

**JORDAN KUWAIT BANK**

**(PUBLIC SHAREHOLDING LIMITED COMPANY)**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**(REVIEWED NOT AUDITED)**

**31 MARCH 2026**



**JORDAN KUWAIT BANK**  
**(PUBLIC SHAREHOLDING LIMITED COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**31 MARCH 2026 (REVIEWED NOT AUDITED)**

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**REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
TO THE BOARD OF DIRECTORS OF JORDAN KUWAIT BANK  
AMMAN - JORDAN**

**Introduction**

We have reviewed the accompanying interim condensed consolidated financial statements of Jordan Kuwait Bank ("Bank") and its subsidiaries (the Group) as of 31 March 2026, comprising of the interim condensed consolidated statement of financial position as of 31 March 2026 and the related interim condensed consolidated statement of income, the interim condensed consolidated statement of comprehensive income, the interim condensed consolidated statement of changes in equity and the interim condensed consolidated statement of cash flows for the three-month period then ended and explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (34) - Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

**Scope of review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with International Accounting Standard (34).

Amman – Jordan  
28 April 2026

**ERNST & YOUNG**  
Amman - Jordan



**JORDAN KUWAIT BANK**  
**(PUBLIC SHAREHOLDING LIMITED COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2026 (REVIEWED NOT AUDITED)**

	<b>Notes</b>	<b>31 March 2026 JD (Reviewed not audited)</b>	<b>31 December 2025 JD (Audited)</b>
<b><u>Assets</u></b>			
Cash and balances at Central Banks	4	869,124,370	868,014,213
Balances at banks and financial institutions	5	177,575,650	298,615,320
Financial assets at fair value through profit or loss	6	17,485,718	10,506,537
Financial assets at fair value through other comprehensive income	7	239,874,638	213,134,702
Direct credit facilities, net	8	2,012,007,104	2,091,755,344
Financial assets at amortised cost	9	1,639,141,345	1,565,968,146
Property and equipment, net		114,180,982	113,318,071
Intangible assets, net		9,592,715	9,714,508
Deferred tax assets		57,649,549	60,777,604
Right of use assets	10/A	13,177,362	13,231,303
Other assets	11	212,592,507	215,526,713
<b>Total Assets</b>		<b>5,362,401,940</b>	<b>5,460,562,461</b>
<b><u>Liabilities</u></b>			
Bank's and financial institutions' deposits		63,285,715	72,016,232
Customers' deposits		3,563,467,999	3,749,922,070
Cash margins		241,701,355	180,838,129
Borrowed funds		304,317,237	306,078,389
Sundry provisions		28,285,955	27,602,630
Green bonds	12	35,450,000	35,450,000
Income tax provision	13	17,434,226	17,073,290
Deferred tax liabilities		4,058,254	3,342,968
Lease liabilities	10/B	14,514,736	14,009,090
Other liabilities	14	115,134,208	102,173,831
<b>Total Liabilities</b>		<b>4,387,649,685</b>	<b>4,508,506,629</b>
<b><u>Equity</u></b>			
Authorized, issued and paid-in capital	1	150,000,000	150,000,000
Perpetual bonds	24	89,010,000	89,010,000
Statutory reserve	25	132,522,076	132,522,076
Voluntary reserve	25	80,944,584	80,944,584
Fair value reserve – net		18,016,226	18,414,301
Actuarial losses from remeasurement of defined post- employment benefits		(1,130,007)	(1,130,007)
Foreign currency translation reserve		(3,648,428)	(3,648,428)
Retained earnings		311,560,010	313,420,750
Profit for the period		19,436,320	-
<b>Total equity – Bank's shareholders</b>		<b>796,710,781</b>	<b>779,533,276</b>
Non-controlling interests	2	178,041,474	172,522,556
<b>Total Equity</b>		<b>974,752,255</b>	<b>952,055,832</b>
<b>Total Liabilities and Equity</b>		<b>5,362,401,940</b>	<b>5,460,562,461</b>

The accompanying notes from (1) to (27) form part of these interim condensed consolidated financial statements and read with it



**JORDAN KUWAIT BANK**  
**(PUBLIC SHAREHOLDING LIMITED COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE THREE MONTHS ENDED ON 31 MARCH 2026 (REVIEWED NOT AUDITED)**

	Notes	For the three months ended 31 March	
		2026 JD	2025 JD
Interest income		74,737,772	71,160,894
Less: Interest expense		29,610,279	31,462,264
<b>Net interest income</b>		<b>45,127,493</b>	<b>39,698,630</b>
Net commission income	15	13,595,473	26,681,003
<b>Net interest and commission income</b>		<b>58,722,966</b>	<b>66,379,633</b>
Gain from foreign currencies	16	4,715,056	20,750,250
Gain from financial assets at fair value through profit and loss	6	1,234,688	803,597
Gain from sale of debt instruments at fair value through other comprehensive income	7	12,670	7,420
Cash dividends from financial assets at fair value through other comprehensive income	7	164,444	169,250
Other income		3,849,300	1,891,101
<b>Gross income</b>		<b>68,699,124</b>	<b>90,001,251</b>
Employees' expenses		15,895,932	13,521,421
Depreciation and amortization		3,106,570	2,352,454
Provision for expected credit losses on direct credit facilities		1,540,317	7,277,411
(Reversal from) Provision for expected credit losses on indirect credit facilities		(27,547)	279,036
(Reversal from) Provision for expected credit losses on deposits at banks and financial institutions		(1,822)	22,858
(Reversal from) Provision for expected credit losses on investments		(13,659)	(50,846)
Sundry provisions		1,663,933	1,176,524
Other expenses		16,798,725	14,560,322
<b>Total expenses</b>		<b>38,962,449</b>	<b>39,139,180</b>
<b>Profit for the period before income tax</b>		<b>29,736,675</b>	<b>50,862,071</b>
Less: income tax expense	13	4,687,566	7,775,775
<b>Profit for the period</b>		<b>25,049,109</b>	<b>43,086,296</b>
<b>Attributable to:</b>			
Bank's shareholders		19,436,320	25,617,121
Non-controlling interest		5,612,789	17,469,175
		<b>25,049,109</b>	<b>43,086,296</b>
		<b>JD/ Fils</b>	<b>JD/ Fils</b>
<b>Earnings per share from profit for the period attributable to Bank's shareholders (basic and diluted)</b>	17	<b>0.130</b>	<b>0.171</b>

The accompanying notes from (1) to (27) form part of these interim condensed consolidated financial statements and read with it



**JORDAN KUWAIT BANK**  
**(PUBLIC SHAREHOLDING LIMITED COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE MONTHS ENDED ON 31 MARCH 2026 (REVIEWED NOT AUDITED)**

	<b>For the three months ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>JD</b>	<b>JD</b>
Profit for the period	<b>25,049,109</b>	<b>43,086,296</b>
<b>Add: other comprehensive income items</b>		
<b>Items that will be subsequently reclassified to interim condensed consolidated statement of income after tax:</b>		
Net change in the valuation reserve of financial assets at fair value through other comprehensive income after tax - debt instruments	(1,718,073)	759,165
<b>Items that will not be subsequently reclassified to interim condensed consolidated statement of income after tax:</b>		
Net change in the valuation reserve of financial assets at fair value through comprehensive income after tax – equity instruments	1,225,197	(463,797)
<b>Total comprehensive income for the period</b>	<b><u>24,556,233</u></b>	<b><u>43,381,664</u></b>
<b>Attributable to:</b>		
Bank's shareholders	19,035,925	25,991,919
Non-controlling interest	5,520,308	17,389,745
<b>Total</b>	<b><u>24,556,233</u></b>	<b><u>43,381,664</u></b>

The accompanying notes from (1) to (27) form part of these interim condensed consolidated financial statements and read with it



**JORDAN KUWAIT BANK**  
**(PUBLIC SHAREHOLDING LIMITED COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THREE MONTHS ENDED ON 31 MARCH 2026 (REVIEWED NOT AUDITED)**

	Equity holders of the Bank											
	Authorized, issued and paid- in capital	Perpetual bonds	Reserves			Actuarial Loss from re-measurement of defined post- employment benefits	Foreign currency translation reserve	Retained earnings	Profit for the period	Total equity attributable to – Bank's Shareholders	Non- controlling interest	Total equity
			Statutory	Voluntary	Fair value							
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
<b>For the three months ended 31 March 2026</b>												
Balance at the beginning of the period	150,000,000	89,010,000	132,522,076	80,944,584	18,414,301	(1,130,007)	(3,648,428)	313,420,750	-	779,533,276	172,522,556	952,055,832
Profit for the period	-	-	-	-	-	-	-	-	19,436,320	19,436,320	5,612,789	25,049,109
Net change in the fair value of financial assets through comprehensive income	-	-	-	-	(400,395)	-	-	-	-	(400,395)	(92,481)	(492,876)
<b>Total comprehensive income</b>	-	-	-	-	(400,395)	-	-	-	19,436,320	19,035,925	5,520,308	24,556,233
The effect of the change in the ownership interest in a subsidiary	-	-	-	-	2,320	-	-	(930)	-	1,390	(1,390)	-
Interest on perpetual bonds	-	-	-	-	-	-	-	(1,859,810)	-	(1,859,810)	-	(1,859,810)
<b>Balance at the end of the period</b>	<b>150,000,000</b>	<b>89,010,000</b>	<b>132,522,076</b>	<b>80,944,584</b>	<b>18,016,226</b>	<b>(1,130,007)</b>	<b>(3,648,428)</b>	<b>311,560,010</b>	<b>19,436,320</b>	<b>796,710,781</b>	<b>178,041,474</b>	<b>974,752,255</b>
<b>For the three months ended 31 March 2025</b>												
Balance at the beginning of the period	150,000,000	89,010,000	118,411,845	98,944,584	14,828,549	(294,908)	(3,648,428)	240,865,525	-	708,117,167	178,012,917	886,130,084
Profit for the period	-	-	-	-	-	-	-	-	25,617,121	25,617,121	17,469,175	43,086,296
Net change in the fair value of financial assets through comprehensive income	-	-	-	-	374,798	-	-	-	-	374,798	(79,430)	295,368
<b>Total comprehensive income</b>	-	-	-	-	374,798	-	-	-	25,617,121	25,991,919	17,389,745	43,381,664
Interest on perpetual bonds	-	-	-	-	-	-	-	(1,921,598)	-	(1,921,598)	-	(1,921,598)
<b>Balance at the end of the period</b>	<b>150,000,000</b>	<b>89,010,000</b>	<b>118,411,845</b>	<b>98,944,584</b>	<b>15,203,347</b>	<b>(294,908)</b>	<b>(3,648,428)</b>	<b>238,943,927</b>	<b>25,617,121</b>	<b>732,187,488</b>	<b>195,402,662</b>	<b>927,590,150</b>

