

الرقم: أت/ 2020/2750
التاريخ: 2020/08/10


السادة/ هيئة الأوراق المالية المحترمين

تحية واحتراماً،،،

الموضوع: البيانات المالية للفترة المنتهية في 30 حزيران 2020

بالإشارة إلى الموضوع أعلاه، نرفق لكم البيانات المالية باللغة الانجليزية للشركة الاولى للتأمين
كما في 2020/06/30 مراجعة من مدقق الحسابات الخارجي حسب الاصول.

وتفضلوا بقبول فائق الاحترام ،،،


إسماعيل المهدي
المدير التنفيذي للمالية

هيئة الأوراق المالية
الدائرة الإدارية / الدوائري
٢٠٢٠ ب ١٠
الرقم المتسلسل ٤٠ ١٣
الجهة المختصة ٤٠ ١٣

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

CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS FOR
THE SIX MONTHS ENDED
JUNE 30, 2020
TOGETHER WITH THE REVIEW REPORT

FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – THE HASHEMITE KINGDOM OF JORDAN
June 30, 2020

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Review Report

AM/ 012534

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

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of First Insurance Company (A Public Shareholding Limited Company) as of June 30, 2020 and the related condensed consolidated interim statements of policyholders revenue and expenses, profit or loss and comprehensive income, for the three-month and six-month period ended June 30, 2020, and condensed consolidated interim statement of changes in owners' equity, changes in policyholders' equity and cash flows for the six-month period ended then, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial information in accordance with International Accounting Standard (34) related to Interim Financial Reporting. Our responsibility is to express a conclusion on these condensed consolidated interim financial information based on our review.

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that the accompanying condensed consolidated interim financial statements are not prepared in accordance with International Accounting Standard No. (34) related to Interim Financial Reporting.

Other Matters

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

Amman – The Hashemite Kingdom of Jordan
July 27, 2020


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

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

<u>ASSETS</u>	<u>Note</u>	June 30, 2020 (Reviewed) JD	December 31, 2019 (Audited) JD
Investments:			
Deposits at banks	4	11,231,126	13,047,653
Financial assets at fair value through other comprehensive income	22	1,230,677	1,357,495
Financial assets at amortized cost	5	6,377,334	6,529,087
Real Estate Investments - net	22	6,743,545	6,769,324
Total Investments		25,582,682	27,703,559
 Cash on hand and at banks	 6	 815,780	 480,791
Checks under collection - net		2,602,600	2,806,965
Receivables - net	7	17,465,912	15,344,549
Re-insurers' receivables - net	8	2,308,016	2,390,730
Deferred tax assets	9/d	789,599	639,626
Property and equipment - net		5,583,598	5,644,450
Intangible assets - net		876,585	939,698
Projects under construction		4,803,201	4,200,149
Other assets		820,121	585,616
TOTAL ASSETS		61,648,094	60,736,133
 <u>LIABILITIES AND POLICYHOLDERS' EQUITY AND OWNERS' EQUITY</u>			
<u>LIABILITIES:</u>			
Unearned contributions reserve - net		8,608,251	8,857,812
Outstanding claims reserve - net		7,448,153	6,154,320
Mathematical reserve - net		194,271	141,316
Total Insurance Contracts Liabilities		16,250,675	15,153,448
 Payables	 10	 2,718,627	 2,998,694
Re-insurers' payables	11	8,490,371	8,391,264
Accrued expenses		82,766	63,659
Various provisions		9,129	58,244
Income tax provision	9/a	339,735	409,181
Deferred tax liabilities		961	934
Other liabilities		1,550,718	567,225
TOTAL LIABILITIES		29,442,982	27,642,649
 <u>POLICYHOLDERS' EQUITY:</u>			
Reserve to cover deficit (contingency provision)	12	-	145,276
Accumulated surplus for policyholders' fund	13	-	-
Al-Qard Al-Hasan granted by owners' equity to cover policyholders' deficit	14	-	-
Total Policyholders' Equity		-	145,276
 <u>OWNERS' EQUITY</u>			
Authorized and paid-up capital	15	28,000,000	28,000,000
Statutory reserve	15	3,276,493	3,276,493
Financial assets valuation reserve - net after tax		(1,969,687)	(1,715,994)
Retained earnings		2,127,709	3,387,709
Profit for the period		770,597	-
Total Owners' Equity - Company's Shareholders		32,205,112	32,948,208
Total Policyholders' and Owners' Equity		32,205,112	33,093,484
TOTAL LIABILITIES AND POLICYHOLDERS' AND OWNERS' EQUITY		61,648,094	60,736,133

