on Equity	%14.9	%14.6

15- Company's developments, future plans and Boards' outlook.

- Continue to realize sustained and heightened growth in profitability, assets and equity and the management thereof with high efficiency to consolidate the Company's financial and competitive position.
- Expand and diversify the Company's customers' base to encompass new sectors and segments and upgrade the level of the products and services provided thereto in order to maintain the Company's leading position in the Leasing Sector.
- Work continuously to develop and create new financing programs that meet the needs of all categories and segments of the community.
- Continue with the ongoing development of the credit policy in line with the economic developments in order to maintain the quality of the financing portfolio.
- Continue with developing the Company's risk management system in accordance with the best international practices.
- Continue with the development and up-grading of the software programs used at the Company and increase the dependence thereon in accordance with the best methods in practice.
- Continue with investing in the Company's human resources through providing qualified personnel and continue with supporting and up-grading the efficiency and training in line with the modern work methods and developments.



16- Audit Remunerations

The following table illustrates the auditors' Remunerations for the Comprehensive Leasing Company and its subsidiaries before sales tax:

Company Name:	2023 (JOD)	2022 (JOD)
Comprehensive Leasing Company	13,380	13,380
Comprehensive Vehicle Trading Company	3,000	3,000
Comprehensive Global Financial Consulting Company	1,250	1,250
Comprehensive Global Company for Residential and Commercial Projects	1,250	1,250

17- Statement of the number of securities registered in the names of board members, executive personnel, their relatives, relatives of the board members and companies they control compared to last year.

A. Board Members:

#	Name	Title	Nationality	Number of Owned Shares as of 31/12		Number of Shares owned by Companies Controlled by any of them as of 31/12	
				2023	2022	2023	2022
1	George Nicola George Abukhader	Chairman	Jordan	1,000	1,000	-	-
2	Nicola George Nicola Abukhader	Vice Chairman	Jordan	26,492	26,492	-	-
3	Elia Jad Micheal Wakileh	Board Member & CEO	Jordan	216,032	216,032	-	-
4	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company)	Board Member	Jordan	648,719 -	571,627 -	148,735 -	103,685 -
5	Marwan Lutfk Wahbeh Tamari	Board Member	Jordan	150,000	150,000	-	-



B. Senior Executive Management:

#	Name	Position	Nationality	Number of Owned Shares as of 31/12		Number of Shares owned by Companies Controlled by any of them as of 31/12	
				2023	2022	2023	2022
1	Elia Jad Micheal Wakileh	Board Member & CEO	Jordan	216,032	216,032	-	-
2	Samer Mohammed Ismail Al-Qtaeshat	Finance Manager	Jordan	-	-	-	-
3	Rami Oqlah Awwad Haddad	Risk & Legal Affairs Manager	Jordan	-	-	-	-
4	George Sami Bshara Khoury	Jordan Branches Manager	Jordan	-	-	-	-
5	Raed Issa Yousef Al-Razouq	Operations Manager	Jordan	-	-	-	-
6	Elias Basil Elias Afisa	Credit Senior	Syria	-	-	-	-
7	Loai Gako Zaki Abu Ghazaleh	Collection Supervisor	Jordan	-	-	-	-
8	Elias Jeries Eyadeh Al Oweimreen	Erbil Branch Manager	Jordan	-	-	-	-
9	Anas Suhail Suleiman Yassin	Sulaymaniyah Branch Manager	Jordan	-	-	-	-



C. Relatives of the Board Members and Senior Executive Management:

#	Name	Relation	Nationality	Number of Owned Shares as of 31/12		Number of Shares owned by Companies Controlled by any of them as of 31/12	
				2023	2022	2023	2022
1	Isabel George Nicola Abukhader	George Abukhader Daughter	Jordan	1,071,427	1,071,427	-	-
2	Shereen George Nicola Abukhader	George Abukhader Daughter	Jordan	1,071,427	1,071,427	-	-
3	Samia Nicola George Abukhader	George Abukhader Sister	Jordan	480,000	480,000	-	-
4	Nawal Nicola George Abukhader	George Abukhader Sister	Jordan	330,000	330,000	-	-
5	Wahbeh Lutfk Wahbeh Tamari	Marwan Tamari Brother	Jordan	150,000	150,000	-	-

18- Benefits, Remunerations and Travel Allowances of the Board Chairman and Members, and Senior Executive Management in 2023.

A. Benefits, Remunerations and Travel Allowances of the Chairman and Board Members as the following:

#	Name	Title	Travel and Transportation Allowance (JOD)	Remuneration (JOD)	Total (JOD)
1	George Nicola George Abukhader	Chairman	-	5,000	5,000
2	Nicola George Nicola Abukhader	Vice Chairman	-	5,000	5,000
3	Elia Jad Micheal Wakileh	Board Member & CEO	-	5,000	5,000
4	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company)	Board Member	-	5,000	5,000
5	Marwan Lutfk Wahbeh Tamari	Board Member	-	5,000	5,000



B. Salaries and remunerations of the Executive Management:

#	Name	Date of Appointment	Position	Salary (JOD)	Bonuses (JOD)	Total (JOD)
1	Elia Jad Micheal Wakileh	1/4/2004	CEO	98,100	11,000	109,100
2	Samer Mohammed Ismail Al-Qtaeshat	1/8/2004	Finance Manager	37,698	3,500	41,198
3	George Sami Bshara Khoury	1/6/2005	Jordan Branches Manager	26,600	3,100	29,700
4	Jamal Abdul Rahman Ibrahim Asfour *	1/10/2004	Fleet Leasing Manager	2,886	500	3,386
5	Hussam Shukri Qustandi Al Qubrosi **	30/3/2011	Business Development & Marketing Manager	13,969	2,500	16,469
6	Rami Oqlah Awwad Haddad	3/12/2023	Risk & Legal Affairs Manager	1,400	-	1,400
7	Raed Issa Yousef Al-Razouq	23/4/2013	Operations Manager	13,659	1,700	15,359
8	Elias Basil Elias Afisa	1/11/2021	Credit Senior	5,550	830	6,380
9	Loai Gako Zaki Abu Ghazaleh	4/11/2018	Collection Supervisor	9,372	1,350	10,722
10	Elias Jeries Eyadeh Al Oweimreen	27/12/2012	Erbil Branch Manager	21,552	1,704	23,256
11	Anas Suhail Suleiman Yassin	10/8/2014	Sulaymaniyah Branch Manager	19,531	1,562	21,093

* Until February 16th 2023

** Until July 20th 2023

19- Donations and grants paid by the Company during the fiscal year.

#	Beneficiary	Donation Amount (JOD)
1	The Orthodox Educational Society	1,000
	Total	1,000

20- Contracts, projects and commitments made by the Company to subsidiaries, sister companies, or with the Chairman, General Manager or any employee at the Company or their relatives.

A. Contracts and engagements that the company signed with sister companies and with members of the Board of Directors during the year 2023, which are as follows:

#	Contracting Party	Relation	Contract Value (JOD)	Contract Signing Date
1	Mohammed Ali Mohammed Ibrahim	Board Member	16,500	07/02/2023

B. On 01/01/2023, the Comprehensive Leasing Company has rented offices to the Comprehensive Vehicle Trading Company with an annual rental fee of JOD 50,000.

C. On 20/08/2023, the Comprehensive Leasing Company has rented offices to the Comprehensive Global Company for Residential and Commercial Projects with an annual rental fee of JOD 5,000.

21- The Company's contribution to environment protection and local community service.

the Company has no contribution to environment protection and local community service during the year 2023.



22- Corporate Governance Report

1. Governance Compliance:

In pursuant to the governance principles and rules and as the Comprehensive Leasing Company believes that governance constitutes an essential factor for business success and development, over and above the significance thereof in enhancing the shareholders' confidence, the Company complies with the rules provided for under the Governance Instructions of Shareholding Companies of 2017 through the development of the internal systems and policies to provide the highest transparency and disclosure criteria and realize and protect the shareholders' interests; whereby the Board of Directors created committees and distributed functions among them, such that each committee undertakes specific functions and responsibilities to assist the Board of Directors in covering the entire activities.

2. The current and resigning members of the Board of Directors during 2023:

#	Name:	Title:	Executive / Non-Executive	Independent / Non-Independent
1	George Nicola George Abukhader	Chairman	Non-Executive	Non-Independent
2	Nicola George Nicola Abukhader	Vice Chairman	Non-Executive	Non-Independent
3	Elia Jad Micheal Wakileh	Board Member	Executive	Non-Independent
4	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company)	Board Member	Non-Executive	Independent
5	Marwan Lutfk Wahbeh Tamari	Board Member	Non-Executive	Independent

3. The Executive Management:

#	Name	Date of Appointment	Position
1	Elia Jad Micheal Wakileh	1/4/2004	General Manager
2	Samer Mohammed Ismail Al Qtaeshat	1/8/2004	Finance Manager
3	Jamal Abdul Rahman Ibrahim Asfour *	1/10/2004	Fleet Leasing Manager
4	Hussam Shukri Qustandi Al Qubrosi **	30/3/2011	Business Development & Marketing Manager
5	Rami Oqlah Awwad Haddad	3/12/2023	Risk & Legal Affairs Manager
6	George Sami Bshara Khoury	1/6/2005	Jordan Branches Manager
7	Raed Issa Yousef Al-Razouq	23/4/2013	Operations Manager
8	Elias Basil Elias Afisa	1/11/2021	Credit Senior
9	Loai Gako Zaki Abu Ghazaleh	4/11/2018	Collection Supervisor
10	Elias Jeries Eyadeh Al Oweimreen	27/12/2012	Erbil Branch Manager
11	Anas Suhail Suleiman Yassin	10/8/2014	Sulaymaniyah Branch Manager

* Until February 16th 2023

** Until July 20th 2023



4. Membership of the Board of Directors held by a member of the Board of Directors in the Shareholding companies.

#	Board Member Name	The Company in which he is a Member
1	George Nicola George Abukhader	Delta Insurance Company - Board Member
2	Nicola George Nicola Abukhader	Comprehensive Land Development and Investment Company - Chairman European Arab Insurance Group - Board Member
3	Elia Jad Micheal Wakileh	N/A
4	Marwan Lutfk Wahbeh Tamari	Comprehensive Land Development and Investment Company - Board Member
5	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company)	Comprehensive Land Development and Investment Company - Board Member Comprehensive Multiple Transportation Company - Board Member The Jordan Pipes Manufacturing Company- Board Member

5. The Board of Directors' Committees:

For the purposes of protecting the Company from any risks, the Board of Directors established many committees emanating therefrom. The functions were determined and distributed among such committees to assist the Board of Directors to cover the entire Company's operations and activities efficiently, noting that such committees carry out their functions under the Board of Directors' authorization as per the appropriate authorities for each committee. The Board of Directors remains responsible for all the operations of such committees.



A. Audit Committee:

The Audit Committee consists of three members and its function is to carry out the duties related to supervising competence, integrity of accounting and auditing and any other similar functions. The Committee reviews the quality aspects of financial reports, method of management at the Company and supervises the implementation of the legal and ethical standards. The members of the Audit Committee are as follows:

#	Member Name	Educational Qualification	Experience
1	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company) (Committee Chairman)	Bachelor's Degree in Business Administration	<p>33 years of experience in the banking sector and corporate banking and currently holding position of:</p> <ul style="list-style-type: none"> • Vice President/Partner at netaj for Commercial Investments. • Consultant for several local and foreign companies in the field of business development. • Board member of the Comprehensive Land Development and Investment Company. • Board member and treasurer of the Jordanian Economic Forum. • Board member of the Jordan Pipes Manufacturing Company. • Member of the Association Jordanian Businessmen. • Member of the Arab Businessmen Union.
2	Nicola George Nicola Abukhader (Committee Member)	Bachelor's Degree in Business Administration	<p>32 years of experience in business administration and is currently holding the position of:</p> <ul style="list-style-type: none"> • CEO of the Abu Khader Group. • Chairman of the Comprehensive Land Development and Investment Company. • Board Member of the European Arab Insurance Group. • Board Member of the American Chamber of Commerce in Jordan.
3	Marwan Lutfk Wahbeh Tamari (Committee Member)	Bachelor's Degree in Business Administration	<p>32 years of experience in free trade, and is currently holding position of:</p> <ul style="list-style-type: none"> • General Manager and owner of Bab Al-Karim Import and Export Company. • Board member of the Comprehensive Land Development and Investment Company.