- Retained earnings include an amount of JD 57,649,549 as of 31 March 2026 (JD 60,777,604 as of 31 December 2025) restricted against deferred tax assets in accordance with the instructions of the Central Bank of Jordan and Jordan Securities Commission.
- Retained earnings include an amount of JD 188,212 as of 31 March 2026 and 31 December 2025, which represents the revaluation differences of financial assets at fair value through profit or loss, as a result of the early adoption of IFRS (9) during the year 2011. This amount is not available for distribution and is restricted according to the Jordan Securities Commission regulations until the amount becomes realized.
- According with the Central Bank of Jordan Circular No. 13/2018, the Bank transferred the balance of the General Banking Risk Reserve in the amount of JD 14,288,875 as of 1 January 2018 to the retained earnings to offset the impact of IFRS (9) and all the balance was utilized.
- An amount equals to the negative balance of the fair value reserve is restricted in accordance with the instructions of Jordan Securities Commission and the Central Bank of Jordan.

**The accompanying notes from (1) to (27) form part of these interim condensed consolidated financial statements and read with it**



**JORDAN KUWAIT BANK**  
**(PUBLIC SHAREHOLDING LIMITED COMPANY)**  
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTHS ENDED ON 31 MARCH 2026 (REVIEWED NOT AUDITED)**

	Note	For the three months period ended 31 March	
		2026	2025
		JD	JD
<b>Cash flows from operating activities:</b>			
Profit for the period before tax		29,736,675	50,862,071
<b>Adjustments:</b>			
Depreciation and amortization		3,106,570	2,352,454
Provision for expected credit losses on direct credit facilities		1,540,317	7,277,411
(Reversal from) provision for expected credit losses on indirect credit facilities		(27,547)	279,036
(Reversal from) expected credit losses on investments		(13,659)	(50,846)
(Reversal from) provision for expected credit losses on balances at banks and financial institutions		(1,822)	22,858
Gain from financial assets at fair value through other comprehensive income – debt instruments		(12,670)	(7,420)
Cash dividends from financial assets at fair value through other comprehensive income		(164,444)	(169,250)
Gain from financial assets through profit or loss		(1,234,688)	(803,597)
(Reversal from) provision for seized assets		(630,370)	305,346
Loss (gain) on sale of seized assets		1,806,665	(415,348)
Amortisation of right of use assets		813,687	822,434
Interest on lease liabilities		249,435	291,729
Net interest income		7,543,436	4,234,520
Sundry provisions		1,663,933	1,176,524
The effect of changes in exchange rates on cash and cash equivalents		(4,330)	(1,878)
<b>Cash flows from operating activities before changes in assets and liabilities</b>		<b>44,371,188</b>	<b>66,176,044</b>
<b>Changes in assets and liabilities:</b>			
Decrease in balances and deposits at banks and financial institutions		48,502,628	41,215,323
Increase in deposits at banks and financial institutions that are due in more than 3 months		(14,019,057)	(10,635,000)
Decrease in direct credit facilities		82,080,256	3,910,471
(Increase) decrease in other assets		(5,098,552)	2,233,880
(Increase) in financial assets at fair value through profit and loss		(5,744,493)	(921,929)
(Decrease) increase in customers deposits		(186,454,071)	54,715,276
Increase (decrease) in cash margins		60,863,226	(300,658)
Increase in other liabilities		9,382,091	6,258,120
<b>Net change in assets and liabilities</b>		<b>(10,487,972)</b>	<b>96,475,483</b>
Net cash flows from operating activities before income tax and paid provisions		33,883,216	162,651,527
Sundry provisions paid		(1,112,518)	(201,233)
Income tax paid		(535,430)	(32,788,378)
<b>Net cash flows from operating activities</b>		<b>32,235,268</b>	<b>129,661,916</b>
<b>Cash flows from investing activities:</b>			
(Increase) in financial assets at amortised cost		(73,119,539)	(138,162,111)
(Increase) in financial assets at fair value through other comprehensive income		(25,324,064)	(16,943,954)
Cash paid for the acquisition		(5,389,078)	-
(Increase) in property, equipment and intangible assets		(3,824,743)	(9,488,573)
<b>Net cash flows used in investing activities</b>		<b>(107,657,424)</b>	<b>(164,594,638)</b>
<b>Cash flows from financing activities:</b>			
(Decrease) increase in borrowed funds		(1,810,627)	16,162,124
Interest paid on perpetual bonds		(1,859,810)	(1,921,598)
Lease liabilities payments		(504,021)	(1,980,527)
<b>Net cash flows (used in) from financing activities</b>		<b>(4,174,458)</b>	<b>12,259,999</b>
The effect of changes in exchange rates on cash and cash equivalents		4,330	1,878
<b>Net decrease in cash and cash equivalents</b>		<b>(79,592,284)</b>	<b>(22,670,845)</b>
Cash and cash equivalent - beginning of the period		907,959,776	1,381,939,331
<b>Cash and cash equivalent - end of the period</b>	18	<b>828,367,492</b>	<b>1,359,268,486</b>

The accompanying notes from (1) to (27) form part of these interim condensed consolidated financial statements and read with it





## **(1) GENERAL INFORMATION**

Jordan Kuwait Bank was established as a Jordanian Public Shareholding Company under the registration number (108) on 25 October 1976 in accordance with the Jordanian Companies Law No. (13) for the year 1964. The Head Office of the Bank is located in Omayya Bin Abdshams Street, Abdali. Tel. (+962 6 5629400), P.O. Box (9776), Amman – (11191) Jordan. The Bank's current authorized, issued and paid-in capital amounts to JD 150 million distributed on 150 million shares, with a par value of JD 1 per share.

The Bank provides all banking and financial activities related to its operations through its Head Office and (64) branches inside the Kingdom and (2) foreign branches, and through its group of subsidiaries which provide banking services, financial leasing and financial brokerage services.

Jordan Kuwait Bank is a Public Shareholding Limited Company and is listed in Amman Stock Exchange.

Jordan Kuwait Bank is (50.927%) owned by Al Rawabi United Holding Company - Kuwait and the financial statements of the Bank are consolidated within the consolidated financial statements of the Kuwait Projects Holding Company (KIPCO), which is the ultimate Parent Company.

These interim condensed consolidated financial statements were approved by the Bank's Board of Directors in its meeting number (3/2026) held on 20 April 2026.

## **(2) MATERIAL ACCOUNTING POLICIES**

The following is the material accounting policies followed by the Group in the preparation of these interim condensed consolidated financial statements:

### **(2-1) BASIS OF PREPARATION OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The interim condensed consolidated financial statements of the Bank have been prepared in accordance with International Accounting Standards (34) - Interim Financial Reporting ("IAS 34").

The interim condensed consolidated financial statements have been prepared under the historical cost, except for financial assets at fair value through profit and loss, financial instruments through other comprehensive income, which are measured at fair value as of the date of the interim condensed consolidated financial statements.

The interim condensed consolidated financial statements have been presented in Jordanian Dinars.



**JORDAN KUWAIT BANK**  
**(PUBLIC SHAREHOLDING LIMITED COMPANY)**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**31 MARCH 2026 (REVIEWED NOT AUDITED)**

The accompanying interim condensed consolidated financial statements do not include all the information and disclosures to the financial statements required in the annual financial statements, which are prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB). Moreover, the results of the Bank's operations for the three-month period ended on 31 March 2026 are not necessarily indicative of the results for the year ending 31 December 2026. Therefore, these interim condensed consolidated financial statements should be read in conjunction with the Bank's annual report for the year ended 31 December 2025 and the appropriation of profit for the three-month period ended 31 March 2026 were not performed, which is usually performed at year end.

## **(2-2) BASIS OF CONSOLIDATION OF THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

The interim condensed consolidated financial statements comprise of the financial statements of the Bank and the subsidiaries and companies under its control. Control is achieved when the Bank is capable of managing the main activities of its subsidiaries and is exposed, or has rights, to variable returns from its involvement with the subsidiaries and has the ability to affect those returns through its power over the subsidiaries. All balances, transactions, revenues, and expenses between the Bank and the subsidiaries are eliminated.

The financial statements of the subsidiaries are prepared for the same reporting period as of the Bank, using consistent accounting policies. If the subsidiary has a different accounting policy than the Bank, necessary adjustments will be reflected to match the Bank's accounting policies.

Non-controlling interests represent that portion of the equity interests in subsidiaries not owned by the Bank.