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING
REVIEW REPORT.

Chairman of the Board of Directors

Chief Executive Officer

FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF POLICYHOLDERS' REVENUE AND EXPENSES
(REVIEWED NOT AUDITED)

	Note	For the Three-Months Ended		For the Six-Months Ended	
		June 30,		June 30,	
		2020	2019	2020	2019
		JD	JD	JD	JD
<u>Takaful Insurance Activities Revenue</u>					
Gross written contributions		8,541,222	10,432,084	23,195,788	22,625,269
<u>Less: Re-insurers' share</u>		<u>(4,873,552)</u>	<u>(6,144,089)</u>	<u>(13,067,842)</u>	<u>(12,680,057)</u>
Net Earned Contributions from Takaful Operations for Policyholders		3,667,670	4,287,995	10,127,946	9,945,212
Net change in unearned contribution reserve		1,189,145	778,135	249,561	(337,378)
Net change in mathematical reserve		<u>62,132</u>	<u>38,178</u>	<u>(52,955)</u>	<u>(76,953)</u>
Net Earned Contributions from Takaful Insurance for Policyholders		4,918,947	5,104,308	10,324,552	9,530,881
Commissions' revenue		512,422	642,702	1,515,690	1,718,491
Takaful policies issuance fees		371,257	527,717	1,057,952	1,162,788
Policyholders' share of investment income		32,842	62,477	63,242	108,197
<u>Less: Owners' Equity for managing the investment portfolio</u>		<u>(11,495)</u>	<u>(21,867)</u>	<u>(22,135)</u>	<u>(37,869)</u>
Total Revenue from Takaful Insurance for Policyholders'		<u>5,823,973</u>	<u>6,315,337</u>	<u>12,939,301</u>	<u>12,482,488</u>
<u>Claims, Losses and Expenses from Takaful Insurance Operations:</u>					
Paid claims		5,562,700	7,239,595	13,022,896	14,877,165
<u>Less: Recoveries</u>		<u>(556,405)</u>	<u>(361,154)</u>	<u>(997,674)</u>	<u>(717,843)</u>
Re-insurers' share		<u>(2,140,406)</u>	<u>(2,960,761)</u>	<u>(5,075,546)</u>	<u>(6,128,696)</u>
Net Paid Claims from Takaful Insurance Operations		<u>2,865,889</u>	<u>3,917,680</u>	<u>6,949,676</u>	<u>8,030,626</u>
Net change in outstanding claims reserve		535,314	308,440	1,300,535	512,342
Owners' equity share for managing the operations of takaful insurance	16	1,207,962	1,208,009	3,353,931	3,054,374
Excess of loss contributions		157,009	55,071	214,019	98,512
Takaful policies acquisition costs		195,645	235,300	495,797	561,971
Other underwriting expenses		<u>174,506</u>	<u>309,614</u>	<u>581,435</u>	<u>636,403</u>
Net Claims Costs		<u>5,136,325</u>	<u>6,034,114</u>	<u>12,895,393</u>	<u>12,894,228</u>
<u>Less: Policyholders' share of takaful Insurance:</u>					
Expected credit losses	7	300,000	50,000	400,000	100,000
Depreciation and amortization		18,975	18,925	37,951	37,639
Other expenses		<u>87,835</u>	<u>34,576</u>	<u>154,229</u>	<u>57,043</u>
Total Policyholders' share From Al-Takaful Insurance Operations		<u>406,810</u>	<u>103,501</u>	<u>592,180</u>	<u>194,682</u>
(Deficit) in Policyholders' before Tax		280,838	177,722	(548,272)	(606,422)
<u>Add: Income tax for the period</u>	9/b	<u>(73,824)</u>	<u>(65,458)</u>	<u>142,100</u>	<u>261,091</u>
(Deficit) in Policyholders' from Takaful Insurance Operations		<u>207,014</u>	<u>112,264</u>	<u>(406,172)</u>	<u>(345,331)</u>

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INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE REVIEW REPORT.