B. Nominations and Remunerations Committee:

The Nominations and Remunerations Committee consists of three members and its function is to develop the appropriate programs and plans to assess performance and review the remuneration and incentives proposed to the members of the Executive Management. The members of the Nominations and Remunerations Committee are as follows:

#	Member Name	Educational Qualification	Experience
1	Nicola George Nicola Abukhader (Committee Chairman)	Bachelor's Degree in Business Administration	32 years of experience in business administration and is currently holding the position of: <ul style="list-style-type: none"> • CEO of the Abu Khader Group. • Chairman of the Comprehensive Land Development and Investment Company. • Board Member of the European Arab Insurance Group. • Board Member of the American Chamber of Commerce in Jordan.
2	George Nicola George Abukhader (Committee Member)	Bachelor's Degree in Business Administration	57 years in business administration and is currently holds the position of: <ul style="list-style-type: none"> • Chairman of Abu Khader Group in Jordan. • Board member of the Delta Insurance Company. • Chairman of the Royal Investments Company. • Member of the Amman Chamber of Commerce and Industry. • Member of the General Syndicate of Car Dealers and Auto Parts and Accessories Dealers. • Member of the Jordanian Businessmen Association.
3	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company) (Committee Member)	Bachelor's Degree in Business Administration	33 years of experience in the banking sector and corporate banking and currently holding position of: <ul style="list-style-type: none"> • Vice President/Partner at netaj for Commercial Investments. • Consultant for several local and foreign companies in the field of business development. • Board member of the Comprehensive Land Development and Investment Company. • Board member and treasurer of the Jordanian Economic Forum. • Board member of the Jordan Pipes Manufacturing Company. • Member of the Association Jordanian Businessmen • Member of the Arab Businessmen Union.



C. Executive Committee:

The Executive Committee consists of three members where the essential objective of forming the Committee is to assist the Board of Directors in matters related to the Company's operational activities through approving the facilities that fall within its authority or give the recommendation to the Board of Directors when needed. The Executive Committee's meetings shall be held as required in coordination with the Committee's Head. The members of the Executive Committee are as follows:

#	Member Name	Title	Educational Qualification	Experience
1	Nicola George Nicola Abukhader (Committee Chairman)	Committee Chairman	Bachelor's Degree in Business Administration	32 years of experience in business administration and is currently holding the position of: <ul style="list-style-type: none"> • CEO of the Abu Khader Group. • Chairman of the Comprehensive Land Development and Investment Company. • Board Member of the European Arab Insurance Group. • Board Member of the American Chamber of Commerce in Jordan.
2	Elia Jad Micheal Wakileh (Committee Member)	Committee Member	Master Degree in Banking Finance and Investment.	34 years of experience in the of business administration, financial management and financial leasing and is currently holding position of: <ul style="list-style-type: none"> • General Manager of the Comprehensive Leasing Company. • Vice President of the Jordanian Association of the Leasing Companies. • Chairman of the Orthodox Club.
3	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company) (Committee Member)	Committee Member	Bachelor's Degree in Business Administration	33 years of experience in the banking sector and corporate banking and currently holding position of: <ul style="list-style-type: none"> • Vice President/Partner at netaj for Commercial Investments. • Consultant for several local and foreign companies in the field of business development. • Board member of the Comprehensive Land Development and Investment Company. • Board member and treasurer of the Jordanian Economic Forum. • Board member of the Jordan Pipes Manufacturing Company. • Member of the Association Jordanian Businessmen • Member of the Arab Businessmen Union.



D. Governance Committee

The Committee consists of 3 members and its function is to set-up written work procedures to implement and review the Governance Instructions; evaluate the extent of the implementation thereof on a yearly basis; ascertain the Company's compliance with the provisions of such Instructions; consider and follow-up the Commission's remarks relating to the implementation of governance at the Company; draw-up the governance report and present it to the Board of Directors. The members of the Governance Committee are as follows:

#	Member Name	Title	Educational Qualification	Experience
1	Nicola George Nicola Abukhader (Committee Chairman)	Committee Chairman	Bachelor's Degree in Business Administration	32 years of experience in business administration and is currently holding the position of: <ul style="list-style-type: none"> • CEO of the Abu Khader Group. • Chairman of the Comprehensive Land Development and Investment Company. • Board Member of the European Arab Insurance Group. • Board Member of the American Chamber of Commerce in Jordan.
2	Marwan Lutfk Wahbeh Tamari (Committee Member)	Committee Member	Bachelor's Degree in Business Administration	32 years of experience in free trade, and is currently holding position of: <ul style="list-style-type: none"> • General Manager and owner of Bab Al-Karim Import and Export Company. • Board member of the Comprehensive Land Development and Investment Company.
3	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company) (Committee Member)	Committee Member	Bachelor's Degree in Business Administration	33 years of experience in the banking sector and corporate banking and currently holding position of: <ul style="list-style-type: none"> • Vice President/Partner at netaj for Commercial Investments. • Consultant for several local and foreign companies in the field of business development. • Board member of the Comprehensive Land Development and Investment Company. • Board member and treasurer of the Jordanian Economic Forum. • Board member of the Jordan Pipes Manufacturing Company. • Member of the Association Jordanian Businessmen • Member of the Arab Businessmen Union.

Corporate Governance Officer

#	Name	Appointment Date:	Title
1	Samer Mohammed Ismail Al Qtaeshat	1/8/2004	Finance Manager



E. Risk Committee

The Committee consists of 3 members and its function is to set-up the risk management policies at the Company and review same annually in addition to following-up and evaluating various types of risks which the Company may be exposed to. The members of the Risk Committee are as follows:

#	Member Name	Title	Educational Qualification	Experience
1	Nicola George Nicola Abukhader (Committee Chairman)	Committee Chairman	Bachelor's Degree in Business Administration	32 years of experience in business administration and is currently holding the position of: <ul style="list-style-type: none"> • CEO of the Abu Khader Group. • Chairman of the Comprehensive Land Development and Investment Company. • Board Member of the European Arab Insurance Group. • Board Member of the American Chamber of Commerce in Jordan.
2	Elia Jad Micheal Wakileh (Committee Member)	Committee Member	Master Degree in Banking Finance and Investment.	34 years of experience in the of business administration, financial management and financial leasing and is currently holding position of: <ul style="list-style-type: none"> • General Manager of the Comprehensive Leasing Company. • Vice President of the Jordanian Association of the Leasing Companies. • Chairman of the Orthodox Club.
3	Mohammed Ali Mohammed Ibrahim (Representative of Jordan Investment and General Consulting Company) (Committee Member)	Committee Member	Bachelor's Degree in Business Administration	33 years of experience in the banking sector and corporate banking and currently holding position of: <ul style="list-style-type: none"> • Vice President/Partner at netaj for Commercial Investments. • Consultant for several local and foreign companies in the field of business development. • Board member of the Comprehensive Land Development and Investment Company. • Board member and treasurer of the Jordanian Economic Forum. • Board member of the Jordan Pipes Manufacturing Company. • Member of the Association Jordanian Businessmen • Member of the Arab Businessmen Union.



6. Number of meetings of each committee and attendees:

#	Committee	Number of Meetings	Attendees
1	Audit Committee	4	All members of the committee attended
2	Nominations and Compensations Committee	2	All members of the committee attended
3	Executive Committee	4	All members of the committee attended
4	Governance Committee	2	All members of the committee attended
5	Risk Committee	2	All members of the committee attended

7. Number of meetings of the Audit Committee with the External Auditor: One meeting

8. Number of meetings of the Board of Directors and attendees:

#	Meeting Number & Date	Attendees
1	First Meeting dated 22/01/2023	All members of the committee attended
2	Second Meeting dated 26/01/2023	All members of the committee attended
3	Third Meeting dated 26/04/2023	All members of the committee attended
4	Fourth Meeting dated 27/04/2023	All members of the committee attended
5	Fifth Meeting dated 18/07/2023	All members of the committee attended
6	Sixth Meeting dated 24/07/2023	All members of the committee attended
7	Seventh Meeting dated 27/11/2023	All members of the committee attended

Chairman
George Nicola Abukhader



Acknowledgments

1. The Company's Board of Directors acknowledges that there are no material issues that may affect the Company's continuity during the next fiscal year.
2. The Company's Board of Directors acknowledges its liability towards the preparation of the financial statements and the existence of an effective and adequate internal control system in the Company.

Chairman George Nicola Abukhader	Vice Chairman Nicola George Abukhader	Board Member Elia Jad Wakileh

Board Member Jordan Investment and General Consulting Company	Board Member Marwan Lutfk Tamari

3. We, the undersigned, hereby acknowledge the authenticity, precision and comprehensiveness of the information and data included herein.

Chairman George Nicola Abukhader	CEO Elia Jad Wakileh	Finance Manager Samer Mohammed Al Qtaeshat

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED

CONSOLIDATED FINANCIAL STATEMENTS

31 DECEMBER 2023

INDEPENDENT AUDITOR'S REPORT
To the Shareholders of Comprehensive Leasing Company
Amman – Jordan

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of Comprehensive Leasing Company (the Company), and its subsidiaries (the Group) which comprise the consolidated statement of financial position as at 31 December 2023, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Group as at 31 December 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards, are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants* (including International Independence Standards) (IESBA Code) together with the ethical requirements that are relevant to our audit of the consolidated financial statements in Jordan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended 31 December 2023. In addition to the matters described in the basis for opinion section These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter provided in that context .

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the consolidated financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the consolidated financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated financial statements.

Key Audit Matter	Audit Procedures
<p>Provision for expected credit losses resulted from finance lease contracts and instalments sale receivables:</p> <p>Finance lease contracts and instalments sale receivables represents 76% (31 December 2022: 76%) of the Group's total assets. An estimated provision for expected credit losses of finance lease contracts and instalments sale receivables is recorded based on the management's judgement.</p> <p>Management determines the provision for expected credit losses amount based on specific reviews of finance lease contracts and instalments sale receivables, individually or in groups, to determine whether there are any indicators of a decline in the customer's ability to repay for a certain period. Also, the management evaluates the expected credit losses based on its estimation of the recoverable amount from the assets pledged in favor of the Group. as well as experience with collection trends and historical default rates which is aligned to the requirements of IFRS (9).</p>	<p>How the key audit matter was addressed</p> <p>We evaluated the design and operating effectiveness of the controls over the accounting process of the provision for expected credit losses resulted from finance lease contracts and instalments sale receivables.</p> <p>We evaluated management's assumption and judgments by reviewing the historical collection trends and history of default.</p> <p>In addition, we performed ratio analysis on the Group's provision for expected credit losses of finance lease contracts and instalments sale receivables during prior periods.</p> <p>We tested the aging of trade receivables of finance lease contracts and instalments sale receivables where no provision was recognized to check that there were no indicators of impairment.</p>

<p>There is a risk in calculating provision for expected credit losses represented by the inaccuracy of the provision that is recognized whether from the use of inaccurate underlying data, or the use of unreasonable assumptions including the determination as to whether the receivables of finance lease contracts and instalments sale receivables are collectable.</p> <p>We focused on this area since it requires a high level of management's judgment as the expected credit losses, may have a significant impact on the Group's profit.</p>	<p>We selected a sample of the largest finance lease contracts and instalments sale receivables balances where a provision for impairment was recognized and understood the rationale behind management's judgment.</p> <p>We assessed also the adequacy of the Group's disclosures regarding provision for expected credit losses.</p> <p>Further disclosures related to the provision for expected credit losses from finance lease contracts and instalments sale receivables are disclosed in notes (13 & 14) to the consolidated financial statements.</p>
---	---

Other information included in the 2023 annual report

Other information consists of the information included in the Group's 2023 Annual Report other than the consolidated financial statements and our auditor's report thereon. Management is responsible for the other information. The Group's 2023 Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exist, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period, and are therefore the key audit matters. We describe these matters in our auditor's report, unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonable be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

The Group maintains proper books of accounts which are in agreement with the consolidated financial statements.