The Bank owns the following subsidiaries:

### **As at 31 March 2026:**

<b>Company Name</b>	<b>Paid in capital</b>	<b>Bank's ownership</b>	<b>Nature of operations</b>	<b>Location</b>	<b>Date of acquisition</b>
	<b>JD</b>	<b>%</b>			
Ejara Finance Leasing Company	20,000,000	100	Finance leasing	Amman	2011
			Brokerage and		In phases, starting
United Financial Investments Company	9,000,000	89.56	investments	Amman	from 2002
Bank of Baghdad	216,488,550	53.44	Commercial Bank	Iraq	2023

### **As at 31 December 2025:**

<b>Company Name</b>	<b>Paid in capital</b>	<b>Bank's ownership</b>	<b>Nature of operations</b>	<b>Location</b>	<b>Date of acquisition</b>
	<b>JD</b>	<b>%</b>			
Ejara Finance Leasing Company	20,000,000	100	Finance leasing	Amman	2011
			Brokerage and		In phases, starting
United Financial Investments Company	9,000,000	89.79	investments	Amman	from 2002
Bank of Baghdad	216,488,550	53.44	Commercial Bank	Iraq	2023



**JORDAN KUWAIT BANK**  
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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**31 MARCH 2026 (REVIEWED NOT AUDITED)**

- Non-controlling interest amounted to JD 178,041,474 as of 31 March 2026, against JD 172,522,556 as of 31 December 2025. Details are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
Bank of Baghdad	176,744,236	171,265,725
United Financial Investments Company *	1,297,238	1,256,831
	<b>178,041,474</b>	<b>172,522,556</b>

- \* During the first quarter of 2026, United Financial Investments Company completed the acquisition of all the business activities of International Financial Center Company and Hikma Financial Services Company which amounted to JD 5,389,078, following the fulfillment of all required procedures and obtaining the necessary regulatory approvals.

#### **Purchase Price Allocation Study:**

The results relating to the acquisition are preliminary and will be updated upon completion of the purchase price allocation study. In accordance with International Financial Reporting Standard No. (3) ("Business Combinations"), the Company has a measurement period of up to 12 months from the acquisition date to finalize the determination of the fair values and complete the purchase price allocation.

The financial statements of subsidiaries are consolidated from the date on which control is obtained and continue to be consolidated until such control ceases. Control over an investee exists when the Group has the power to govern the financial and operating policies of the subsidiary so as to obtain benefits from its activities.

Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee).
- The Bank is exposed, or has rights, to variable returns from its involvement with the investee.
- The ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over 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 re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

The subsidiary's financial statements are consolidated from the date on which control is exercised until such control ceases. The revenues and expenses of the subsidiaries are consolidated in the consolidated statement of comprehensive income from the date the Bank took control of the subsidiaries until stopping that control.

Profits and losses and each item of other comprehensive income are charged to the equity holders of the parent company and the interests of the non-controlling ones 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 bring their accounting policies in line with the accounting policies of the Bank. Assets, liabilities, equity, revenues, expenses, profits and losses relating to transactions between the Bank and its subsidiaries are eliminated.

The effect resulting from a change in the ownership interest in the subsidiary that does not result in a loss of control is recorded in equity. Upon losing control over the subsidiary, the group does the following:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary
- Derecognizes the carrying amount of any non-controlling interests
- Derecognizes the cumulative translation differences, recorded in equity
- Recognizes the fair value of the consideration received
- Recognizes the fair value of any investment retained
- Recognizes the gain or loss resulted from loss of control
- Reclassifying the Company's shares that was recorded previously in the other comprehensive income items to profit or loss



### **(2-3) CHANGES IN ACCOUNTING POLICIES**

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2025, except for the following amendments on the standards effective as of 1 January 2026:

#### **Classification and Measurement of Financial Instruments—Amendments to IFRS 9 and IFRS 7**

In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments (the Amendments). The amendments include:

- A clarification that a financial liability is derecognised on the 'settlement date' and introduce an accounting policy choice (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date
- Additional guidance on how the contractual cash flows for financial assets with environmental, social, and corporate governance (ESG) and similar features should be assessed
- Clarifications on what constitute 'non-recourse features' and what are the characteristics of contractually linked instruments
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI)

The amendments had no material impact on the interim condensed consolidated financial statements.

### **(3) USE OF ESTIMATES**

The preparation of the interim condensed consolidated financial statements and the application of accounting policies require the Bank's management to make estimates and judgements that affect the amounts of assets and liabilities and disclosure of contingent liabilities. These estimates and judgments affect the revenues, expenses, provisions and reserve of valuation of financial assets at fair value. In particular, it requires the Bank's management to issue critical judgements to estimate the amounts of future cash flows and their timing.

The mentioned estimates are necessarily based on multiple assumptions and factors involving varying degrees of judgment and uncertainty and that actual results may differ from the estimates as a result of changes resulting from the conditions and circumstances of those estimates in the future. Judgements, estimates and assumptions are reviewed on an ongoing basis. The impact of change in estimates is recognized in the reporting period in which this change occurs if the revision affects only that period and the effect of the change in estimates is recognized in the reporting period in which this change occurs and in future reporting periods if the revision affects both current and future periods.



The Bank's management believes that its estimates within the interim condensed consolidated financial statements are reasonable and detailed as follows:

**- Expected credit losses:**

Bank management is required to use significant judgments and estimates to estimate the amounts and times of future cash flows, estimate the risks of a significant increase in the credit risk of financial assets after their initial recognition, and future measurement information for expected credit losses.

In determining provision for expected credit losses for direct credit facilities, important judgement is required from the Bank's management in the estimation of the amount and timing of future cash flows as well as an assessment of whether the credit risk on the financial asset has increased significantly since initial recognition and incorporation of forward-looking information in the measurement of expected credit losses. Below are the major estimates used:

**- Assessment of Significant Increase in Credit Risk:**

The assessment of a significant increase in credit risk is performed on a relative basis. To assess whether the credit risk on a financial asset has increased significantly since origination, the Bank compares the risk of default occurring over the expected life of the financial asset at the reporting date to the corresponding risk of default at origination, using key risk indicators that are used in the Bank's existing risk management processes. This assessment is used to classify customers and portfolios to credit stages, which are Stage 1 (Initial Recognition), Stage 2 (Credit Quality Deterioration), and Stage 3 (Credit Impairment).

**- Macroeconomic Factors, Forward Looking Information (FLI) and Multiple Scenarios:**

The measurement of expected credit losses for each stage and the assessment of significant increases in credit risk must consider information about past events and current conditions as well as reasonable and supportable forecasts of future events and economic conditions. The estimation and application of forward-looking information will require significant judgment from the Bank's management.

Probability of Default (PD), Loss Given Default (LGD) and Exposure At Default (EAD) inputs used to estimate Stage 1 and Stage 2 credit loss allowances are modelled based on the macroeconomic variables (or changes in macroeconomic variables) that are most closely correlated with credit losses in the relevant portfolio.

Each of the macroeconomic scenarios used in calculating the expected credit losses is associated with variable macroeconomic factors.

In our estimates used in calculating the expected credit losses for Stage 1 and Stage 2 using discounted weighted scenarios, which include future macroeconomic information for the next three years.



The Bank uses the following macroeconomic indicators when performing futuristic forecasts for the countries that it operates in:

1. Gross Domestic Product
2. Inflation Rate
3. Stock market index price
4. Consumer Price Index
5. Import price index

The Bank uses 3 scenarios to reach a probable value when to estimate the expected credit losses as follows:

1. Main scenario (Baseline) weighted 10%
2. Best scenario (Optimistic S1) weighted 0%
3. Worst case scenario 1 (Pessimistic S3) weighted 90%

The probable options are estimated according to the best approximation related to the historical probability and current affairs. The probable scenarios are evaluated every three months. All scenarios are implemented to all the wallets that are subject to expected credit losses.

**- Definition of default:**

The definition of default used in the measurement of expected credit losses and the assessment to determine movement between stages is consistent with the definition of default used for internal credit risk management purposes. IFRS 9 does not define default but contains a rebuttable presumption that default has occurred when an exposure is greater than 90 days past due.

**- Exposure at default:**

When measuring ECL, the Bank must consider the maximum contractual period over which the Bank is exposed to credit risk. All contractual terms should be considered when determining the expected life, including prepayment options and extension and rollover options. For certain revolving credit facilities that do not have a fixed maturity, the expected life is estimated based on the period over which the Bank is exposed to credit risk and where the credit losses would not be mitigated by management.

**- Income tax:**

Income tax expenses represent accrued taxes and deferred taxes.

Income tax expenses are calculated for on the basis of taxable income. Moreover, taxable income differs from income declared in the interim condensed consolidated financial statements because the latter includes non-taxable revenues or taxable expenses disallowed in the current year but deductible in subsequent years or accumulated losses acceptable by the tax law and items not accepted for tax purposes or subject to tax.



Taxes are calculated on the basis of the tax rates according to the prevailing laws regulations and instructions of the countries where the bank operates.

Deferred taxes are taxes expected to be paid or recovered as a result of temporary timing differences between the value of the assets and liabilities in the interim condensed consolidated financial statements and the value of the taxable amount. Deferred tax is calculated on the basis of the liability method in the statement of financial position according to the rates expected to be applied when the tax liability is settled, or tax assets are recognized.

Deferred tax assets and liabilities are reviewed of the date of the interim condensed consolidated financial statements and reduced in case it is expected that no benefit will arise from payment or the elimination of the need for deferred tax liabilities partially or totally.

#### **- Fair value**

Closing prices (purchasing assets/ selling liabilities) on the date of the interim condensed consolidated financial statements in active markets, represent the fair value for the tools and financial derivatives with market prices.