Chairman of the Board of Directors

Chief Executive Officer

FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS
(REVIEWED NOT AUDITED)

	Notes	For the Three Months		For the Six Months	
		Ended June 30,		Ended June 30,	
		2020	2019	2020	2019
		JD	JD	JD	JD
Owners' Equity Revenue from Al-Takaful insurance activities					
Owners' Equity share of takaful insurance operations management	16	1,207,962	1,208,009	3,353,931	3,054,374
Owners' Equity share of investment income		77,493	143,004	219,215	262,204
Owners' Equity share of financial assets and investments income		144,147	159,759	250,787	339,589
Owners' Equity share for managing the investments portfolio		11,495	21,867	22,135	37,869
Other income		1,621	22,240	1,621	35,124
Total Owners' Equity Revenues from Takaful Insurance Operations		1,442,718	1,554,879	3,847,689	3,729,160
<u>Claims, losses and Expenses from General Insurance Activities:</u>					
Paid claims		-	20,832	84,796	39,647
<u>Less:</u> Recoveries		-	(37,943)	-	(60,237)
Reinsurers' share		(11,482)	(99)	(79,571)	(99)
Net paid claims		(11,482)	(17,210)	5,225	(20,689)
Net change in claims reserve		10,005	(17,498)	(6,702)	(22,898)
Net Deficit Claims from General Insurance		(1,477)	(34,708)	(1,477)	(43,587)
Employees' expenses		852,951	892,077	1,739,235	1,738,742
General and administrative expenses		356,021	349,270	648,347	727,517
Al Qard Al Hassan granted to policyholders' expense		(207,014)	(112,264)	260,896	202,047
Depreciation and amortization		47,929	37,605	124,954	73,833
Total Expenses		1,048,410	1,131,980	2,771,955	2,698,552
Income for the period before income tax		394,308	422,899	1,075,734	1,030,608
<u>Less:</u> Income Tax Expense for the period	9/b	(23,416)	(134,267)	(305,137)	(156,148)
Income for the period		370,892	288,632	770,597	874,460
Earnings per share for the period-(basic & diluted)	17	0/013	0/010	0/028	0/031

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Chairman of the Board of Directors

Chief Executive Officer

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

	For the Three-Months		For the Six-Months	
	Ended June 30,		Ended June 30,	
	2020	2019	2020	2019
	JD	JD	JD	JD
Income for the period	370,892	288,632	770,597	874,460
<u>Add:</u> Other comprehensive income items after tax that hasn't been transferred				
to the profit or loss statement in subsequent periods:				
Owners' Equity share from the change in fair value of financial assets at				
fair value through other comprehensive income	(2,007)	260,158	(253,693)	436,683
(Loss) on sale of financial assets at fair value through other				
comprehensive income	-	(281,632)	-	(639,178)
Total Comprehensive Income for the Period	<u>368,885</u>	<u>267,158</u>	<u>516,904</u>	<u>671,965</u>

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FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN OWNERS' EQUITY
(REVIEWED NOT AUDITED)