For and on behalf of Ernst & Young- Jordan

Amman – Jordan
21 January 2024

ERNST & YOUNG
Amman - Jordan

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023

	Notes	2023 JD	2022 JD
Assets			
Non-current assets			
Intangible assets – Net	7	13,107	23,128
Property and equipment – Net	8	2,777,317	2,847,119
Projects under construction	9	5,379,039	2,935,755
Investment properties – Net	10	2,876,830	2,932,740
Assets seized for debts	11	4,395,920	4,347,270
Right-of-use assets	23	916,157	1,154,534
Investment in an associate	12	2,776,220	2,365,000
Non-current portion of investment in finance lease – Net	13	20,558,715	18,713,192
Non-current portion of investment in instalment sale receivables – Net	14	17,177,771	14,540,228
		<u>56,871,076</u>	<u>49,858,966</u>
Current assets			
Current portion of investment in finance lease contracts	13	16,744,333	18,085,166
Current portion of investment in instalment sale receivables	14	13,252,867	11,254,090
Financial assets at fair value through consolidated statement of comprehensive income	15	993,158	1,409,524
Financial assets at amortized cost – Net	16	201,143	201,143
Trade and other debit balances	17	1,245,834	896,211
Cash on hand and at banks	18	107,879	147,116
		<u>32,545,214</u>	<u>31,993,250</u>
Total assets		<u>89,416,290</u>	<u>81,852,216</u>
Shareholders' equity and liabilities			
Shareholders' equity			
Share capital	1 & 19	15,000,000	15,000,000
Statutory reserve	19	3,296,900	2,888,527
Retained earnings		6,226,117	5,079,651
Total shareholders' equity		<u>24,523,017</u>	<u>22,968,178</u>
Liabilities			
Non-current liabilities			
Long-term loans	20	38,867,154	31,885,878
Long-term lease liabilities	23	738,015	970,832
		<u>39,605,169</u>	<u>32,856,710</u>
Current liabilities			
Current portion of long-term loans	20	15,370,024	17,196,446
Bank overdrafts	21	7,618,343	6,114,911
Trade and other credit balances	22	951,296	1,406,327
Short-term lease liabilities	23	231,140	212,811
Investment properties deferred income		214,938	200,605
Income tax provision	24	902,363	896,228
		<u>25,288,104</u>	<u>26,027,328</u>
Total liabilities		<u>64,893,273</u>	<u>58,884,038</u>
Total shareholders' equity and liabilities		<u>89,416,290</u>	<u>81,852,216</u>

The attached notes from 1 to 39 are an integral part of these consolidation financial statements

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023 JD	2022 JD
Revenues			
Revenues from finance lease contracts – Net	25	6,871,774	6,483,353
Revenues from instalment sale – Net	26	5,422,131	4,636,370
Total revenues		<u>12,293,905</u>	<u>11,119,723</u>
Administrative expenses	27	(1,635,565)	(1,634,816)
Revenues from investment properties - Net	28	208,024	219,689
Gain of financial assets through consolidated statement of comprehensive income	15	54,990	112,928
Other income		133,038	59,562
Dividends income received		74,158	61,257
Expected credit losses (finance lease and Instalment sale receivables)	13 & 14	(895,149)	(792,829)
Expected credit losses (Government Bonds)	16	-	(34,458)
Finance costs	29	(5,443,240)	(4,622,946)
Profit for the year before income tax		<u>4,790,161</u>	<u>4,488,110</u>
Income tax expense	24	(1,135,322)	(1,141,017)
Profit for the year		<u>3,654,839</u>	<u>3,347,093</u>
Add: other comprehensive income items		-	-
Total comprehensive income for the year		<u>3,654,839</u>	<u>3,347,093</u>
Earnings per share:			
Basic and diluted earnings per share from the profit for the year attributable to the Group's shareholders	34	<u>24%</u>	<u>23%</u>

The attached notes from 1 to 39 are an integral part of these consolidation financial statements

**COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Share capital	Statutory reserve	Retained earnings	Total
	JD	JD	JD	JD
For the year ended 31 December 2023				
Balance as at 1 January 2023	15,000,000	2,888,527	5,079,651	22,968,178
Dividends distribution (Note 33)	-	-	(2,100,000)	(2,100,000)
Total comprehensive income for the year	-	-	3,654,839	3,654,839
Transferred to the statutory reserve	-	408,373	(408,373)	-
Balance as at 31 December 2023	<u>15,000,000</u>	<u>3,296,900</u>	<u>6,226,117</u>	<u>24,523,017</u>
For the year ended 31 December 2022				
Balance as at 1 January 2022	10,000,000	2,500,000	9,121,085	21,621,085
Increase in share capital (Notes 1&19)	5,000,000	-	(5,000,000)	-
Dividends distribution (Note 33)	-	-	(2,000,000)	(2,000,000)
Total comprehensive income for the year	-	-	3,347,093	3,347,093
Transferred to the statutory reserve	-	388,527	(388,527)	-
Balance as at 31 December 2022	<u>15,000,000</u>	<u>2,888,527</u>	<u>5,079,651</u>	<u>22,968,178</u>

The attached notes from 1 to 39 are an integral part of these consolidation financial statements

**COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Notes	2023 JD	2022 JD
Operating activities			
Profit for the year before income tax		4,790,161	4,488,110
Adjustments -			
Depreciation and amortization	7, 8 & 23	366,731	307,989
Depreciation of investment properties	10	55,910	55,910
Provision for expected credit loss (finance lease contracts and instalment sale receivables)	13 & 14	895,149	792,829
Provision for expected credit loss (Government Bonds)	16	-	34,458
Finance costs	29	5,443,240	4,622,946
Dividends income		(74,158)	(61,257)
Gain on sale of financial assets at fair value through consolidated statement of comprehensive income	15	(45,854)	(43,700)
Unrealized gain of change in fair value of financial assets through consolidated statement of comprehensive income	15	(9,136)	(69,228)
Gain from valuation of investment in associate		(124,470)	-
Gain from disposal of lease liabilities		(7,435)	(2,593)
Gain on sale of property and equipment	8	(436)	(58,970)
Changes in working capital:			
Net investment in finance lease contracts		(3,054,589)	2,632,386
Net investment in instalment sale receivables		(4,636,320)	1,254,904
Trade and other debit balances		(349,623)	(107,640)
Trade and other credit balances		(459,385)	(138,756)
Net cash flows before income tax paid		2,789,785	13,707,388
Income tax paid	24	(1,129,187)	(1,324,408)
Net cash flows from operating activities		1,660,598	12,382,980
Investing activities			
Purchase of financial assets at fair value through consolidated statement of comprehensive income	15	-	(398,145)
Purchase of financial assets at amortized cost	16	-	(235,601)
Purchase of intangible assets	7	-	(8,808)
Projects under constructions	9	(2,443,284)	(1,209,811)
Purchase of property and equipment	8	(80,820)	(169,768)
Investment properties deferred income		14,333	61,002
Proceeds from sale of assets seized for debts	11	747,614	1,354,100
Proceeds from sale of property and equipment		38,167	92,238
Proceeds from sale of financial assets at fair value through consolidated statement of comprehensive income	15	471,356	296,025
Investment in an associate	12	-	(2,365,000)
Dividends income received		74,158	61,257
Net cash flows used in investing activities		(1,178,476)	(2,522,511)
Financing activities			
Long-term loans		5,154,854	(2,230,051)
Finance costs paid		(4,780,551)	(4,554,096)
Dividends paid	33	(2,095,646)	(1,999,368)
Payments of lease liabilities	23	(303,448)	(238,572)
Net cash flows used in financing activities		(2,024,791)	(9,022,087)
Net (decrease) increase in cash and cash equivalents		(1,542,669)	838,382
Cash and cash equivalent as at 1 January		(5,967,795)	(6,806,177)
Cash and cash equivalents as at 31 December	18	(7,510,464)	(5,967,795)
Non-monetary transactions during the year:			
Right-of-use assets	23	48,974	1,030,694
Lease liabilities	23	(48,974)	(1,030,694)
Transferred from investment in finance lease contracts to assets seized for debts	11	1,368,000	1,695,500

The attached notes from 1 to 39 are an integral part of these consolidation financial statements

(1) GENERAL INFORMATION

Comprehensive Leasing Company was established on 14 April 2004 as a limited liability company under No. (8730) with a capital of JD 1,000,000. On 12 September 2006, the legal status of the Company was changed into a public shareholding company and registered with the Ministry of Industry and Trade under No. (415). The Company's capital was increased during the previous years to become JD 10,000,000 as at 31 December 2019. The General Assembly decided in its extraordinary meeting held on 10 February 2022 to increase the capital by JD 5,000,000, so the Company's capital became JD 15,000,000 as at 31 December 2022 with a nominal value of JD 1 for each share, by distributing free shares to the shareholders, which constitute 50% of the capital from the retained earnings each according to his contribution to the Company's capital. The Company's capital increase procedures were completed with the Ministry of Industry and Trade on 28 February 2022.

The Company's main activities are represented in the following:

- Finance lease,
- Investment of the Company's funds in the economic, industrial, agricultural and real estate fields,
- Purchase, own, lease and manage movable and immovable funds for the purposes of the Company,
- Mortgage of movable and immovable funds,
- Development of lands by providing the necessary services and fragmentation of the lands,
- Import and export,
- Touristic investments,
- Obtain patents,
- Obtain contracts of rights and privileges from any government, entity, authority, Company, institution or individual concerned by the objectives of the Company, enter into commercial and governmental bids and tenders, both locally and internationally, and register the Company's trademarks.

On 24 July 2012, the Company established a branch in the Kurdistan Region of Iraq under No. (15297). According to the provisions of item No. (5 - third) of the Act of establishing branches of offices of foreign companies and economic institutions No. (5) of 1989 related to the Kurdistan Region of Iraq, the branch commenced its operational activities during the first quarter of 2013.

The Comprehensive Leasing Company is a public shareholding Company, and its shares are listed in Amman Stock Exchange. The registered address of the Company is 207 Zahran St. – Amman, the Hashemite Kingdom of Jordan.

The consolidated financial statements were approved by the Board of Directors on 18 January 2024.

(2) BASIS OF PREPARATION CONSOLIDATED FINANCE STATEMENTS

The consolidated financial statements of the Group have been prepared in accordance with International Financial Reporting Standards (IFRSs).

The consolidated financial statements have been prepared on a historical cost basis.

The consolidated financial statements are presented in Jordanian Dinars which represents the functional currency of the Group.

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(3) BASIS OF CONSOLIDATION OF FINANCIAL STATEMENTS

The consolidated financial statements include the financial statements of Comprehensive Leasing Company (the "Company") and the following subsidiaries (together referred as the "Group") as at 31 December 2023:

<u>Name of the Company</u>	<u>Legal status</u>	<u>Share capital</u> JD	<u>Shareholding percentage</u> %
Comprehensive Vehicle Trading Company	Limited liability company	500,000	100
Comprehensive International Company for Financial Consulting	Limited liability company	10,000	100
Comprehensive International for Residential and Commercial Projects	Limited liability company	100,000	100

Control is achieved when the group has rights to the variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Control over the investee company is achieved only when the following is achieved:

- Control of the Group over the investee (existing rights that give the Group the ability to direct the relevant activities of the investee);
- The Group's exposure or rights to the variable returns arising from its involvement with the investee; and
- The ability to exercise control over the investee company and affect its returns.

When the Group owns less than a majority of the voting or similar rights in an investee, the Group considers all relevant facts and circumstances to determine whether it controls an investee, including:

- Contractual arrangements with holders of voting rights of others in the investee company,
- Rights arising from other contractual arrangements,
- The current voting rights and potential voting rights of the Group.

The Group reassesses whether it controls the investee company when circumstances or facts indicate a change in one or more of the three elements of control.

The financial statements of the subsidiary are consolidated from the date on which control is exercised until such control ceases. Revenues and expenses of subsidiaries are consolidated in the consolidated statement of comprehensive income from the date the Group takes control of the subsidiaries until such control ceases.