In the event that announced prices are not available, there is no active trading in some financial instruments and derivatives, or there is no market activity, their fair value is estimated in several ways, including:

- Comparing it to the market value for a similar financial instrument
- Analyzing future cash flows and discounting expected cash flows with a used percentage in a similar financial instrument
- Options pricing models
- Long term financial assets and liabilities with no interest regarding discounting cash flows and regarding active interest rate are evaluated, the discount/ premium is amortized within the interest revenue received/ paid in the interim condensed consolidated statement of income

The Bank uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

#### **- Assets seized by the Bank against due debts**

Assets seized by the Bank against due debts are recorded at the value at which they were transferred to the Bank or at the fair value, whichever is less. At the date of the consolidated financial statements, foreclosed assets are revalued individually (fair value less selling cost); any decline in fair value is recognized in the consolidated statement of income, considering the ownership of the funds invested in these assets. Any subsequent increase in value is recognized only to the extent that it does not exceed the previously recognized impairment losses. Note that it is subject to the instructions of the Central Bank.





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**(4) CASH AND BALANCES AT CENTRAL BANKS**

The details of this item are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>Cash in vaults</b>	<b>230,930,476</b>	<b>240,561,250</b>
<b>Balances at Central Banks</b>		
Current and demand accounts	365,729,563	297,462,085
Term, notice deposits and certificate of deposits	19,200,000	34,000,000
Statutory cash reserve	284,772,326	327,498,873
<b>Total balances at Central Banks</b>	<b>669,701,889</b>	<b>658,960,958</b>
Less: Expected credit losses on balances at foreign Central Banks *	31,507,995	31,507,995
<b>Net balances at Central Banks</b>	<b>638,193,894</b>	<b>627,452,963</b>
<b>Total</b>	<b>869,124,370</b>	<b>868,014,213</b>

- Restricted reserves at the Central Bank of Iraq amounted to JD 161,707,447 as of 31 March 2026 against JD 207,349,369 as of 31 December 2025. They are excluded from the cash and cash equivalents for the purposes of the interim condensed consolidated statement of cash flows.
- The balances of Bank of Baghdad at the Central Bank of Iraq branches in Sulaymaniyah and Erbil amounted to JD 9,762,446 and JD 14,739,877, respectively as of 31 March 2026 and 31 December 2025. They are excluded from cash and cash equivalents for the purposes of the interim condensed consolidated statement of cash flows.

\* These relate to the balances of a subsidiary with a foreign central bank, as there are no credit losses with respect to local balances.

**(5) BALANCES AT BANKS AND FINANCIAL INSTITUTIONS**

The details of this item are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
Current and demand accounts	116,346,676	214,536,413
Deposits maturing within 3 months or less	62,873,616	85,725,371
<b>Total</b>	<b>179,220,292</b>	<b>300,261,784</b>
Less: Expected credit losses on balances at banks and financial institutions	1,644,642	1,646,464
<b>Net total balances at banks and financial institutions</b>	<b>177,575,650</b>	<b>298,615,320</b>



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- Non-interest-bearing balances at banks and financial institutions amounted to JD 94,712,040 as of 31 March 2026 (JD 92,451,055 as of 31 December 2025).
- Restricted balances amounted to JD 5,500,309 as of 31 March 2026 (JD 5,484,156 as of 31 December 2025).

**(6) FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

The details of this item are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>Financial assets listed in active markets:</b>		
Listed shares in active market	17,485,718	10,506,537
<b>Total financial assets through profit or loss</b>	<b>17,485,718</b>	<b>10,506,537</b>

- The realized gains resulting from the sale of financial assets at fair value through profit or loss amounted to JD 40,331 for the period ended 31 March 2026, while there was no gains or losses for the period ended 31 March 2025.
- The unrealized gain from the valuation of shares at fair value through profit or loss amounted to JD 1,180,287 for the period ended 31 March 2026, which was recorded in the interim condensed consolidated statement of income (against a gain of JD 803,597 for the period ended 31 March 2025).
- Cash dividends distributed on the above investments amounted to JD 14,070 for the period ended 31 March 2026, while there was no cash dividends distributed for the period ended 31 March 2025.



**(7) FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

The details of this item are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
Listed shares in active market	33,591,552	31,780,762
Unlisted shares in active market	72,638,891	70,671,065
<b>Total shares (equity instruments)</b>	<b>106,230,443</b>	<b>102,451,827</b>
Listed bonds in active market	68,644,195	75,682,875
Unlisted bonds in active market	65,000,000	35,000,000
<b>Total Bonds (debt instruments)</b>	<b>133,644,195</b>	<b>110,682,875</b>
<b>Total financial assets through other comprehensive income</b>	<b>239,874,638</b>	<b>213,134,702</b>
<b>Analysis of debt instruments:</b>		
<b>Fixed rate</b>	<b>133,644,195</b>	<b>110,682,875</b>

- Realized gain from the sale of investments at fair value through other comprehensive income (debt instruments) amounted to JD 12,670 for the period ended 31 March 2026 (JD 7,420 for the period ended 31 March 2025), which were recorded directly in the interim condensed consolidated statement of income.
- Cash dividends from the financial assets at fair value through other comprehensive income amounted to JD 164,444 for the period ended 31 March 2026 (JD 169,250 for the period ended 31 March 2025).
- Total expected credit losses against investments at fair value through other comprehensive income (debt instruments) amounted to JD 365,096 for the period ended 31 March 2026 (JD 325,095 as of 31 December 2025), which were recorded in the fair value reserve within the interim condensed consolidated statement of changes in equity.



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**(8) DIRECT CREDIT FACILITIES – NET**

The details of this item are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>Individuals (Retail):</b>		
Overdraft accounts	1,593,993	1,176,617
Loans and promissory notes*	409,042,212	408,544,005
Credit cards	15,042,799	15,034,424
<b>Real estate</b>	<b>212,803,964</b>	<b>204,033,168</b>
<b>Corporates:</b>		
<b>Large corporates</b>		
Overdraft accounts	135,619,002	154,914,949
Loans and promissory notes*	1,170,822,459	1,232,845,081
<b>Small and medium enterprises</b>		
Overdraft accounts	24,052,824	23,694,172
Loans and promissory notes*	142,467,140	138,218,908
<b>Government and public sector</b>	<b>165,025,944</b>	<b>170,628,609</b>
<b>Total</b>	<b>2,276,470,337</b>	<b>2,349,089,933</b>
Less: Provision for expected credit losses	224,407,261	219,363,584
Less: Interest in suspense	40,055,972	37,971,005
<b>Net direct credit facilities</b>	<b>2,012,007,104</b>	<b>2,091,755,344</b>

\* Net after deducting interest and commission received in advance in the amount of JD 799,070 as of 31 March 2026 (against JD 1,070,854 as of 31 December 2025).

- Credit facilities within stage 3 amounted to JD 216,782,569 which is equivalent to 9.52% of the total direct credit facilities as of 31 March 2026 (against JD 212,195,333 which is equivalent to 9.03% of the total direct credit facilities as of 31 December 2025).
- Credit facilities within stage 3, net of interest and commission in suspense, amounted to JD 176,821,568 which is equivalent to 7.91% of total direct credit facilities balance after deducting interest and commission in suspense as of 31 March 2026 (JD 174,320,433 which is equivalent to 7.54% of the total direct credit facilities balance after deducting interest and commission in suspense as of 31 December 2025).
- Direct credit facilities granted to and guaranteed by the Jordanian Government amounted to JD 75,588,135 which is equivalent to 3.32% of the total direct credit facilities as of 31 March 2026 (JD 81,190,800 which is equivalent to 3.46% of the total direct credit facilities as of 31 December 2025).



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- The movement on direct credit facilities balance on a collective basis as at the end of period / year is as follows:

Item	Stage 1		Stage 2		Stage 3	31 March	31 December
	Individual	Collective	Individual	Collective	Collective	2026	2025
	JD	JD	JD	JD	JD	JD	JD
						(Reviewed not audited)	(Audited)
<b>Balance at the beginning of the period / year</b>	1,922,354,048	-	214,540,552	-	212,195,333	2,349,089,933	2,259,428,405
New facilities granted during the period / year	48,606,739	-	519,548	-	1,343,940	50,470,227	254,200,414
Facilities settled through the period / year	(27,419,583)	-	(8,934,196)	-	(4,074,839)	(40,428,618)	(144,805,192)
Transferred to stage 1	14,873,790	-	(14,873,790)	-	-	-	-
Transferred to stage 2	(39,241,600)	-	40,481,781	-	(1,240,181)	-	-
Transferred to stage 3	(877,281)	-	(2,604,911)	-	3,482,192	-	-
The total impact on the size of exposures resulting from the change in reclassification between stages	(271,196)	-	(961,433)	-	(40,688)	(1,273,317)	12,008,032
Changes resulting from adjustments	(94,976,799)	-	4,793,093	-	453,903	(89,729,803)	9,026,574
Additions from acquisition - Subsidiary	3,635,366	-	43,640	-	5,823,211	9,502,217	-
Written-off facilities (written off and transferred to off balance sheet)	-	-	-	-	(1,160,302)	(1,160,302)	(40,768,300)
<b>Balance at the end of the period / year</b>	<b>1,826,683,484</b>	<b>-</b>	<b>233,004,284</b>	<b>-</b>	<b>216,782,569</b>	<b>2,276,470,337</b>	<b>2,349,089,933</b>



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- The movement on the provision for expected credit losses on direct credit facilities on a collective basis is as follows:

Item	Corporates				Government and public sector	31 March 2026	31 December 2025
	Retail JD	Real estate JD	Large JD	SMEs JD		JD (Reviewed not audited)	JD (Audited)
<b>Balance at the beginning of the period/ year</b>	47,457,029	8,203,845	148,632,276	14,742,413	328,021	219,363,584	214,864,878
Provision during the period/ year	932,851	388,831	225,391	10,929	-	1,558,002	9,088,835
Reversal of provision (surplus) during the period/ year	(783,864)	(2,153,118)	(99,383)	(55,878)	-	(3,092,243)	(19,888,983)
The total impact on the provision resulting from the change in reclassification between stages	(143,884)	(1,512)	1,698,920	294,737	-	1,848,261	22,767,706
Changes resulting from adjustments	2,077,774	841,279	(3,032,011)	1,377,305	(38,050)	1,226,297	19,879,808
Additions from acquisition – Subsidiary	3,522,136	-	53	788,700	-	4,310,889	-
Provisions written off and transferred to off balance sheet	(807,529)	-	-	-	-	(807,529)	(27,348,660)
<b>Balance at the end of the period/ year</b>	<b>52,254,513</b>	<b>7,279,325</b>	<b>147,425,246</b>	<b>17,158,206</b>	<b>289,971</b>	<b>224,407,261</b>	<b>219,363,584</b>
Stage 1	10,228,313	2,136,802	9,790,198	1,867,691	289,971	24,312,975	29,427,320
Stage 2	2,478,287	1,327,476	45,838,709	6,104,026	-	55,748,498	49,326,767
Stage 3	39,547,913	3,815,047	91,796,339	9,186,489	-	144,345,788	140,609,497
<b>Total</b>	<b>52,254,513</b>	<b>7,279,325</b>	<b>147,425,246</b>	<b>17,158,206</b>	<b>289,971</b>	<b>224,407,261</b>	<b>219,363,584</b>



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- The movement on the provision for expected credit losses on direct credit facilities on collective basis during the period/ year is as follows:

**A- Based on economic sectors:**

	Corporates				Government and public sector	Total
	Retail	Real estate	Large	SMEs		
	JD	JD	JD	JD	JD	JD
<b>For the three months ended 31 March 2026 (Reviewed not audited)</b>						
<b>Balance at the beginning of the period</b>	<b>47,457,029</b>	<b>8,203,845</b>	<b>148,632,276</b>	<b>14,742,413</b>	<b>328,021</b>	<b>219,363,584</b>
Expected credit losses on new facilities during the period	932,851	388,831	225,391	10,929	-	1,558,002
Reversed from expected credit losses on settled facilities during the period	(783,864)	(2,153,118)	(99,383)	(55,878)	-	(3,092,243)
The total impact on the provision resulting from the change in classification between stages	(143,884)	(1,512)	1,698,920	294,737	-	1,848,261
Changes resulting from adjustments	2,077,774	841,279	(3,032,011)	1,377,305	(38,050)	1,226,297
Additions from acquisition - Subsidiary	3,522,136	-	53	788,700	-	4,310,889
Provisions written off and transferred to off balance sheet	(807,529)	-	-	-	-	(807,529)
<b>Balance at the end of the period</b>	<b>52,254,513</b>	<b>7,279,325</b>	<b>147,425,246</b>	<b>17,158,206</b>	<b>289,971</b>	<b>224,407,261</b>
<b><u>Re-allocation:</u></b>						
<b>Provisions on an individual basis</b>	<b>52,254,513</b>	<b>7,279,325</b>	<b>147,425,246</b>	<b>17,158,206</b>	<b>289,971</b>	<b>224,407,261</b>
<b>Provisions on a collective basis</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



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	Corporates				Government and public sector	Total
	Retail	Real estate	Large	SMEs		
	JD	JD	JD	JD	JD	JD
<b>For the year ended 31 December 2025 (Audited)</b>						
<b>Balance at the beginning of the year</b>	<b>50,607,345</b>	<b>21,917,375</b>	<b>130,103,274</b>	<b>11,948,348</b>	<b>288,536</b>	<b>214,864,878</b>
Expected credit losses on new facilities during the year	1,783,272	1,288,109	5,877,884	139,570	-	9,088,835
Reversed from expected credit losses on settled facilities during the year	(2,765,864)	(9,779,714)	(6,155,098)	(1,188,307)	-	(19,888,983)
The total impact on the provision resulting from the change in classification between stages	2,175,480	259,307	18,974,689	1,358,230	-	22,767,706
Changes resulting from adjustments	174,621	998,503	15,140,273	3,526,926	39,485	19,879,808
Provisions written off and transferred to off balance sheet	(4,517,825)	(6,479,735)	(15,308,746)	(1,042,354)	-	(27,348,660)
<b>Balance at the end of the year</b>	<b>47,457,029</b>	<b>8,203,845</b>	<b>148,632,276</b>	<b>14,742,413</b>	<b>328,021</b>	<b>219,363,584</b>
<b>Re-allocation:</b>						
<b>Provisions on an individual basis</b>	<b>47,457,029</b>	<b>8,203,845</b>	<b>148,632,276</b>	<b>14,742,413</b>	<b>328,021</b>	<b>219,363,584</b>
<b>Provisions on a collective basis</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

- Disclosed above the total provisions recorded against debts calculated on a per customer basis.
- Provisions that were no longer needed as a result of settlements or repayment of debts and transferred against other debts amounted JD 3,092,243 as of 31 March 2026 against JD 19,888,983 as of 31 December 2025.





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**B- Based on stage:**

	Stage 1 Individuals	Stage 2 Individuals	Stage 3	Total
	JD	JD	JD	JD
<b>For the three months ended 31 March 2026 (Reviewed not audited)</b>				
Balance at the beginning of the period	29,427,320	49,326,767	140,609,497	219,363,584
New facilities granted during the period	366,925	2,220	1,188,857	1,558,002
Facilities settled during the period	(284,433)	(34,647)	(2,773,163)	(3,092,243)
Transferred to stage 1	439,204	(439,204)	-	-
Transferred to stage 2	(5,925,104)	6,569,868	(644,764)	-
Transferred to stage 3	(19,703)	(722,927)	742,630	-
The total impact on impairment loss resulting from the change in classification between stages	863,028	663,485	321,748	1,848,261
Changes resulting from adjustments	(565,528)	381,548	1,410,277	1,226,297
Additions from acquisition - Subsidiary	11,266	1,388	4,298,235	4,310,889
Provisions written off and transferred to off balance sheet	-	-	(807,529)	(807,529)
<b>Balance at the end of the period</b>	<b>24,312,975</b>	<b>55,748,498</b>	<b>144,345,788</b>	<b>224,407,261</b>
	Stage 1 Individuals	Stage 2 Individuals	Stage 3	Total
	JD	JD	JD	JD
<b>For the year ended 31 December 2025 (Audited)</b>				
Balance at the beginning of the year	22,129,229	72,253,016	120,482,633	214,864,878
New facilities granted during the year	7,769,441	787,490	531,904	9,088,835
Facilities settled during the year	(791,701)	(13,162,074)	(5,935,208)	(19,888,983)
Transferred to stage 1	1,906,756	(897,592)	(1,009,164)	-
Transferred to stage 2	(1,255,420)	1,833,945	(578,525)	-
Transferred to stage 3	(2,117,166)	(23,537,166)	25,654,332	-
The total impact on impairment loss resulting from the change in classification between stages	(1,631,459)	1,335,506	23,063,659	22,767,706
Changes resulting from adjustments	3,417,640	10,713,642	5,748,526	19,879,808
Provisions written off and transferred to off balance sheet	-	-	(27,348,660)	(27,348,660)
<b>Balance at the end of the year</b>	<b>29,427,320</b>	<b>49,326,767</b>	<b>140,609,497</b>	<b>219,363,584</b>



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**Economic And Geographic Distribution:**

The movement on the direct credit facilities balance according to economic and geographic basis is as follows:

	31 March 2026 (Reviewed no audited)			31 December 2025 (Audited)
	Inside Jordan	Outside Jordan	Total	Total
	JD	JD	JD	JD
Financial	124,752,588	137,046,944	261,799,532	228,458,643
Industrial	201,188,229	28,422,220	229,610,449	270,587,771
Trading	325,233,415	72,718,386	397,951,801	456,134,913
Real estate	196,528,705	32,448,713	228,977,418	221,634,621
Agriculture	23,281,818	-	23,281,818	20,850,030
Shares	5,448,894	-	5,448,894	6,253,803
Individual	213,981,614	79,885,518	293,867,132	293,499,925
Government and public sector	164,735,973	-	164,735,973	170,300,588
Services	310,039,798	52,920,096	362,959,894	389,482,886
Other	-	43,374,193	43,374,193	34,552,164
<b>Total</b>	<b>1,565,191,034</b>	<b>446,816,070</b>	<b>2,012,007,104</b>	<b>2,091,755,344</b>



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## Interest in Suspense

The movement on interest in suspense during the period / year is as follows:

	Retail	Real estate	Corporates		Total
			Large	Small and medium	
	JD	JD	JD	JD	JD
<b>For the three months ended 31 March 2026 (Reviewed not audited)</b>					
Balance at the beginning of the period	7,442,451	906,669	28,359,467	1,262,418	37,971,005
Add: Interest suspended during the period	-	150,172	15,364	-	165,536
Less: Interest transferred to income	(232,082)	(286,211)	(1,103)	(12,857)	(532,253)
The total impact on interest in suspense resulting from the change in classification between stages	944	(55,147)	-	272	(53,931)
The impact on interest in suspense resulting from adjustments	749,276	80,471	1,293,310	93,519	2,216,576
Additions from acquisition - Subsidiary	148,945	-	-	492,867	641,812
Interest in suspense transferred off-the statement of financial position	(352,773)	-	-	-	(352,773)
<b>Balance at the end of the period</b>	<b>7,756,761</b>	<b>795,954</b>	<b>29,667,038</b>	<b>1,836,219</b>	<b>40,055,972</b>
<b>For the year ended on 31 December 2025 (Audited)</b>					
Balance at the beginning of the year	7,853,063	6,208,463	27,200,454	1,397,875	42,659,855
Add: Interest suspended during the year	822,330	804,175	389,962	2,277	2,018,744
Less: Interest transferred to income	(1,104,742)	(697,427)	(34,349)	(192,446)	(2,028,964)
The total impact on interest in suspense resulting from the change in classification between stages	75,636	(10,850)	2,971,651	34,660	3,071,097
The impact on interest in suspense resulting from adjustments	1,129,544	322,243	3,939,946	278,180	5,669,913
Interest in suspense transferred off-the statement of financial position	(1,333,380)	(5,719,935)	(6,108,197)	(258,128)	(13,419,640)
<b>Balance at the end of the year</b>	<b>7,442,451</b>	<b>906,669</b>	<b>28,359,467</b>	<b>1,262,418</b>	<b>37,971,005</b>



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**(9) FINANCIAL ASSETS AT AMORTIZED COST**

The details of this item are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>Financial assets with available market prices:</b>		
Foreign government bills and treasury bonds	79,065,512	89,873,550
<b>Total financial assets with available market price</b>	<b>79,065,512</b>	<b>89,873,550</b>
Expected credit losses against financial assets at amortised cost	(15,141,792)	(15,177,484)
<b>Net financial assets with available market prices</b>	<b>63,923,720</b>	<b>74,696,066</b>
<b>Financial assets with no available market prices:</b>		
Bills and treasury bonds*	1,566,575,941	1,482,648,364
Corporate loans bonds	12,833,600	12,833,600
<b>Total financial assets with no available market prices</b>	<b>1,579,409,541</b>	<b>1,495,481,964</b>
Expected credit losses against financial assets at amortised cost	(4,191,916)	(4,209,884)
<b>Net financial assets with no available market prices</b>	<b>1,575,217,625</b>	<b>1,491,272,080</b>
<b>Total</b>	<b>1,639,141,345</b>	<b>1,565,968,146</b>
<b>Analysis financial bonds:</b>		
With fixed rate	1,651,313,453	1,578,193,914
With floating rate	7,161,600	7,161,600
<b>Total</b>	<b>1,658,475,053</b>	<b>1,585,355,514</b>

- There are no loss or gain resulted from the sale of bonds at amortized cost during the period ended 31 March 2026 and 31 March 2025.

\* Financial assets at amortized cost include government bonds in the amount of JD 100,019,446 as of 31 March 2026 (JD 100,020,798 as of 31 December 2025), held in safe custody with the Central Bank of Jordan at one of the local banks in exchange for a repurchase agreement with the Social Security Investment Fund, noting that the accrued interest and any returns generated from these bonds during the term of the agreement are for the benefit of the Jordan Kuwait Bank.



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**(10) RIGHT OF USE ASSETS AND LEASE LIABILITIES**

**(a) The movement on right of use assets is as follows:**

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>Balance at the beginning of the period / year</b>	13,231,303	11,301,228
Add: new contracts during the period / year	688,644	5,073,739
Add: additions resulting from the acquisition – subsidiary	71,102	-
Less: depreciation during the period / year	813,687	3,143,664
<b>Balance at the end of the period / year</b>	<b>13,177,362</b>	<b>13,231,303</b>

**(b) The movement on lease liabilities is as follows:**

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>Balance at the beginning of the period / year</b>	14,009,090	12,307,675
Add: interest expense during the period / year	249,435	1,131,798
Add: new contracts during the period / year	688,644	5,073,739
Add: additions resulting from the acquisition – subsidiary	71,588	-
Less: Settled liabilities during the period / year	504,021	4,504,122
<b>Balance at the end of the period / year</b>	<b>14,514,736</b>	<b>14,009,090</b>

**(c) Analysis of due payments:**

	<b>For the period ended 31 March 2026</b>	
	<b>1-3 Years</b>	<b>Over 3 Years</b>
	<b>JD</b>	<b>JD</b>
Lease liabilities	1,161,179	13,353,557

The Bank has elected to apply the exemption available under the standard, which is not recognizing right-of-use assets that are short-term and low in value.



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**(11) OTHER ASSETS**

The details of this item are as follows:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
Accrued interest and revenues	50,365,336	57,547,377
Prepaid expenses	13,282,309	7,915,930
Assets seized by the Bank in settlement of debts, net *	121,900,067	127,906,444
Clearing cheques	2,201,582	365,676
Debtors, net	5,273,253	2,972,577
Others	19,569,960	18,818,709
<b>Total</b>	<b>212,592,507</b>	<b>215,526,713</b>

\* According to the regulations of the Central Bank of Jordan, the Bank is required to dispose seized assets in a maximum period of two years from the acquisition date. The Central Bank may approve of an extension up to two years at most in exceptional cases.

- The movement on assets seized by the Bank against due debts during the period / year is as follows:

	<b>Seized real-estate</b>	<b>Other seized assets*</b>	<b>Total</b>
	<b>JD</b>	<b>JD</b>	<b>JD</b>
<b>For the three months ended on 31 March 2026 (Reviewed not audited)</b>			
<b>Balance at the beginning of the period – net</b>	108,194,472	19,711,972	127,906,444
Additions	963,058	-	963,058
Disposals **	(7,599,805)	-	(7,599,805)
Recovered from provision on seized assets	630,370	-	630,370
<b>Balance at the end of the period</b>	<b>102,188,095</b>	<b>19,711,972</b>	<b>121,900,067</b>
<b>For the year ended on 31 December 2025 (Audited)</b>			
<b>Balance at the beginning of the year – net</b>	113,602,650	752,470	114,355,120
Additions	6,455,000	21,207,942	27,662,942
Disposals	(12,995,255)	-	(12,995,255)
Recovered from (provision) on seized assets	1,132,077	(2,248,440)	(1,116,363)
<b>Balance at the end of the year</b>	<b>108,194,472</b>	<b>19,711,972</b>	<b>127,906,444</b>

\* This balance represents seized shares and machinery against due debts.

- The Central Bank of Jordan, pursuant to circular No. 10/3/16234 dated 10 October 2022, canceled all previous circulars that require deducting provisions against seized assets in violation of the provisions of the Banking Law, while maintaining the provisions allocated against real estate to be released upon disposal.

\*\* Losses on sale of seized assets amounted to JD 1,806,665 recorded within other expenses for the period ended 31 March 2026, against gains on sale of seized assets amounted to JD 415,348 for the period ended 31 March 2025, which was recorded within other income.



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**(12) GREEN BONDS**

During the first quarter of the year 2023, the Bank signed an agreement to issue bonds with a total face value of USD 50 million for 5 years with the International Financial Corporation – IFC. The purpose of these bonds is green financing. Below are the details as of:

	<b>Amount</b>	<b>Interest rate</b>
<b><u>31 March 2026 (Reviewed not audited)</u></b>	<b><u>JD</u></b>	<b><u>%</u></b>
Green Bond (1)	2,836,000	<b>5.39%</b>
Green Bond (2)	7,090,000	<b>5.39%</b>
Green Bond (3)	25,524,000	<b>6.94%</b>
	<b><u>35,450,000</u></b>	

- Unpaid accrued interest is recorded within other liabilities.

**(13) INCOME TAX**

**A. Below is the table for the tax rates and national contribution:**

	<b><u>31 March 2026</u></b>	<b><u>31 December 2025</u></b>
	<b><u>(Reviewed not audited)</u></b>	<b><u>(audited)</u></b>
Jordan branches	38%	38%
Cyprus branch	12.5%	12.5%
Subsidiaries in Jordan	21% - 28%	21% - 28%
Bank of Baghdad	15%	15%



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**B. Tax Status**

<b>Branches / subsidiaries</b>	<b>Tax-assessment report submitted up to the end of the year</b>	<b>Final clearance until the end of the year</b>	<b>Payment to the Tax Authorities</b>	<b>Disputed years</b>
Jordan Branches	2024	2020	Accrued tax has been paid	None
Cyprus Branch	2024	2019	Accrued tax has been paid	None
Ejara Finance Leasing Company	2024	2022	Accrued tax has been paid	None
Bank of Baghdad	2024	2023	Accrued tax has been paid	None
United Financial Investments Company	2024	2021	Accrued tax has been paid	None

In the opinion of the management and the tax advisor of the Bank and its subsidiaries, the Bank and its subsidiaries will not have any obligations that exceed the booked provisions.

The necessary documents have been submitted in accordance with the transfer pricing system for income tax purposes for the year 2024.