	Financial Assets				Income for	Net Owners'
	Paid-up	Statutory	Valuation	Retained	the Period	Equity
	Capital	Reserve	Reserve	Earnings *		
	JD	JD	JD	JD	JD	JD
<u>For the Six Months Ended June 30, 2020</u>						
Balance at the beginning of the period	28,000,000	3,276,493	(1,715,994)	3,387,709	-	32,948,208
Total comprehensive income for the period	-	-	(253,693)	-	770,597	516,904
Distributed Dividend **	-	-	-	(1,260,000)	-	(1,260,000)
Balance at the end of the period	28,000,000	3,276,493	(1,969,687)	2,127,709	770,597	32,205,112
<u>For the Six Months Ended June 30, 2019</u>						
Balance at the beginning of the period	28,000,000	3,010,963	(1,874,622)	3,549,146	-	32,685,487
Total comprehensive income for the period	-	-	436,683	(639,178)	874,460	671,965
Distributed Dividend **	-	-	-	(1,540,000)	-	(1,540,000)
Balance at the end of the period	28,000,000	3,010,963	(1,437,939)	1,369,968	874,460	31,817,452

* An amount equivalent to the negative financial assets valuation reserve, as of June 30, 2020 is restricted from the retained earnings according

to Jordan Securities Commission.

** Under the decision of the general assembly at its meeting held on June 8, 2020, a cash dividends were distributed to the shareholder at a percentage of 4.5% of paid up capital for the year 2019 with an amount of JD 1,260,000. (JD 1,540,000 dinar with a percentage of 5% from paid up capital for the year of 2018).

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

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN POLICYHOLDERS' EQUITY

(REVIEWED NOT AUDITED)

	Reserve to Cover Deficit (Contingencies provision)	Accumulated Deficit Realized	JD	JD	Qard Hasan from Owners' Equity to Cover the Policyholders' Deficit	JD	Net Policyholders' Equity	JD
<u>For the Six Month Ended June 30, 2020</u>								
Balance at the beginning of the period	145,276	-	-	-	-	-	145,276	
(Deficit) in Policyholders' for the period	-	(406,172)	-	-	-	-	(406,172)	
Transfers from reserve to cover the deficit (contingency provision)	-	-	-	-	-	-	-	
Al Qard Al Hasan granted by owners' equity to cover policyholders deficit	-	260,896	-	-	260,896	-	521,792	
Transfers to Policyholders Deficit	(145,276)	145,276	-	-	(260,896)	-	(260,896)	
Balance at the End of the Period	-	-	-	-	-	-	-	
<u>For the Six Month Ended June 30, 2019</u>								
Balance at the beginning of the period	143,284	-	-	-	-	-	143,284	
(Deficit) in Policyholders' for the period	-	(345,331)	-	-	-	-	(345,331)	
Transfers from reserve to cover the deficit (contingency provision)	(143,284)	-	-	-	143,284	-	-	
Al Qard Al Hasan granted by owners' equity to cover policyholders deficit	-	-	-	-	202,047	-	202,047	
Transfers to Policyholders Deficit	-	345,331	-	-	(345,331)	-	-	
Balance at the End of the Period	-	-	-	-	-	-	-	