Profits and losses and each item of other comprehensive income are charged to the equity holders of the parent company and the non-controlling interests even if this leads to a deficit in the balance of the non-controlling interests. If necessary, the financial statements of the subsidiaries are amended to align their accounting policies with the accounting policies of the Group. Assets, liabilities, equity, revenues, expenses, profits and losses relating to transactions between the Group and its subsidiaries are eliminated.

The effect of a change in the ownership percentage of the subsidiary that does not result in a loss of control is recorded in equity. Upon loss of control over a subsidiary, the Group derecognises the subsidiary's assets (including goodwill), liabilities, non-controlling interests and other items of equity, while the resulting gain or loss is recognized in the consolidated statement of comprehensive income. The investment is recognized at fair value.

(4) CHANGES IN ACCOUNTING POLICIES

The accounting policies used in the preparation of the consolidated financial statements are consistent with those used in the preparation of the annual consolidated 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:

IFRS 17 Insurance Contracts

In May 2017, the IASB issued IFRS 17 Insurance Contracts (IFRS 17), a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective, IFRS 17 will replace IFRS 4 Insurance Contracts (IFRS 4) which was issued in 2005. IFRS 17 applies to all types of insurance contracts (i.e., life, non-life, direct insurance and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features. A few scope exceptions will apply. The overall objective of IFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in IFRS 4, which are largely based on grandfathering previous local accounting policies, IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. The core of IFRS 17 is the general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach),
- A simplified approach (the premium allocation approach) mainly for short-duration contracts.

IFRS 17 has been applied retrospectively on 1 January 2023. Early application is permitted, provided the entity also applies IFRS 9 and IFRS 15 on or before the date it first applies IFRS 17.

This standard is not applicable to the Group.

Definition of Accounting Estimates - Amendments to IAS 8

In February 2021, the IASB issued amendments to IAS 8, in which it introduces a definition of 'accounting estimates'. The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. Also, they clarify how entities use measurement techniques and inputs to develop accounting estimates.

The amendments are effective from 1 January 2023 and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed.

The amendments are not expected to have a material impact on the Group.

(4) CHANGES IN ACCOUNTING POLICIES (CONTINUED)

Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2

In February 2021, the IASB issued amendments to IAS 1 and IFRS Practice Statement 2 Making Materiality Judgements, in which it provides guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments are effective from 1 January 2023. and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed.

The amendments are not expected to have a material impact on the Group.

Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to IAS 12

In May 2021, the Board issued amendments to IAS 12, which narrow the scope of the initial recognition exception under IAS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences.

The amendments should be applied to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, at the beginning of the earliest comparative period presented, a deferred tax asset (provided that sufficient taxable profit is available) and a deferred tax liability should also be recognised for all deductible and taxable temporary differences associated with leases and decommissioning obligations.

The amendments are effective from 1 January 2023. and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed.

The amendments are not expected to have a material impact on the Group.

(5) USE OF ESTIMATES

The preparation of the consolidated financial statements and the application of accounting policies require the Group's management to make estimates and judgments that affect the amounts of assets and liabilities and disclose contingent liabilities. These estimates and judgments also affect revenues, expenses and provisions, and in particular requires the Group's management to make important judgments and assumptions to estimate the amounts of future cash flows and their times resulting from the conditions and circumstances of those estimates in the future. The estimates are necessarily based on assumptions and various factors that have varying degrees of estimation and uncertainty, and the actual results may differ from estimates as a result of future changes in the status and conditions of these provisions. The following are the group's most important estimates:

The useful life of property, equipment and investment properties

The Group's management estimates the useful lives of property, equipment and investment properties for the purposes of calculating depreciation based on the expected use of these assets. The management reviews the residual value and useful lives on an annual basis, and the future depreciation expense is adjusted if the management believes that the useful lives differ from previous estimates.

Significant estimates related to determining the lease term for contracts that include an option to renew the lease

The Group determines the lease term as the non-cancelable term, taking into account the periods covered by the option to extend the lease if the option is certain to be exercised, or any periods related to the option to terminate the lease if the Group is certain not to exercise This option.

Under some lease agreements, the Group has the right to lease the assets for additional periods. The Group makes some judgment when assessing whether it is reasonable to exercise a renewal option.

That is, the Group considers all relevant factors that constitute an economic incentive to exercise the renewal option. Subsequently, the Group reassesses the lease term if a significant event or change in circumstances within its control occurs that may affect its ability to exercise (or not exercise) the renewal option (for example, a change in business strategy).

The Group has included the renewal period as part of the lease term due to the importance of these assets to its operations. The term of the non-cancelable contract for some of these assets is considered relatively short, and in the event of termination of these contracts, the operational processes will be negatively affected in the absence of alternatives to these assets.

Estimates related to the application of International Financial Reporting Standard No. (16)

The application of International Financial Reporting Standard No. (16) requires the Group's management to make estimates and assumptions that affect the measurement of the right to use assets and related liabilities. The Group's management takes into account all factors related to the option of extending or renewing lease contracts. Determining whether a contract is considered a lease requires testing. Management also uses estimates to determine the appropriate discount rate for measuring lease liabilities.

(5) USE OF ESTIMATES (CONTINUED)

Provision for expected credit losses from leasing contracts and instalment sales

The Group uses a matrix to calculate the expected credit loss provision for receivables. Provision ratios are calculated based on the aging of receivables due to groups of customer segments that contain common characteristics of loss patterns, taking into account the adjustment of these matrices in line with historical default rates and future expectations of these rates.

The expected credit loss provisions matrix is initially based on the Group's historical default rates. The Group evaluates how historical default rates correlate with economic conditions.

Income tax provision

The Group calculates the income tax for the year based on realistic estimates, so that it can be audited by the Income and Sales Tax Department. The financial period is charged with the income tax expense in accordance with the regulations, laws and accounting standards, and the necessary tax provision is calculated and recorded.

(6) SIGNIFICANT ACCOUNTING POLICIES

The following are the most significant accounting policies applied:

Intangible assets

Intangible assets are measured upon acquisition at cost or at fair value if they result from the acquisition of subsidiaries.

Intangible assets are classified on the basis of their lifetime for a definite or indefinite period. Intangible assets that have a definite lifetime are amortized during this lifetime and are recognised in the consolidated statement of comprehensive income. For intangible assets that have an indefinite lifetime, their impairment is reviewed in the consolidated financial statements and any impairment shall be recognised in the consolidated statement of comprehensive income.

Intangible assets arising from the Group's business are not capitalized and are recorded in the consolidated statement of comprehensive income in the same year.

Any indications of impairment of intangible assets are reviewed at the date of the consolidated financial statements. The age of those assets is also reviewed and any adjustments are made for subsequent years.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and equipment

Property and equipment are shown at cost less accumulated depreciation. Property and equipment (excluding land) are depreciated when ready for use on a straight-line basis after deducting the estimated residual value. The rates and period of depreciation used are as follows:

	Useful life (Years)
Buildings	25 - 50
Furniture and fixtures	10
Solar system	10
Computers	3
Electronics and electrical equipment	4-5
Decorations	4
Vehicles	6-7

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each financial period.

The value of an item of property and equipment is written down to its recoverable amount if its net book value is greater than its recoverable amount. Decrease is recognised in the consolidated statement of comprehensive income.

Gain and loss arising on disposal of property and equipment are determined by comparing the proceeds with the carrying amount of the asset and are recognised in the consolidated statement of comprehensive income.

Projects under construction

Projects under construction are shown at cost and include the cost of construction, equipment and direct expenses. Projects under construction are not depreciated until they are completed and ready for use.

Investment properties

Real estate investments represent investments in land and buildings owned by the Company for the purpose of obtaining rents or until their value increases. Real estate investments do not include buildings used for the Company's normal activities or administrative purposes.

Real estate investments are shown at cost after deducting accumulated depreciation and any provision for impairment. Real estate investments are depreciated when they are ready for use using the straight-line method over their expected useful life using the following ratio:

	Useful life (Years)
Buildings	25 - 50

Properties reverted to the Company in settlement of due debts

Properties reverted to the Company are recognised in the consolidated statement of financial position within the "Assets Seized for Debt" item at the lower of the value reverted to the Company or the fair value, and are revaluated at fair value separately. Any impairment is recorded as a revenue in the consolidated statement of comprehensive income and the increase is not recognised as revenue. Subsequent increase is included in the consolidated statement of comprehensive income to the extent that impairment value does not exceed the previously recorded value.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Lease contracts

The Group evaluates contracts at inception to determine whether the contract is or contains a lease. That is, if the contract transfers the right of control to use the asset for a period of time in exchange for payments.

The Group applies a standardized approach to recognition and measurement in respect of all lease contracts, except for short-term leases and leases of low-value assets. The Group recognizes lease liabilities for lease payments and right-of-use assets representing the right to use the leased assets.

Right-to-use the assets

The Group recognizes a right-of-use asset at the commencement date of the lease (i.e., the date the asset is usable). The right-of-use asset is recognized at cost, less accumulated depreciation and impairment losses, and the value is adjusted when lease liabilities are revalued.

The cost of the right-of-use asset includes the value of the lease liabilities recognised, plus initial direct costs incurred, and lease payments made on or before the lease commencement date, less any lease incentives received. In the event that the group is not certain of obtaining ownership of the leased asset at the end of the contract period, the value of the right-to-use the recognized asset is depreciated on a straight-line basis over the useful life of the asset or the lease term, whichever is less. Right-of-use assets are subject to impairment testing.

If the contract includes a transferring ownership of the leased asset to the Group at the end of the lease term, or if the rental cost reflects the right to exercise a purchase option at the end of the contract term, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are subject to impairment tests.

Lease liabilities

At the commencement date of the lease, the Group recognizes a lease liability at the present value of the lease payments to be made during the term of the lease. Lease payments include fixed payments (which includes payments that in substance are fixed lease payments) less lease incentives payable, variable lease payments that depend on agreed indicators or rates in accordance with the terms of the contract, and amounts expected to be collected under residual value guarantees. Lease payments also include the amount payable when a purchase option is exercised that the Group is certain to exercise and the amount of penalties for terminating the lease, if the Group intends to exercise the option to terminate in accordance with the terms of the contract.

Variable lease payments that do not depend on indicators or rates agreed upon in accordance with the terms of the contract are recognized as an expense in the period in which the event or condition that leads to the payment of those amounts occurs.

When calculating the present value of lease payments, the Group uses the borrowing rate at the lease starting date if the interest rate implicit in the lease is not determinable. After the start date, lease liabilities are increased to reflect the increased interest rate and lease payments paid. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in secured fixed lease payments, or a change in the purchase valuation of the asset.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Short-term contracts and leases of low-value assets

The Group applies the short-term lease recognition exemption to certain short-term leases (i.e., leases with a term of 12 months or less from the start date that do not contain a purchase option). It also applies to the recognition exemption for leases of low-value assets (less than \$5,000 annually). Short-term lease payments and low-value leases are recognized as an expense on a straight-line basis over the lease term.

The Group defines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is certain to be exercised, or any periods covered by an option to terminate the lease, if it is certain not to be exercised.

The Group has the option, under some leases, to lease the assets subject to additional terms. The Group applies judgment in assessing whether it is reasonably certain to exercise the option to renew.

That is, the group takes into account all relevant factors that create an economic incentive for the practice of renewal. After the start date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise (or not exercise) the option to renew (for example, a change in business strategy).

The Group included the renewal period as part of the lease term for its property and equipment leases because of the importance of these assets to its operations. These leases are of short duration and are non-cancellable and there will be a significant negative impact on production if an alternative is not readily available.

Investments in associates

An associate is an entity over which the Group exercises significant influence. Significant influence is the power to participate in the financial and operating policies of the investee, but is not control or joint control over those policies.

The considerations used to determine joint control are somewhat similar to the considerations used to determine control over subsidiaries.

The Group's investment in the associate company is recognized under the equity method.

Under the equity method, investments in associates are stated at cost. The book value of the investments in the associate company is adjusted to record the Group's share in the changes in the net assets of the associate company on the date of acquisition. The goodwill generated by the associate company is recorded as part of the investment account and is not amortized nor is an impairment test conducted for it individually.