**C. Income Tax Provision**

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

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
Balance at the beginning of the period / year	17,073,290	38,791,779
Accrued income tax expense for the period / year	889,628	18,928,801
Additions resulting from the acquisition – subsidiary	6,738	-
Income tax paid during the period / year	(535,430)	(40,647,290)
<b>Balance at the end of the period / year</b>	<b>17,434,226</b>	<b>17,073,290</b>

**D. Income Tax Expense**

- The movement on income tax expense during the period / year is as follows:

	<b>For the three months ended on 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Reviewed not audited)</b>
Accrued income tax expense	889,628	6,346,214
Impact of deferred tax	3,797,938	1,429,561
<b>Total</b>	<b>4,687,566</b>	<b>7,775,775</b>





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**(14) OTHER LIABILITIES**

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
Accrued interest payable	20,859,476	20,498,081
Incoming transfers	7,620,199	2,887,448
Accounts payable	2,611,904	1,559,060
Amounts for registering companies - subsidiaries	3,461,118	2,378,675
Obligations for ATM services - subsidiaries	1,665,095	154,267
Accrued expenses	4,724,036	7,152,574
Temporary deposits (A)	18,091,892	12,644,988
Shareholders' deposits	9,747,896	10,214,590
Certified and acceptable checks	12,949,278	15,612,235
Safety boxes insurance	644,121	625,566
Subscription deposits (B)	49,885	52,215
Expected credit losses against indirect facilities - note (21)	14,848,457	14,876,004
Additional provisions - deferred instalments	1,900,000	1,900,000
Other liabilities	15,960,851	11,618,128
<b>Total</b>	<b>115,134,208</b>	<b>102,173,831</b>

(A) This item represents temporary deposits for public shareholding companies and others.

(B) This amount represents proceeds from subscription refunds in public shareholding companies under establishment.

**(15) NET COMMISSION INCOME**

The details of net commission income are as follows:

	<b>For the three months ended on 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Reviewed not audited)</b>
Net direct credit facilities commissions	5,317,387	2,615,805
Net indirect credit facilities commissions	2,832,601	2,767,940
Net bank transfer commissions	4,967,873	22,600,194
Net account management commission	408,958	558,835
Net other commission	1,767,329	4,614,038
Less: Commission expenses	(1,698,675)	(6,475,809)
<b>Total</b>	<b>13,595,473</b>	<b>26,681,003</b>



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**(16) GAIN FROM FOREIGN CURRENCIES**

The details of this item are as follows:

	For the three months ended on 31 March	
	2026	2025
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Results from trading / dealing	4,710,726	20,748,372
Gain resulting from valuation	4,330	1,878
<b>Total</b>	<b>4,715,056</b>	<b>20,750,250</b>

**(17) EARNINGS PER SHARE FROM PROFIT OF THE PERIOD ATTRIBUTABLE TO BANK'S  
SHAREHOLDERS (BASIC AND DILUTED)**

The details of this item are as follows:

	For the three months ended on 31 March	
	2026	2025
	JD	JD
<b>Profit for the period attributable to the Bank's shareholders</b>	<b>19,436,320</b>	<b>25,617,121</b>
	<b>Share</b>	<b>Share</b>
<b>Weighted average number of shares</b>	150,000,000	150,000,000
	<b>JD/ Fils</b>	<b>JD/ Fils</b>
<b>Earnings per share from profit for the period</b>	<b>0.130</b>	<b>0.171</b>

- Basic earnings per share equal to the diluted earnings per share, as the Bank did not issue any financial instruments that may reduce the basic earnings per share.



**(18) CASH AND CASH EQUIVALENTS**

The details of this item are as follows:

	<b>For the three months ended on</b>	
	<b>31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>JD</b>	<b>JD</b>
Cash and balances at Central Banks due within three months	707,416,923	1,097,171,988
Add: Balances at banks and financial institutions due within three months	177,575,650	313,566,994
Less: Banks and financial institutions deposits due within three months	51,124,772	41,904,942
Less: Restricted balances	5,500,309	9,565,554
<b>Balance at the end of the period</b>	<b>828,367,492</b>	<b>1,359,268,486</b>

**(19) BUSINESS SEGMENT INFORMATION**

**1- Information about the Group activities**

The Group is organized, for managerial purposes, into four major segments. These segments are measured according to reports used by the executive management and key decision makers at the Bank. Moreover, the Bank owns two branches at Cyprus and Bank of Baghdad, as well as two subsidiaries specialized in finance leasing, brokerage and financial investments and one of those subsidiaries owns two companies specialized in brokerage and financial advisory services as of the interim condensed consolidated financial statements:

- Retail accounts: Includes handling individual customers' deposits, and providing credit facilities, credit cards and other services.
- Corporate accounts: Includes handling deposits, credit facilities, and other banking services related to corporates' customers.
- Treasury: Includes providing trading and treasury services and the management of the Bank's fund.
- Others: Includes activities not applicable to the definition of the Bank's above-mentioned segment.



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The following is information about the Bank's business distributed according to activities:

	<b>Retail</b>	<b>Corporates</b>	<b>Treasury</b>	<b>Others</b>	<b>Total</b>	
					<b>For the period ended 31 March</b>	
					<b>2026</b>	<b>2025</b>
					<b>JD</b> <b>(Reviewed not audited)</b>	<b>JD</b> <b>(Reviewed not audited)</b>
Gross income	10,944,896	29,562,103	11,308,567	16,883,558	68,699,124	90,001,251
Less: Expected credit losses / released	1,158,357	381,960	(43,028)	-	1,497,289	7,528,459
<b>Results of the segment's business</b>	<b>9,786,539</b>	<b>29,180,143</b>	<b>11,351,595</b>	<b>16,883,558</b>	<b>67,201,835</b>	<b>82,472,792</b>
Less: Expenses not distributed on segments	-	-	-	37,465,160	37,465,160	31,610,721
<b>Profit for the period before income tax</b>	<b>9,786,539</b>	<b>29,180,143</b>	<b>11,351,595</b>	<b>(20,581,602)</b>	<b>29,736,675</b>	<b>50,862,071</b>
Less: Income tax expense for the period	-	-	-	4,687,566	4,687,566	7,775,775
<b>Net income the period</b>	<b>9,786,539</b>	<b>29,180,143</b>	<b>11,351,595</b>	<b>(25,269,168)</b>	<b>25,049,109</b>	<b>43,086,296</b>
<b>Other information</b>						
Capital expenditures				3,824,743	<b>3,824,743</b>	<b>9,488,573</b>
Depreciation and amortization				3,106,570	<b>3,106,570</b>	<b>2,352,454</b>
					<b>Total</b>	
					<b>31 March 2026</b>	<b>31 December 2025</b>
					<b>JD</b>	<b>JD</b>
					<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>Total segment assets</b>	<b>570,396,415</b>	<b>1,441,610,689</b>	<b>2,943,201,721</b>	<b>407,193,115</b>	<b>5,362,401,940</b>	<b>5,460,562,461</b>
<b>Total segment liabilities</b>	<b>1,452,203,302</b>	<b>2,383,683,842</b>	<b>389,662,150</b>	<b>162,100,391</b>	<b>4,387,649,685</b>	<b>4,508,506,629</b>



## 2- Geographical distribution information:

This disclosure represents the geographical distribution of the Bank and its subsidiaries operations, where the Bank performs its operations mainly within Kingdom, as well as its international operations through its branch in Cyprus and Bank of Baghdad (a subsidiary of the Bank).

- The Bank's gross income, assets, and capital expenditures according to the geographical segment is as follows:

	Inside the Kingdom		Outside the Kingdom		Total	
	For the period ended on 31 March		For the period ended on 31 March		For the period ended on 31 March	
	2026	2025	2026	2025	2026	2025
	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Reviewed not audited)
Gross income	41,855,900	37,616,240	26,843,224	52,385,011	68,699,124	90,001,251
Capital expenditures	1,707,194	3,072,649	2,117,549	6,415,924	3,824,743	9,488,573

  

	Inside the Kingdom		Outside the Kingdom		Total	
	31 March 2026	31 December 2025	31 March 2026	31 December 2025	31 March 2026	31 December 2025
	JD	JD	JD	JD	JD	JD
	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)
Total assets	3,819,674,670	3,160,851,056	1,542,727,270	2,299,711,405	5,362,401,940	5,460,562,461



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**(20) TRANSACTIONS WITH RELATED PARTIES**

The Bank engaged in transactions with the subsidiaries, major shareholders', sister companies, board of directors, and executive management within the normal banking practice and according to the normal interest rates and commercial commissions. All the credit facilities granted to related parties are considered acceptable risks and classified as stage 1 as of 31 March 2026.

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

	Sister companies	Board of directors' members	Subsidiaries	Executive managers	Foreign Branches	Others*	Total	
							31 March 2026	31 December 2025
	JD	JD	JD	JD	JD	JD	JD (Reviewed not audited)	JD (Audited)
<b>Interim condensed consolidated statement of financial position</b>								
<b>Items:</b>								
Direct credit facilities	18,363,100	629,929	2,015,378	5,618,048	-	-	26,626,455	32,776,437
Banks and financial institutions' deposits	1,135,098	-	5,025,551	-	142,061,145	-	148,221,794	150,642,422
Customers' deposits	440,880	97,183,538	4,472,244	1,393,282	-	233,073	103,723,017	104,792,203
Deposits from banks and financial institutions	11,786,726	-	691,673	-	161,189,295	259,694	173,927,388	189,771,570
Cash margins	-	-	95,750	11,763	-	24,325	131,838	131,838
Temporary deposits	-	-	131,851	-	-	-	131,851	131,023
Financial assets at fair value through comprehensive income	24,815,000	-	-	-	-	-	24,815,000	66,277,434
Right of use assets	-	170,269	-	-	-	-	170,269	180,923
Lease liabilities	-	232,998	-	-	-	-	232,998	229,023
Financial assets at amortised cost / borrowed funds	-	100,020,798	-	-	-	-	100,020,798	100,020,798
<b>Off Interim condensed consolidated statement of financial position</b>								
<b>Items:</b>								
Letters of guarantee	1,600,250	-	1,954,358	-	-	243,500	3,798,108	3,764,108
Letters of credit	496,300	-	37,901,765	-	-	3,828,600	42,226,665	36,784,289
							<b>For the three months ended 31 March</b>	
							<b>2026</b>	<b>2025</b>
							JD (Reviewed not audited)	JD (Reviewed not audited)
<b>Interim condensed consolidated statement of income items:</b>								
Interest and commissions income **	146,231	2,914	33,862	69,103	1,660,590	-	1,912,700	2,851,237
Interest and commission expense ***	2,540	1,265,346	257,018	14,845	1,767,961	-	3,307,710	3,831,512
Amortisation of right of use assets	-	10,655	-	-	-	-	10,655	10,842
Interest on lease liability	-	3,975	-	-	-	-	3,975	3,977
Management agreement	-	-	643,230	-	-	-	643,230	1,911,286



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- Transactions with subsidiaries and foreign branches are eliminated and are presented only for disclosure purposes.
- Included in the direct credit facilities granted to the members of the Board of Directors and executive management an amount of JD 354,368 which is related to the Board of Directors of Ejara Finance Leasing Company & United Financial Investment Company (subsidiaries) as of 31 March 2026.
- \* Represents companies which the Bank has the right to vote on its Boards of Directors.
- \*\* Interest income rates range from 1.75% to 10%.
- \*\*\* Interest expense rates range from 0.001% to 5.5%.