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

	Note	For the Six Months Ended June 30,	
		2020	2019
		JD	JD
CASH FLOWS FROM OPERATING ACTIVITIES:			
Income for the period before tax		527,462	424,186
Adjustments:			
Depreciation and amortization		162,905	111,472
Expected Credit Losses	7	400,000	100,000
Net change in unearned contributions reserve		(249,561)	337,378
Net change in outstanding claims reserve		1,293,833	489,444
Net change in mathematical reserve		52,955	76,953
Dividends income from financial assets at fair value through other comprehensive income		(36,735)	(93,082)
Returns from sukuk		(136,651)	(146,041)
Provision against Al Qard Al Hasan granted to policyholders	14	260,896	202,047
Net Cash Flows from Operating Activities before Changes in Working Capital		2,275,104	1,502,357
Decrease (increase) in checks under collection		204,365	(194,134)
(Increase) in accounts receivable		(2,521,363)	(2,365,876)
Decrease (increase) in re-insurers' receivables		82,714	(643,301)
(Increase) in other assets		(292,658)	(35,941)
(Decrease) increase in accounts payable		(280,067)	1,333,306
Increase (decrease) in re-insurance payable		99,107	(565,169)
Increase (decrease) in accrued expenses		19,107	(19,103)
(Decrease) increase in other liabilities		(123,512)	217,025
(Decrease) in various provisions		(49,115)	(41,658)
Net Cash Flows (used in) Operating Activities before Income Tax Paid and End of Service Provision		(586,318)	(812,494)
Income tax paid	9/a	(379,318)	(41,076)
Net Cash Flows (used in) Operating Activities		(965,636)	(853,570)
CASH FLOWS FROM INVESTING ACTIVITIES:			
(Decrease) in deposits at banks		(3,779,524)	(376,289)
Proceeds of dividends from financial assets at fair value through comprehensive income		36,735	93,082
Change in property & equipment, intangible assets and projects under construction		(641,992)	(1,336,180)
Proceeds from sale of financial assets at fair value through comprehensive income		-	576,587
(Purchase) of Financial assets at fair value through comprehensive Income		(129,987)	-
Change in investment property		25,779	25,637
Proceeds from sale and maturity of Sukuk		151,753	438,410
(Purchase) of Sukuk		-	(356,597)
Proceeds from Sukuk returns		136,651	146,041
Net Cash Flows (used in) Investing Activities		(4,200,585)	(789,309)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Cash Dividends		(152,995)	(1,428,330)
Net Cash (used in) financing activities		(152,995)	(1,428,330)
Net (decrease) in Cash and Cash Equivalent		(5,319,216)	(3,071,209)
Cash and cash equivalent at the beginning of the year		10,145,079	9,043,753
Cash and Cash Equivalent at the End of the period	18	4,825,863	5,972,544
Non-Cash Transactions			
Unpaid Dividends		1,107,005	111,670

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 INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
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FIRST INSURANCE COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

ABUHAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF UNDERWRITING REVENUES FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Audited not audited)

	Motor		Marine		Aviation		Fire and Other Domestic to Properties		Liability		Medical		Other Emblems		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Written Contributions:																
Direct operations	6,030,268	5,749,530	475,281	559,561	283,658	208,337	2,495,734	1,807,316	313,651	277,792	9,822,503	9,822,503	203,941	286,836	10,551,530	10,710,875
Inward voluntary re-insurers	1,223,151	1,205,885	2,873	4,260	292,212	252,754	695,603	521,257	113	101	-	-	7,957	8,511	2,148,303	2,398,826
Gross Written Contributions	7,253,409	7,055,376	478,155	563,821	585,870	461,091	3,191,337	2,328,573	313,764	277,893	9,822,503	9,822,503	211,898	295,347	12,700,433	13,109,701
Less: Local re-insurers' share	1,353,354	1,444,352	2,404	7,172	-	18,377	902,715	980,482	4,513	1,552	-	-	5,710	11,311	2,308,066	2,463,246
Foreign re-insurers' share	8,912	2,224	476,818	531,897	588,870	442,704	2,098,655	1,572,240	391,750	255,031	5,153,453	5,153,453	163,185	218,639	9,944,698	9,883,157
Net Written Contributions	5,863,223	5,608,800	48,933	33,752	-	-	99,889	74,561	7,251	22,259	3,439,254	3,439,254	47,902	65,197	9,556,927	9,464,301
Add: Beginning of the period																
Unearned Contributions: reserve	6,152,684	5,407,391	391,639	235,127	215,679	123,905	4,279,418	4,504,135	77,053	280,595	7,882,625	8,043,241	1,205,312	1,130,467	20,284,458	20,193,455
Less: Re-insurers' share	785,435	731,070	265,697	224,017	215,679	123,905	4,279,418	4,504,135	77,053	280,595	7,882,625	8,043,241	1,205,312	1,130,467	20,284,458	20,193,455
Net Unearned Contributions Reserve at the beginning of the period	5,367,249	4,676,321	125,942	111,110	-	-	-	-	-	-	-	-	-	-	-	-
Less: Balance at the end of the period																
Unearned Contributions: reserve	6,464,609	6,102,552	256,597	235,003	547,994	426,328	3,290,361	3,426,119	242,114	224,572	6,170,330	6,666,424	513,573	524,782	19,462,788	19,736,240
Re-insurers' share	1,132,431	1,230,413	235,524	235,145	547,994	426,328	3,290,361	3,426,119	242,114	224,572	6,170,330	6,666,424	513,573	524,782	19,462,788	19,736,240
Net Unearned Contributions Reserve at the end of the period	5,332,178	4,872,139	32,073	10,858	-	-	-	-	-	-	-	-	-	-	-	-
Net Revenue Earned from Underwriting Contributions	5,801,305	5,342,382	46,353	44,914	2,073	2,073	72,387	74,431	2,073	2,073	3,439,254	3,439,254	108,100	98,669	9,756,458	9,126,922