The consolidated statement of comprehensive income reflects the group's share of the results of the operations of the associate company, any changes in the statement of comprehensive income for this investment, and it is classified in the statement of comprehensive income of the group. In the event of a change in the equity of the affiliate company, these changes, if any, are shown in the statement of changes in the consolidated equity of the group. Profits and losses resulting from transactions between the Group and the associate are eliminated to the extent of the Group's interest in the associate company.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments in associates (continued)

The Group's share of the associate Group's profits or losses is shown in the consolidated statement of comprehensive income outside operating profits and represents profit or loss after tax and non-controlling interests in the affiliate company.

The financial statements of the associate are prepared for the same financial period as the Group and using the same accounting policies.

Investing in instalment sales and financial leasing contracts

Under the instalment sale contract, the Group purchases the asset and registers it in the name of the beneficiary against payments and mortgages the sold asset to the Group until all payments due are completed.

The investment in instalment sales contracts is initially recognized at its fair value and subsequently measured on amortized cost basis using the effective interest method and after deducting the provision for impairment in value. A provision for impairment of trade receivables is established when there is evidence that the Group will not be able to collect all amounts due according to the original debt terms. The debtor's encounter with significant financial difficulties, the possibility of bankruptcy, the debtor's financial restructuring, default or delay in payments are all indicators of impairment in the accounts receivable. The amount of the provision represents the difference between the asset's book value and the present value of the expected cash flows, discounted at the market interest rate. The carrying amount of the assets is reduced using an allowance account, and the loss is recognized in the consolidated statement of comprehensive income. Uncollectible trade receivables are written off in the provision for impairment of trade receivables account, and in the event that receivables that were previously written off are collected, they are recorded in other income in the consolidated statement of comprehensive income.

Leases are classified as finance leases when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. Other types of leases are classified as operating leases. Rental income from operating leases is recognized on a straight-line basis based on the term of the relevant lease. Under a lease contract, the lessor, against payments, transfers to the lessee the right to use an asset for a limited period of time ending with the transfer of ownership to the lessee. Investments in finance lease contracts are shown at the net present value of finance lease payments after deducting the provision for doubtful receivables (if any).

All direct costs of finance leases are included in the net present value of investments in finance leases. The finance lease payments are divided between the lease revenues and the principal amount paid so that the finance lease income is distributed over the life of the contract so as to reflect a fixed periodic rate of return on the balance of the Group's net investment outstanding during the lease period.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial assets at fair value through consolidated statement of comprehensive income

These are the financial assets that the Group purchased with the aim of selling them in the near future and making profits from short-term market price fluctuations or trading profit margins.

These assets are recorded at fair value upon purchase (acquisition expenses are recorded on the consolidated statement of comprehensive income upon purchase) and are subsequently re-evaluated at fair value. The change in fair value appears in the consolidated statement of comprehensive income, including the change in fair value resulting from translation differences of non-monetary asset items in foreign currencies. In the event that these assets or part thereof are sold, the resultant profits or losses are included in the consolidated statement of comprehensive income.

Dividends distributed or interest earned are recorded in the consolidated statement of comprehensive income.

Financial assets at amortized cost

They are the financial assets that the company's management, according to its business model, aims to keep in order to collect contractual cash flows, which are represented by payments of principal and interest on the outstanding debt balance.

Financial assets are recorded upon purchase at cost plus acquisition expenses, and the premium / discount is amortized using the effective interest method, debited to or in the interest account, and any provisions resulting from impairment are deducted in accordance with the calculation of the expected credit loss, and the expected credit loss is recorded in the consolidated statement of comprehensive income.

The amount of impairment in the value of financial assets at amortized cost represents the expected credit loss for financial assets at amortized cost.

It is not permissible to reclassify any financial assets from / to this item except in the cases specified in the International Financial Reporting Standards (and in the event that any of these assets is sold before its maturity date, the result of the sale is recorded in the consolidated statement of comprehensive income in a separate item and disclosed in accordance with the requirements of the reporting standards international finance in particular).

Financial assets recognition date

Purchases and sales of financial assets are recognized on the trade date.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounts receivable

Accounts receivable are stated at original invoice amount less an allowance for expected credit losses. The Group has applied a simplified approach to calculating expected credit losses.

The Group's management calculates the provision based on its historical credit loss experience adjusted for forward-looking factors specific to the debtors and the economic environment. A receivable is written off when the Group cannot reasonably expect to recover the contractual cash flows.

Cash and Cash equivalent

Cash and bank balances appearing in the consolidated statement of financial position represent cash on hand and at banks with maturities not exceeding three months, which do not include the risk of change in value.

Loans

Loans are recognized at fair value, less direct costs attributable to the loans. They are subsequently carried at amortized cost using the effective interest method.

Loan interests are charged to the consolidated statement of comprehensive income in the period in which these interests are realised, which includes the grace period, if any.

Finance costs

Finance costs are recognized as an expense in the consolidated statement of comprehensive income when incurred. Finance costs attributable to the acquisition, construction or production of qualifying assets are capitalized.

Accounts payable and accruals

Liabilities are recognized for amounts to be paid in the future for goods or services, whether billed by the supplier or not.

Provisions

Provisions are recognized when the company has a present obligation (legal or actual) resulting from a past event, and settlement of the obligations is probable and their value can be measured reliably.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income tax

Tax expense represents the amount of tax owed and deferred tax.

The tax expenses are calculated on the basis of the taxable profits, and the taxable profits differ from the profits declared in the financial statements because the declared profits include non-taxable revenues or expenses that are not deductible in the fiscal year but rather in subsequent years or the accumulated losses that are taxable or items that are not subject to or Acceptable for tax purposes.

Taxes are calculated according to the tax rates established in accordance with the income tax law in the countries in which the group companies operate.

Deferred taxes are taxes that are expected to be paid or recovered as a result of temporary time differences between the value of assets or liabilities in the financial statements and the value on which the tax profit is calculated. Deferred taxes are calculated using the statement of financial position liability method. Deferred taxes are calculated according to the tax rates that are expected to be applied when settling the tax liability or realizing the deferred tax assets.

The balance of deferred tax assets is reviewed on the date of the consolidated financial statements and is reduced in the event that it is expected that it is not possible to benefit from those tax assets partially or completely.

Revenue Recognition

The Group recognizes transaction costs directly related to obtaining new contracts at the beginning at their fair value and is recorded within the value of investment in finance lease contracts or instalment sale receivables, according to the nature of the transaction originating through them, and is distributed later during the life of the related contract using the effective interest method.

Interest income is recognized using the effective interest method.

Foreign currency

Transactions in foreign currencies during the year are recorded at the prevailing exchange rates on the date of the transactions, and balances of financial assets and financial liabilities in foreign currencies are translated at the prevailing exchange rates on the date of the consolidated financial statements. Gains and losses arising from foreign currency translation are recorded in the consolidated statement of comprehensive income.

Recognition of expenses

Expenses are recognized on an accrual basis.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Impairment in the value of financial assets

The application of International Financial Reporting Standard No. (9) (Financial Instruments) resulted in changing the accounting treatment for the impairment of the Group's financial assets by replacing the accounting treatment from the incurred credit losses model to the expected credit losses model.

IFRS 9 requires the Group to record an allowance for expected credit losses on all debt instruments at amortized cost.

The Group applied the simplified method from the standard for recording expected credit losses on all debt instruments, and calculating expected credit losses over the entire life of the debt instruments. The Group has prepared a study based on the historical credit loss experience taking into account the forward-looking factors specific to the debtors and the economic environment.

Impairment of non-financial assets

The Group assesses at each reporting date whether there is evidence that assets are impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group makes an estimate of the asset's recoverable amount. An asset's collectible amount is the higher of the asset's fair value or cash-generating unit less costs to sell and its value in use and is determined for individual assets, unless the assets do not generate cash inflows that are largely independent of those from other assets or group assets. When the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset is considered impaired and written down to its recoverable amount.

In assessing the fair value in use, the future cash flows are discounted to their present fair value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, recent market transactions are taken into account if available. If it is not possible to identify such transactions, the appropriate valuation model is used. These calculations are corroborated by valuation multiples of traded subsidiaries' share prices or other available fair value indices.

Segment information

The business sector represents a group of assets and operations that jointly provide products or services that are subject to risks and returns that differ from those related to other business sectors, which are measured according to the reports that are used by the CEO and the main decision-maker of the Group.

The geographical sector is related to providing products or services in a specific economic environment subject to risks and returns that differ from those related to sectors operating in other economic environments.

(6) SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Current versus non-current classification

The Group presents assets and liabilities in the consolidated statement of financial position based on current/non-current classification.

An asset is classified as current when it is:

- Expected to be realized or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a

The Group classifies all other assets as non-current.

A liability is current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- That there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non-current.

Offsetting

Financial assets and financial liabilities are only offset and is reported in net in the consolidated statement of financial position when there is a legally enforceable right to offset the recognized amounts and the Group intends to either settle on a net basis, or to realize the asset and settle the liability simultaneously.

(7) INTANGIBLE ASSETS – NET

The details of this item are as follows:

	Computer Programs	
	2023	2022
	JD	JD
Cost:		
Balance at 1 January	158,355	149,547
Additions	-	8,808
Balance at 31 December	158,355	158,355
Accumulated Amortization:		
Balance at 1 January	135,227	125,500
Amortization for the year	10,021	9,727
Balance at 31 December	145,248	135,227
Net book value as at 31 December	13,107	23,128

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(8) PROPERTY AND EQUIPMENT – NET

	Land*	Buildings	Furniture and fixtures	Solar system	Computers	Electronics and electrical equipment	Decorations	Vehicles	Total
	JD	JD	JD	JD	JD	JD	JD	JD	JD
2023 -									
Cost:									
Balance at 1 January	1,541,495	1,060,036	112,379	25,000	82,752	140,877	39,910	220,464	3,222,913
Additions	-	850	3,642	-	3,739	589	-	72,000	80,820
Disposals	-	-	(1,030)	-	(9,328)	(465)	-	(61,000)	(71,823)
Balance as at 31 December	<u>1,541,495</u>	<u>1,060,886</u>	<u>114,991</u>	<u>25,000</u>	<u>77,163</u>	<u>141,001</u>	<u>39,910</u>	<u>231,464</u>	<u>3,231,910</u>
Accumulated depreciation:									
Balance at 1 January	-	94,168	55,421	8,958	64,544	69,741	33,041	49,921	375,794
Depreciation for the year	-	21,204	10,231	2,500	7,360	14,775	2,545	54,276	112,891
Disposals	-	-	(916)	-	(9,328)	(465)	-	(23,383)	(34,092)
Balance as at 31 December	<u>-</u>	<u>115,372</u>	<u>64,736</u>	<u>11,458</u>	<u>62,576</u>	<u>84,051</u>	<u>35,586</u>	<u>80,814</u>	<u>454,593</u>
Book value as at 31 December	<u>1,541,495</u>	<u>945,514</u>	<u>50,255</u>	<u>13,542</u>	<u>14,587</u>	<u>56,950</u>	<u>4,324</u>	<u>150,650</u>	<u>2,777,317</u>

* The above is land mortgaged against a loan in favour of Arab Jordan Investment Bank (Note 20).