The Bank is represented by three members on the Board of Directors of the United Financial Investments Company.

The salaries of the Bank's executive management and its subsidiaries amounted to JD 1,164,043 during the three months ended 31 March 2026 against JD 903,751 for the same period of the year 2025.

## **(21) CONTINGENT COMMITMENTS AND LIABILITIES**

The Group had the below contingent liabilities at the date of the interim condensed consolidated financial statements:

	<b>31 March 2026</b>	<b>31 December 2025</b>
	<b>JD</b>	<b>JD</b>
	<b>(Reviewed not audited)</b>	<b>(Audited)</b>
<b>(A) Letters of credits, guarantees and acceptances</b>		
Letters of credit	166,880,489	88,587,905
Guarantees:		
Payment	173,270,034	183,008,953
Performance	151,010,771	187,453,371
Others	12,426,383	-
Acceptances	65,247,114	65,811,624
<b>Total</b>	<b>568,834,791</b>	<b>524,861,853</b>
<b>(B) Other commitments and contingent liabilities</b>		
Unutilised direct credit facilities limits	341,560,805	311,727,010
Unutilised indirect credit facilities limits	164,586,385	159,611,589
<b>Total</b>	<b>506,147,190</b>	<b>471,338,599</b>
<b>Total indirect facilities</b>	<b>1,074,981,981</b>	<b>996,200,452</b>
<b>Provision for expected credit losses</b>	<b>14,848,457</b>	<b>14,876,004</b>
<b>Total indirect facilities – net</b>	<b>1,060,133,524</b>	<b>981,324,448</b>



## **(22) LAWSUITS AGAINST THE BANK**

Legal cases filed against the Bank and its subsidiary (Bank of Baghdad) amounted to JD 22,074,722 as of 31 March 2026, against JD 22,363,691 as of 31 December 2025. In the opinion of the management and the Bank's legal advisor, the Bank will not have obligations that exceed the provision taken against them in the amount of JD 4,111,184 as of 31 March 2026 against JD 3,816,185 as of 31 December 2025.

Legal cases filed against customers of Ejara Finance Leasing Company amounted to JD 267,724 as of 31 March 2026 and 31 December 2025. According to the legal advisor, the Company has no legal obligations related to these lawsuits.

There are no lawsuits filed against the United Company Investments Company as of 31 March 2026 and as of 31 December 2025. According to the legal advisor, the Company has no legal obligations related to these lawsuits.

## **(23) DISTRIBUTED DIVIDENDS**

The General Assembly recommended the distribution of cash dividends to shareholders of 18% of the total paid-in capital and from the voluntary reserve, which is equivalent to JD 27 million for the results of the year 2025. This proposed distribution is subject to the approval of the General Assembly which will be held on 20 April 2026.

The Bank's General Assembly, approved in its meeting held on 28 April 2025, the recommendation of the Board of Directors to distribute cash dividends of 12% equivalent to JD 18 million from the voluntary reserve account.

## **(24) PERPETUAL BONDS**

During the first quarter of the year 2023, perpetual bonds classified as (Additional Tier I Capital) were issued, with a total value of JD 89.01 million. The bond consists of two issuances, the first is a non-public issuance of USD 90 million that is not listed on the Amman Stock Exchange, and the other is a public issuance of JD 25.2 million that was offered for public subscription.

The Jordanian Dinar bonds were issued on 23 June 2023 at an interest rate of 8.50% for the first 24 months, and the interest rate will float later on based on the re-discount rate issued by the Central Bank of Jordan plus a margin of 1.25%, which is calculated every three months. The interest rate was floated effective 23 June 2025.

The US Dollar bonds were issued on 1 June 2023 at an interest rate of 8.50% for the first 24 months, and the interest rate will float later on based on the Secured Overnight Financing Rate (SOFR) published by the Federal Reserve Bank of New York plus a margin of 4.70%, which is calculated every three months. The interest rate was floated effective 1 June 2025.

The aim of the issuance is to support the Bank's expansion plans in the region to diversify its sources of revenue in the coming years.

During the period, interest expense amounting to JD 1,859,810 was recorded as of 31 March 2026 against JD 1,921,598 as of 31 March 2025, which was recorded directly from retained earnings in the interim condensed consolidated statement of changes in equity.





## **(25) STATUTORY AND VOLUNTARY RESERVE**

The Bank did not deduct the statutory reserve according to the Jordanian Companies Law as these are interim financial statements. The deduction is made at the end of the financial year.

## **(26) FAIR VALUE HIERARCHY**

### **A. The Fair Value of Financial Assets and Financial Liabilities of the Bank Specified at Fair Value on an Ongoing Basis:**

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

<b>Financial assets</b>	<b>Fair value 31 March 2026 JD (Reviewed not audited)</b>	<b>Fair value 31 December 2025 JD (Audited)</b>	<b>Fair value level</b>	<b>Valuation method and inputs used</b>	<b>Significant intangible inputs</b>	<b>Relationship between fair value and significant intangible inputs</b>
<b>Financial assets at fair value through profit and loss:</b>						
Listed shares in active market	17,485,718	10,506,537	Level 1	Quoted prices in financial markets	Not applicable	Not applicable
<b>Financial assets at fair value through other comprehensive income:</b>						
Listed shares in active market	33,591,552	31,780,762	Level 1	Quoted prices in financial markets	Not applicable	Not applicable
Unlisted shares in active market	72,638,891	70,671,065	Level 2	Quoted prices in financial markets and comparison of similar financial instruments and discounted dividends model	Not applicable	Not applicable
Listed bonds in active market	68,644,195	75,682,875	Level 1	Quoted prices in financial markets	Not applicable	Not applicable
Unlisted bonds in active market	65,000,000	35,000,000	Level 2	Discounted cash flow	Not applicable	Not applicable
<b>Total</b>	<b>257,360,356</b>	<b>223,641,239</b>				

There were no transfers between level 1 and level 2 during the three months ended 31 March 2026.



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**B. The Fair Value of the Financial Assets and Financial Liabilities of the Bank Non-Specified Fair Value on an Ongoing Basis:**

Except for what is described in the table below, we believe that the carrying amounts of the financial assets and financial liabilities shown in the Bank's interim condensed consolidated financial statements approximate their fair values because the Bank's management believes that the carrying amount of the items below is approximately equivalent to their fair value due to their short-term maturities, or their interest rates are re-priced during the year.

	31 March 2026		31 December 2025		Fair value level
	Book value	Fair value	Book value	Fair value	
	JD (Reviewed not audited)	JD (Reviewed not audited)	JD (Audited)	JD (Audited)	
<b>Financial assets with non-specified fair value:</b>					
Balances at central banks	638,193,894	638,605,475	627,452,963	627,923,235	Level 2
Balances at banks and financial institutions	177,575,650	179,264,509	298,615,320	300,545,008	Level 2
Direct financial facilities, net	2,012,007,104	2,048,534,878	2,091,755,344	2,133,491,938	Level 2
Financial assets at amortised cost, net	1,639,141,345	1,650,878,467	1,565,968,146	1,579,378,969	Level 1&2
<b>Total financial assets with non-specified fair value</b>	<b>4,466,917,993</b>	<b>4,517,283,329</b>	<b>4,583,791,773</b>	<b>4,641,339,150</b>	
<b>Financial liabilities with non-specified fair value</b>					
Banks and financial institutions deposits	63,285,715	64,809,693	72,016,232	73,513,807	Level 2
Customers' deposits	3,563,467,999	3,579,382,776	3,749,922,070	3,765,561,120	Level 2
Cash margin	241,701,355	242,965,646	180,838,129	182,080,516	Level 2
Borrowed funds	304,317,237	306,126,638	306,078,389	307,856,442	Level 2
Green bonds	35,450,000	35,797,028	35,450,000	35,791,016	Level 2
<b>Total financial liabilities with non-specified fair value</b>	<b>4,208,222,306</b>	<b>4,229,081,781</b>	<b>4,344,304,820</b>	<b>4,364,802,901</b>	

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



**(27) SIGNIFICANT EVENTS REQUIRING DISCLOSURE WITH NO FINANCIAL IMPACT**

On 29 October 2025, the Board of Directors of Jordan Kuwait Bank approved proceeding with the acquisition of a controlling stake in FIMBank PLC, a licensed banking institution in Malta. FIMBank PLC has total assets of approximately USD 1.3 billion and total equity of around USD 182 million.

Part of the transaction will be financed through a capital increase of JD 60 million by issuing 30 million new shares, subject to the approval of the relevant regulatory authorities and the General Assembly of shareholders.

The acquisition procedures are expected to be completed by the end of the year 2026.