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(8) PROPERTY AND EQUIPMENT – NET (CONTINUED)

	Land JD	Buildings JD	Furniture and fixtures JD	Solar system JD	Computers JD	Electronics and electrical equipment JD	Decorations JD	Vehicles JD	Total JD
2022 -									
Cost:									
Balance at 1 January	1,541,495	1,054,844	110,497	25,000	64,680	155,736	44,335	221,238	3,217,825
Additions	-	5,192	1,882	-	18,072	1,301	3,775	139,546	169,768
Disposals	-	-	-	-	-	(16,160)	(8,200)	(140,320)	(164,680)
Balance as at 31 December	<u>1,541,495</u>	<u>1,060,036</u>	<u>112,379</u>	<u>25,000</u>	<u>82,752</u>	<u>140,877</u>	<u>39,910</u>	<u>220,464</u>	<u>3,222,913</u>
Accumulated depreciation:									
Balance at 1 January	-	73,035	45,157	6,458	61,151	60,049	30,948	125,101	401,899
Depreciation for the year	-	21,133	10,264	2,500	3,393	16,303	9,984	41,730	105,307
Disposals	-	-	-	-	-	(6,611)	(7,891)	(116,910)	(131,412)
Balance as at 31 December	<u>-</u>	<u>94,168</u>	<u>55,421</u>	<u>8,958</u>	<u>64,544</u>	<u>69,741</u>	<u>33,041</u>	<u>49,921</u>	<u>375,794</u>
Book value as at 31 December	<u>1,541,495</u>	<u>965,868</u>	<u>56,958</u>	<u>16,042</u>	<u>18,208</u>	<u>71,136</u>	<u>6,869</u>	<u>170,543</u>	<u>2,847,119</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(9) PROJECTS UNDER CONSTRUCTION

The following is the movement of the projects under construction:

	2023 JD	2022 JD
Balance at 1 January	2,935,755	1,725,944
Additions	2,443,284	1,209,811
Balance at 31 December	<u>5,379,039</u>	<u>2,935,755</u>

Projects under construction consist of three buildings which include 12 flats, which are near the Fifth Circle on land No. (834) Basin (18/Wadi Saqra) located in Amman – Jordan. The land area is 2175 meters, and the estimated cost of completing the project is JD 600,000. The project is expected to be completed during the first quarter of 2024. The land on which the project was built is mortgaged according to an agreement signed with the Jordan Kuwait Bank (note 20).

(10) INVESTMENT PROPERTIES – NET

This item represents real estate owned by the Group, which includes land and buildings. The movement of the investment properties balance during the year is as follows:

	2023 JD	2022 JD
Cost		
Balance as at 1 January	3,938,554	3,938,554
Revaluation of investment properties	-	-
Balance as at 31 December	<u>3,938,554</u>	<u>3,938,554</u>
Accumulated depreciation		
Balance as at 1 January	1,005,814	949,904
Depreciation for the year (Note 28)	55,910	55,910
Balance as at 31 December	<u>1,061,724</u>	<u>1,005,814</u>
Net book value as at 31 December	<u>2,876,830</u>	<u>2,932,740</u>

The management estimated the fair value of the investment properties as at 31 December 2023, by appointing a licenced appraiser independent from the Group. The fair value of the investment properties of JD 3,619,000 exceeds its book value as at 31 December 2023.

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(11) ASSETS SEIZED FOR DEBTS

The following is the movement of assets seized for debts:

	2023	2022
	JD	JD
Cost		
Balance as at 1 January	4,347,270	4,005,870
Additions	1,368,000	1,695,500
Disposals	(1,319,350)	(1,354,100)
Balance as at 31 December	<u>4,395,920</u>	<u>4,347,270</u>

The Group valued these properties during 2023, and there was no impairment in the value of seized properties as at 31 December 2023.

(12) INVESTMENT IN AN ASSOCIATE

During the year 2022, the Group, in cooperation with the National Bank of Iraq (private shareholding company), established Al-Ahly Al-Iraqi Company for Trading, Selling and Buying Cars, Machinery, Machinery and Equipment (a limited liability company in Iraq "Associate Company"). The Group's share percentage of the total capital is 49% against 51% for the National Bank of Iraq. The capital of the Associate Company was determined at 10,000,000,000 Iraqi Dinars, divided into 10,000,000,000 shares, with a nominal value of one Iraqi Dinar per share, which was equivalent to JD 4,826,530.

The Company has a significant influence on the Associate, since two out of five members of the board of directors of the Associate are representatives of the Company, and therefore the investment was recorded as an investment in an associate using the equity method. The Group's share of the Associate's results for the year ended 31 December 2023 amounted to JD 124,470 and was recorded under other income item in the consolidated statement of comprehensive income.

The table below summarizes the percentage of investment in an associate:

	Country	Ownership percentage		Investment value	
		2023	2022	2023	2022
		%	%	JD	JD
Al-Ahly Al-Iraqi Company for Trading, Selling and Buying Cars, Machinery and Equipment (Limited Liability)	Iraq	<u>49%</u>	<u>49%</u>	<u>2,776,220</u>	<u>2,365,000</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(13) INVESTMENT IN FINANCE LEASE CONTRACTS – NET

This item represents investments in finance lease contracts relating to vehicles and properties.
The details of this item are as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Total investment in long-term finance lease contracts (over one year)	22,759,103	23,044,690
Total investment in short-term finance lease contracts	<u>22,472,366</u>	<u>20,731,724</u>
Total	45,231,469	43,776,414
Deferred revenues	<u>(5,593,821)</u>	<u>(5,409,605)</u>
Total before provision	39,637,648	38,366,809
Provision for expected credit losses in finance lease contracts	<u>(2,334,600)</u>	<u>(1,568,451)</u>
	37,303,048	36,798,358
Less: Net investment in long-term finance lease contracts	<u>(20,558,715)</u>	<u>(18,713,192)</u>
Net investment in finance lease contracts that are due in a year	<u>16,744,333</u>	<u>18,085,166</u>

The movement of the provision for finance lease contracts during the year is as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Balance as at 1 January	1,568,451	1,273,081
Provision for the year	895,149	487,575
Written-off debts	<u>(129,000)</u>	<u>(192,205)</u>
Balance as at 31 December	<u>2,334,600</u>	<u>1,568,451</u>

The total investment in finance leases contracts is distributed according to geographical distribution and asset type as follows:

	<u>Outside Jordan</u>	<u>Inside Jordan</u>	<u>31 December 2023</u>	<u>31 December 2022</u>
	JD	JD	JD	JD
Vehicles	634,138	39,130,658	39,764,796	38,254,021
Real estate	<u>4,127,097</u>	<u>1,339,576</u>	<u>5,466,673</u>	<u>5,522,393</u>
	<u>4,761,235</u>	<u>40,470,234</u>	<u>45,231,469</u>	<u>43,776,414</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(14) INVESTMENT IN INSTALMENT SALE RECEIVABLES – NET

This item represents investments in instalment sale contracts relating to vehicles and properties. The details of this item are as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Total investment in long-term instalment sale contracts (over one year)	19,185,366	15,112,580
Total investment in short-term instalment sale contracts	17,466,045	15,981,610
Total	36,651,411	31,094,190
Deferred revenues	(4,802,787)	(3,864,785)
Total before provision	31,848,624	27,229,405
Provision for expected credit loss in instalment sale contracts	(1,417,986)	(1,435,087)
	30,430,638	25,794,318
Less: Net investment in long-term instalment sale contracts	(17,177,771)	(14,540,228)
Net investment in instalment sale contracts that are due in a year	<u>13,252,867</u>	<u>11,254,090</u>

The movement of the provision for instalment sale contracts during the year is as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Balance as at 1 January	1,435,087	1,246,489
Provision for the year	-	305,254
Written-off debts	(17,101)	(116,656)
Balance as at 31 December	<u>1,417,986</u>	<u>1,435,087</u>

The total investment in instalment sale contracts is distributed according to geographical distribution and asset type as follows:

	<u>Outside Jordan</u>	<u>Inside Jordan</u>	<u>31 December 2023</u>	<u>31 December 2022</u>
	JD	JD	JD	JD
Vehicles	2,959,384	32,241,183	35,200,567	29,693,729
Real estate	956,899	493,945	1,450,844	1,400,461
	<u>3,916,283</u>	<u>32,735,128</u>	<u>36,651,411</u>	<u>31,094,190</u>

(15) FINANCIAL ASSETS AT FAIR VALUE THROUGH CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Financial assets at fair value through consolidated statement of comprehensive income represents shares in public shareholding companies listed in Amman Stock Exchange. The details of this item are as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Shares of listed companies	<u>993,158</u>	<u>1,409,524</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(15) FINANCIAL ASSETS AT FAIR VALUE THROUGH CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

The movement on financial assets at fair value through consolidated statement of comprehensive income is as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Balance as at 1 January	1,409,524	1,194,476
Purchase of financial assets at fair value through consolidated statement of comprehensive income	-	398,145
Sales of financial assets at fair value through consolidated statement of comprehensive income	(425,502)	(252,325)
Unrealized gain of financial assets at fair value through consolidated statement of comprehensive income	9,136	69,228
Balance as at 31 December	<u>993,158</u>	<u>1,409,524</u>

The following are the details of the gains of financial assets at fair value through consolidated statement of comprehensive income that appear in the consolidated statement of comprehensive income:

	<u>2023</u>	<u>2022</u>
	JD	JD
Gain on sale of financial assets at fair value through consolidated statement of comprehensive income	45,854	43,700
Unrealized gain of financial assets at fair value through consolidated statement of comprehensive income	9,136	69,228
	<u>54,990</u>	<u>112,928</u>

(16) FINANCIAL ASSETS AT AMORTIZED COST – NET

Financial assets at amortized cost represent bonds in international markets. The details of this item are as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Government Bonds (outside Jordan)	<u>201,143</u>	<u>201,143</u>

The movement on financial assets at amortized cost is as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Balance as at 1 January	201,143	-
Investment during the year	-	235,601
Expected credit loss	-	(34,458)
Balance as at 31 December	<u>201,143</u>	<u>201,143</u>

**COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023**

(17) TRADE AND OTHER DEBIT BALANCES

	<u>2023</u> JD	<u>2022</u> JD
Deposits of sales of mortgaged assets	735,590	553,950
Due from Ahli Iraqi Company for installments (note 31)	232,281	-
Prepaid expenses	231,788	274,904
Employees' receivables	13,861	10,937
Refundable deposits	13,128	13,128
Others	19,186	43,292
	<u>1,245,834</u>	<u>896,211</u>

(18) CASH AND BANK BALANCES

	<u>2023</u> JD	<u>2022</u> JD
Cash on hand	9,531	7,280
Cash at banks	98,348	139,836
	<u>107,879</u>	<u>147,116</u>

For the purposes of preparing the consolidated statement of cash flows, cash and cash equivalent includes the following:

	<u>2023</u> JD	<u>2022</u> JD
Cash on hand and at banks	107,879	147,116
Bank overdrafts (Note 21)	(7,618,343)	(6,114,911)
Cash and cash equivalent	<u>(7,510,464)</u>	<u>(5,967,795)</u>

(19) SHAREHOLDERS' EQUITY

Paid-in capital

The authorized and paid-in capital of the Company amounted to 10,000,000 dinars as on 31 December 2019. The General Assembly decided, in its extraordinary meeting held on 10 February 2022, to increase the capital by an amount of JD 5,000,000, so that the Company's capital became JD 15,000,000 as at 31 December 2022, with a nominal value of JD 1 per share, through distributing free shares to shareholders, which constitute 50% of the capital, from the retained earnings, each in proportion to their contribution of the Company's capital. The Company's capital increase procedures were completed with the Ministry of Industry and Trade on 28 February 2022.

Statutory reserve

According to the Jordanian Companies Act, 10% of annual net income before tax is transferred to the statutory reserve, the Group can stop this annual transfer if the statutory reserve reaches 25% of the Group's capital. This reserve is not available for distribution to shareholders.

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(20) LOANS

	31 December 2023			31 December 2022		
	Interest rate	Credit limit	Balance	Interest rate	Credit limit	Balance
	%	JD	JD	%	JD	JD
Capital Bank of Jordan	10.00%	16,550,000	9,967,640	9.75%	16,550,000	8,871,170
Jordan Commercial Bank	9.800%	8,200,000	7,729,224	8.87%	8,200,000	7,432,683
Housing Bank for Trade And Finance	9.75%	12,016,000	8,782,660	10.00%	12,016,000	8,419,765
Jordan Kuwait Bank*	9.00%	3,500,000	3,500,000	8.25%	3,500,000	2,100,000
Jordan Kuwait Bank	10.25%	11,930,000	5,241,859	10.00%	11,930,000	5,958,812
Arab Jordan Investment Bank	10.00%	11,910,000	10,126,093	10.00%	14,260,000	9,489,556
Arab Jordan Investment Bank**	8.50%	2,880,556	2,880,556	9.00%	2,968,000	2,968,000
Egyptian Arab Land Bank	9.50%	3,250,000	3,006,459	8.25%	2,250,000	2,150,126
Arab Banking Corporation	9.50%	3,300,000	3,002,687	8.25%	1,800,000	1,692,212
Total borrowings		<u>73,536,556</u>	<u>54,237,178</u>		<u>73,474,000</u>	<u>49,082,324</u>
Less: Current portion			<u>(15,370,024)</u>			<u>(17,196,446)</u>
Long-term portion			<u>38,867,154</u>			<u>31,885,878</u>

* This loan was granted against pledged land No. (834) Basin (18/Wadi Saqra) located in Amman – Jordan in accordance with the agreement signed with the Jordan Kuwait Bank (Note 9).

** This loan was granted against pledged land No. (74) Basin (21/Um Uthaina) located in Amman – Jordan according to the agreement signed with the Arab Jordan Investment Bank (Note 8).

The distribution of loans in short- and long-term installments is as follows:

	31 December 2023	31 December 2022
	JD	JD
Loan instalments due within a year	15,370,024	17,196,446
Long-term instalments	<u>38,867,154</u>	<u>31,885,878</u>
	<u>54,237,178</u>	<u>49,082,324</u>

The annual repayments amounts for long-term loans that mature after more than one year are as follows:

	JD
2025	14,574,040
2026	13,559,297
2027	10,515,066
2028	218,751
	<u>38,867,154</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(21) BANK OVERDRAFTS

	31 December 2023			31 December 2022		
	Interest rate	Credit limit	Balance	Interest rate	Credit limit	Balance
	%	JD	JD	%	JD	JD
Capital Bank of Jordan	10.00%	3,350,000	966,835	9.75%	3,350,000	1,965,187
Jordan Commercial Bank	9.800%	1,800,000	1,361,528	8.88%	1,800,000	1,495,680
Housing bank for trade and finance	9.75%	1,963,000	1,122,899	10.00%	1,963,000	787,543
Jordan Kuwait Bank	10.25%	1,763,000	747,798	10.00%	1,763,000	695,540
Arab Jordan Investment Bank	10.00%	3,205,000	2,756,144	9.50%	3,205,000	351,232
Egyptian Arab Land Bank	9.50%	750,000	499,786	8.25%	750,000	651,470
Arab Bank corporation	9.50%	250,000	163,353	8.25%	200,000	168,259
Total Overdrafts		<u>13,081,000</u>	<u>7,618,343</u>		<u>13,031,000</u>	<u>6,114,911</u>

(22) TRADE AND OTHER CREDIT BALANCES

	2023	2022
	JD	JD
Trade payables	142,835	301,832
Payments received in advance – finance lease contracts	388,235	637,463
Payments received in advance – instalment sale contracts	320,036	357,669
Employees' payable	35,994	34,955
Unpaid accrued expenses	13,300	16,460
Sales tax payable	16,466	10,017
Social security payable	12,738	12,301
Post-dated cheques	3,063	3,341
Shareholders' payable	5,915	1,571
Income tax payable	4,299	5,810
Social committee payable	159	782
Others	8,256	24,126
	<u>951,296</u>	<u>1,406,327</u>

(23) LEASE CONTRACTS

The Group recognized the right-to-use assets against lease liabilities according to the long-term lease contracts signed between the Group and other parties.

According to the agreements signed between the Group and other parties, the long-term lease contracts are represented in nine contracts, which are contracts for the Group's branches in Jordan and Kurdistan, as the Group carries out all its operations in Jordan and Kurdistan. The duration of these contracts ranges between 5-10 years. The Group has the option to extend the duration of the contracts, but it is not mandatory and not guaranteed. Annual rental instalments are JD 303,448 and were payable during the year, the interest rate used is 9% included in the lease as a discount rate, which represents the interest rate adopted for late lease payments.

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(23) LEASE CONTRACTS (CONTINUED)

The table below shows the book value of the right-to-use assets and lease liabilities and their movement during the year ended on 31 December 2023:

	Right-of-use Assets	Lease liabilities
	JD	JD
Balance as at 1 January 2023	1,154,534	1,183,643
Additions	48,974	48,974
Disposals	(43,532)	(50,967)
Depreciation of right-of-use assets (note 27 & 28)	(243,819)	-
Interests on lease liabilities (note 28 & 29)	-	90,953
Payments of lease liabilities	-	(303,448)
Balance as at 31 December 2023	<u>916,157</u>	<u>969,155</u>

The table below shows the book value of the right-to-use assets and lease liabilities and their movement during the year ended on 31 December 2022:

	Right-of-use Assets	Lease liabilities
	JD	JD
Balance as at 1 January 2022	344,702	353,171
Additions	1,030,694	1,030,694
Disposals	(27,907)	(30,500)
Depreciation of right-of-use assets (note 27 & 28)	(192,955)	-
Interests on lease liabilities (note 28 & 29)	-	68,850
Payments of lease liabilities	-	(238,572)
Balance as at 31 December 2022	<u>1,154,534</u>	<u>1,183,643</u>

The details of the lease liabilities as at 31 December 2023 and 31 December 2022 are as follows:

	2023	2022
	JD	JD
Short-term	231,140	212,811
Long-term	<u>738,015</u>	<u>970,832</u>
	<u>969,155</u>	<u>1,183,643</u>

**COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023**

(24) INCOME TAX

(A) Reconciliation of the accounting profit with the taxable profit

Jordan:

	2023	2022
	JD	JD
Accounting profit	4,553,316	4,292,507
Non-deductible tax expenses	355,098	395,442
Taxable income	4,908,414	4,687,949
Income tax for the year	1,103,545	1,111,677
Statutory tax rates	21% - 28%	21% - 28%
Effective tax rate	24%	24%

Kurdistan- Iraq:

	2023	2022
	JD	JD
Accounting profit	236,845	195,603
Non-exempt income	(25,000)	-
Taxable income	211,845	195,603
Income tax for the year	31,777	29,340
Statutory tax rates	15%	15%
Effective tax rate	15%	15%

(B) Income tax provision:

The movement of income tax in Jordan is as follows:

	2023	2022
	JD	JD
Balance at 1 January	866,888	1,062,217
Income tax paid	(1,099,847)	(1,307,006)
Income tax on the profit of the year	1,103,545	1,111,677
Balance at 31 December	870,586	866,888

The movement in the income tax of the Company's branch in Kurdistan- Iraq is as follows:

	2023	2022
	JD	JD
Balance at 1 January	29,340	17,402
Income tax paid	(29,340)	(17,402)
Income tax on the profit of the year (note 30)	31,777	29,340
Balance at 31 December	31,777	29,340

**COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023**

(24) INCOME TAX (CONTINUED)

(B) Income tax provision (continued):

Therefore, the total income tax expense for the current year and the income tax provision as at 31 December are as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Income tax expense	<u>1,135,322</u>	<u>1,141,017</u>
Income tax provision	<u>902,363</u>	<u>896,228</u>

The income tax provision was calculated for the years ended 31 December 2023 and 31 December 2022 in accordance with the Income Tax Act No. (34) of 2014 and its amendments. The statutory income tax rate on Comprehensive Leasing Company is 28% and on Comprehensive Vehicle Trading Company, Comprehensive International Company for Financial Consulting and Global Comprehensive Company for Residential and Commercial projects is 21%. In relation with the Company's branch in Kurdistan-Iraq region, the statutory income tax reached 15%.

The Company obtained a final clearance from the Income and Sales Tax Department until the end of 2018. The self-assessments for the years 2019 until 2022 were submitted and has not been audited nor a final decision was issued by the Income and Sales Tax Department until the date of these consolidated financial statements.

Comprehensive Vehicle Trading company (subsidiary) obtained a final clearance from the Income Tax Department until the end of 2022. The self-assessment for the year 2021 was submitted and has not been audited nor a final decision was issued by the Income and Sales Tax Department until the date of these consolidated financial statements.

In respect of the Comprehensive International Company for Financial Consulting (subsidiary), the Company obtained a final clearance from the Income Tax Department until the end of 2022.

In respect of the Global Comprehensive Company for Residential and Commercial projects (subsidiary), The self-assessment for the year 2022 was submitted and has not been audited nor a final decision was issued by the Income and Sales Tax Department until the date of these consolidated financial statements.

As for the Kurdistan Region branch, the Group obtained a final clearance from the Income Tax Department until the end of 2022.

(25) INCOME FROM FINANCE LEASE CONTRACTS – NET

	<u>2023</u>	<u>2022</u>
	JD	JD
Total income from finance lease contracts	6,995,516	6,606,366
Less: Fees, licenses, stamps and commissions	<u>(123,742)</u>	<u>(123,013)</u>
	<u>6,871,774</u>	<u>6,483,353</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(26) REVENUE FROM INSTALMENT SALE – NET

	<u>2023</u>	<u>2022</u>
	JD	JD
Revenue from instalment sale	5,507,865	4,711,636
Less: cost of insurance, stamps, commissions and transfer of the ownership of instalment sale assets	<u>(85,734)</u>	<u>(75,266)</u>
	<u>5,422,131</u>	<u>4,636,370</u>

(27) ADMINISTRATIVE EXPENSES

	<u>2023</u>	<u>2022</u>
	JD	JD
Salaries and wages	944,262	931,575
Depreciations and amortizations (note 7 & 8)	122,912	115,034
Donations	1,100	5,490
Depreciation the rights-of-use assets (note 23)	80,595	86,917
Advertising and promotion	109,631	117,253
Company's contribution in social security	102,402	103,118
Governmental fees	46,329	59,803
Professional fees and consultation	39,150	32,239
Maintenance	27,165	26,003
Board of directors' remuneration (note 31)	25,000	25,000
Telephone and postage	19,503	18,607
Stationary	14,867	14,045
Medical insurance	15,441	11,768
Rent	10,545	10,827
Electricity and water	14,175	13,733
Hospitality	9,832	8,573
Travel expenses	20,936	25,158
Transportation	7,903	7,249
Training courses	5,493	3,628
Others	18,324	18,796
	<u>1,635,565</u>	<u>1,634,816</u>

(28) NET REVENUE FROM INVESTMENT PROPERTIES

This item represents net income from investment properties as follows:

	<u>2023</u>	<u>2022</u>
	JD	JD
Rental income	485,918	418,448
Less cost:		
Depreciation of investment properties (note 10)	(55,910)	(55,910)
Depreciation of rights-of-use assets (note 23)	(163,224)	(106,038)
Interest of lease liabilities (note 23)	(58,180)	(34,913)
Insurance fees	(580)	(1,898)
	<u>208,024</u>	<u>219,689</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(29) FINANCE COSTS

	2023	2022
	JD	JD
Interest on loans and other commissions	5,410,467	4,589,009
Interest of lease liabilities (note 23)	32,773	33,937
	<u>5,443,240</u>	<u>4,622,946</u>

(30) GEOGRAPHIC SEGMENT

The Group's activities are focused in Jordan and Iraq. The financial information of Iraq which are included in the Group's consolidated statement of financial position as at 31 December are as follows:

	2023	2022
	JD	JD
Assets		
Property and equipment	33,768	39,241
Rights-of-use assets	39,864	58,302
Investment in finance lease contracts – net	4,264,127	3,140,171
Investment in instalment sale receivables – net	2,980,783	2,232,582
Trade and other debit balances	4,951	7,615
Cash on hand and at banks	32,936	97,897
Total assets	<u>7,356,429</u>	<u>5,575,808</u>
Equity and liabilities		
Equity		
Head office account	(2,377,313)	(3,622,135)
Total equity	<u>(2,377,313)</u>	<u>(3,622,135)</u>
Liabilities		
Loans	8,956,218	8,455,807
Bank overdrafts	621,606	584,560
Lease liabilities	39,147	57,416
Trade and other credit balances	84,994	70,820
Income tax provision	31,777	29,340
Total liabilities	<u>9,733,742</u>	<u>9,197,943</u>
Total equity and liabilities	<u>7,356,429</u>	<u>5,575,808</u>

The financial information of Iraq which are included in the Group's consolidated statement of comprehensive income is as follows:

	2023	2022
	JD	JD
Revenue from finance lease contracts – net	675,716	496,912
Revenue from instalment sale – net	570,009	418,329
Total profit	1,245,725	915,241
Administrative expenses	(211,994)	(205,750)
Other income	117	20,058
Operating profit	1,033,848	729,549
Finance costs	(797,010)	(533,948)
Profit for the year before tax	236,838	195,601
Income tax expense (note24)	(31,777)	(29,340)
Profit for the year	205,061	166,261
Add: Other comprehensive income items	-	-
Total comprehensive income for the year	<u>205,061</u>	<u>166,261</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(30) GEOGRAPHIC SEGMENT (CONTINUED)

The financial information of Iraq representing the details of administrative expenses of the Group are as follows:

	2023	2022
	JD	JD
Salaries and wages	104,317	100,728
Depreciation of rights-of-use assets	18,438	18,438
Advertising and promotion	25,344	24,168
Rent	10,545	10,827
Professional fees and consultation	7,835	7,939
Depreciation and amortisation	8,264	7,270
Travel expenses	9,842	9,547
Company's contribution in social security	5,209	5,506
Electricity and water	5,390	5,830
Telephone and postage	2,491	2,493
Governmental fees	2,495	3,308
Transportation	2,502	2,292
Hospitality	1,473	642
Stationary	1,055	477
Others	6,794	6,285
	<u>211,994</u>	<u>205,750</u>

(31) RELATED PARTIES TRANSACTIONS

Related parties transactions represent transactions with subsidiaries, major shareholders, and key management personnel of the Group and companies of which they are principal shareholders. Pricing and policies and terms of These transactions are approved by the Group's management.

The following transactions were carried out with related parties represented by companies owned by some of the major shareholders during the year ended 31 December:

Below are the balances resulted from transactions with related parties:

	2023	2022
	JD	JD
Due from related parties (within net investment from finance lease contracts item)		
Jordan River Company for car trade (Sister Company)	185,544	275,515
Mr. Nicola george Abu Khader	-	98,170
	<u>185,544</u>	<u>373,685</u>
Due from related parties (within Trade and other debit balances item)		
Ahli Iraqi from installments (Associate)	232,281	-
Motor Vehicles Trading Company (Sister Company)	1,862	77
Mr. Nicola George Abu Khader	14,493	14,493
	<u>248,636</u>	<u>14,570</u>

COMPREHENSIVE LEASING COMPANY
PUBLIC SHAREHOLDING COMPANY LIMITED
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
31 DECEMBER 2023

(31) RELATED PARTY TRANSACTIONS (CONTINUED)

	<u>2023</u>	<u>2022</u>
	JD	JD
Due to related parties (within Trade and other credit balances item):		
Nicola Abu Khader Company (Sister Company)	1,909	2,305
Vehicles Trade Company (Sister Company)	1,800	-
Mr. Elia Jad Wakeleh	35,534	34,271
The Leading Vehicles Company (Sister Company)	-	268
Kina for Trading Auto Spareparts (Sister Company)	-	159
Jordan River Company for Car Trade (Sister Company)	-	265
	<u>39,243</u>	<u>37,268</u>
Investment properties deferred income	<u>214,938</u>	<u>200,605</u>

The following is a summary of transactions with subsidiaries shown in the consolidated statement of comprehensive income:

	<u>2023</u>	<u>2022</u>
	JD	JD
Revenue from finance lease contracts	<u>39,461</u>	<u>57,911</u>
Rental income	<u>485,918</u>	<u>418,448</u>

During the year, the Group recognised the following remuneration, allowances and benefits for the directors and general manager:

	<u>2023</u>	<u>2022</u>
	JD	JD
Board of directors' remunerations (Note 27)	<u>25,000</u>	<u>25,000</u>
Salaries, bonuses and remunerations paid to the General Manager	<u>104,100</u>	<u>142,940</u>

(32) CONTINGENT LIABILITIES

Bank guarantees:

As at 31 December 2023, the Group has bank guarantees amounted to JD 8,000 (31 December 2022: JD 8,000).

Lawsuits raised against the Group:

The Group has outstanding litigations filed against them as at 31 December 2023 amounted to JD 7,637 (31 December 2022: JD 12,857).

(33) DIVIDENDS DISTRIBUTION

The General Assembly resolved in its extraordinary meeting held on 10 February 2023 to distribute JD 2,100,000 as cash dividends to the shareholders equivalent to 14% of the share capital as at 31 December 2022 (31 December 2021: JD 2,000,000).

(34) EARNINGS PER SHARE FROM THE PROFIT FOR THE YEAR

	2023 JD	2022 JD
Profit for the year attribute to shareholders	3,654,839	3,347,093
Weighted average of shares during the year (share)	15,000,000	14,452,055
Basic and diluted earnings per share from profit for the year attribute to shareholders	24%	23%

The basic earnings per share from the net profit for the year equals the diluted earnings per share as the Group did not issue any financial instruments that may have an impact on the basic earnings per share.

(35) RISK MANAGEMENT

Prices risk

The Group is exposed to risks resulting from changes in share prices within the financial assets portfolio at fair value through consolidated statement of comprehensive income. The Group manages such risks by analysing the value that is exposed to losses and diversifying investment portfolios. The following table shows the impact of any increase/decrease in the index of Amman Stock Exchange in which the Group invests on the profit for the year and shareholders' equity after income tax, assuming that the change is by 5%:

	The effect of change of the consolidated statement of comprehensive Income JD	Effect on Shareholders' equity JD
2023		
Amman Stock Exchange	49,658	49,658
2022		
Amman Stock Exchange	70,476	70,476

The financial effect of a decrease in the market index by the same percentage is expected to be equal and opposite to the effect shown above.

Currency risk

Most of the Group's transactions are in Jordanian Dinars and U.S. Dollars. The Jordanian Dinar exchange rate is fixed against the U.S. Dollar (US \$ 1.41 for JD 1).

(35) RISK MANAGEMENT (CONTINUED)

Interest rate risk

The Group is exposed to interest rate risk on its interest-bearing assets and liabilities such as overdrafts and loans.

The following table demonstrates the sensitivity of the consolidated statement of comprehensive income of the effect of the possible changes in interest rates, with all other variables held constant as at 31 December 2023 and 2022.

Currency	Change in interest rate <i>Point</i>	Effect on Profit of the year <i>JD</i>
2023		
JD	100	(618,555)
2022		
JD	100	(551,972)

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or a damage to the Group's reputation.

The Group limits its liquidity risk by ensuring bank facilities are available.

The table below summarizes the maturities of the Group's financial liabilities at 31 December 2023 and 2022, based on contractual undiscounted payment.

	Less than 12 months JD	More than 12 months JD	Total JD
2023-			
Trade payables and other credit balances	951,296	-	951,296
Lease liabilities	303,448	838,323	1,141,771
Banks overdrafts	8,231,236	-	8,231,236
Loans	16,590,024	41,387,154	57,977,178
Total	<u>26,076,004</u>	<u>42,225,477</u>	<u>68,301,481</u>
2022-			
Trade payables and other credit balances	1,406,327	-	1,406,327
Lease liabilities	231,964	1,058,207	1,290,171
Banks overdrafts	6,665,253	-	6,665,253
Loans	18,744,126	34,755,607	53,499,733
Total	<u>27,047,670</u>	<u>35,813,814</u>	<u>62,861,484</u>

(35) RISK MANAGEMENT (CONTINUED)

Credit risk

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial loss to the Group.

The Group believes that it is not exposed to a large degree of credit risk, as it sets a credit limit for clients, and this is monitored constantly. The Group also maintains balances with leading banking institutions.

(36) FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments comprise of financial assets and financial liabilities.

Financial assets consist of cash on hand and at banks, financial assets at fair value through consolidated statement of comprehensive income, financial assets at amortized cost, trade receivables and other current assets. Financial liabilities consist of trade payables, bank overdraft, loans, Lease liabilities and other current liabilities.

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

- Level 1: Quoted market prices in active markets for the same assets and liabilities.
- Level 2: Other techniques where all inputs that have an important impact on fair value can be observable, directly or indirectly, from market information.
- Level 3: Other techniques where inputs are used that have an important impact on fair value but are not based on observable market information.

The following table shows the analysis of financial instruments recorded at fair value and in the above hierarchy:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	JD	JD	JD	JD
31 December 2023 -				
Financial assets at fair value through consolidated statement of comprehensive income	993,158	-	-	993,158
Investments properties (note 10)	-	-	3,619,000	3,619,000
31 December 2022 -				
Financial assets at fair value through consolidated statement of comprehensive income	1,409,524	-	-	1,409,524
Investments properties (note 10)	-	-	3,855,882	3,855,882

(37) CAPITAL MANAGEMENT

The primary objective of the Group's capital management is to ensure that it maintains capital ratios in order to support its business and maximize shareholder value.

The Group manages its capital structure and makes adjustments to it in light of changes in business conditions. No changes were made in the objectives, policies or processes during the current year and prior year.

Capital comprises of share capital, statutory reserve and retained earnings amounting to JD 24,523,017 as at 31 December 2023 against JD 22,968,178 as at 31 December 2022.

(38) STANDARDS AND INTERPRETATION ISSUED BUT NOT YET EFFECTIVE

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Group's consolidated financial statements are disclosed below. The Group intends to adopt these new and amended standards and interpretations, if applicable, when they become effective.

Amendments to IFRS 16: *Lease Liability in a Sale and Leaseback*

In September 2022, the IASB issued amendments to IFRS 16 to specify the requirements that a seller-lessee uses in measuring the lease liability arising in a sale and leaseback transaction, to ensure the seller-lessee does not recognise any amount of the gain or loss that relates to the right of use it retains.

The amendments are effective for annual reporting periods beginning on or after 1 January 2024 and must applied retrospectively to sale and leaseback transactions entered into after the date of initial application of IFRS 16. Earlier application is permitted and that fact must be disclosed.

The amendments are not expected to have a material impact on the Group's consolidated financial statements.

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

In January 2020 and October 2022, the IASB issued amendments to paragraphs 69 to 76 of IAS 1 to specify the requirements for classifying liabilities as current or non-current. The amendments clarify:

- What is meant by a right to defer settlement
- That a right to defer must exist at the end of the reporting period
- That classification is unaffected by the likelihood that an entity will exercise its deferral right
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification

In addition, a requirement has been introduced to require disclosure when a liability arising from a loan agreement is classified as non-current and the entity's right to defer settlement is contingent on compliance with future covenants within twelve months.

(38) STANDARDS AND INTERPRETATION ISSUED BUT NOT YET EFFECTIVE (continued)

Amendments to IAS 1: *Classification of Liabilities as current or non-current* (continued)

The amendments are effective for annual reporting periods beginning on or after 1 January 2024 and must be applied retrospectively.

The amendments are not expected to have a material impact on the Group's consolidated financial statements.

Supplier Finance Arrangements - Amendments to IAS 7 and IFRS 7

In May 2023, the IASB issued amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures to clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements. The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

The amendments will be effective for annual reporting periods beginning on or after 1 January 2024. Early adoption is permitted but will need to be disclosed.

The amendments are not expected to have a material impact on the Group's consolidated financial statements.

(39) COMPARATIVE FIGURES

Some of the consolidated financial statements figures for the year 2022 have been reclassified to match the classification of the consolidated financial statements figures for the year ended as at 31 December 2023. The reclassification did not result in any impact on the profit and equity for the year 2022.



Jordan Branches

Main Branch	207 Zahran Street	Tel: +962 658 22 110
Sport City Branch	110 Sarh Al Shaheed Street	Tel: +962 658 02 185
Al Wehdar Branch	40 Khawla Bint Al Azwar Street	Tel: +962 647 78 887
Al Bayader Branch	Ahmad Ogla Al Nsour Steert – Sama Al Bayader Complex	Tel: +962 658 56 236
Al Jubeiha Branch	373 Queen Rania Street	Tel: +962 653 55 800
Zarqa Branch	103 36th Street - Al Zarqa Al Jadida	Tel: +962 658 02 181
Irbid Branch	6 Firas Al Ajlouni Street	Tel: +962 272 72 837

Kurdistan – Iraq Branches

Erbil Branch	250 20th Street Erbil - Bakhtiary	Tel: +964 66 2100 774
Sulaymaniyah Branch	Salim Street – Sulaymaniyah 01/11/26	Tel: +964 53 1956 520



www.c-leasing.com
info@c-leasing.com

P.O. Box: 739 Amman 11118 Jordan