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING AUDIT REPORT.

FIRST INSURANCE COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PAID CLAIMS COST FOR GENERAL TRIAXIAL INSURANCE ACTIVITIES FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Restated not audited)

	Half		Medical		Aviation		Liability		Medical		Other Branches		Total
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	
Paid claims	5,095,969	6,107,754	34,276	38,030	-	-	97,479	700,402	55,485	12,096	6,409,878	7,450,741	14,583,625
Less: Recoveries	834,722	892,854	-	-	-	-	4,052	25,640	2,250	(400)	155,601	39	717,843
Local re-insurers' share	228,214	498,774	-	-	-	-	3,037	46,713	-	-	-	231,271	596,487
Foreign re-insurers' share	28,249	-	31,424	34,954	-	-	89,511	647,679	51,880	10,681	3,713,577	27,217	3,800,438
Net Paid Claims	3,955,784	4,916,926	2,576	4,056	-	-	449	(19,430)	(2,795)	1,815	2,735,700	2,663,653	7,889,702
Add: Outstanding claims Reserve at the end of the period	7,955,254	6,327,690	617,735	129,610	-	-	598,217	309,136	110,400	83,382	772,446	471,003	10,525,437
Inclosed and reported	1,550,000	1,400,000	7,500	7,500	-	-	17,500	17,500	7,500	7,500	906,239	8,500	2,455,494
Inclosed but not reported (IBNR)	1,159,389	1,163,752	608,592	118,278	-	-	576,145	289,030	91,220	76,099	902,473	435,773	3,775,292
Less: Re-insurers' share	2,058,585	954,349	-	-	-	-	-	-	-	-	-	-	964,349
Recoveries on incurred but not reported claims (IBNR)	6,397,139	5,892,397	16,643	17,832	-	-	39,672	37,606	35,880	14,732	634,469	42,720	7,116,652
Net Outstanding Claims Reserve at the end of the period	6,563,666	5,600,063	201,920	114,467	30,000.00	-	308,410	1,001,775	339,497	60,014	662,053	478,468	8,345,590
Less: Outstanding Claims Reserve at the beginning of the period	1,500,000	1,400,000	7,500	7,500	-	-	17,500	17,500	7,500	7,500	812,804	8,500	2,395,910
Inclosed and reported	1,025,203	1,059,559	190,553	105,214	30,000.00	-	288,813	984,791	324,450	51,389	877,897	189,159	2,927,095
Less: Re-insurers' share	1,839,604	851,654	-	-	-	-	500,000	-	-	-	-	50	651,654
Recoveries	5,198,859	5,288,850	18,867	16,751	-	-	35,527	34,484	22,547	16,125	598,260	57,495	5,874,276
Net Outstanding Claims Reserve at the beginning of the period	3,118,084	5,227,673	750	5,145	-	-	4,574	(16,289)	698	483	2,772,409	3,084,934	7,808,185
Net Paid Claims Cost													8,339,600

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THREE INSURANCE COMPANY

(A PUBLIC SUBSIDIARY OF THE JORDANIAN INSURANCE COMPANY)

AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF UNDERWRITING PROFIT (LOSS) FOR GENERAL TABA'AL INSURANCE ACTIVITIES FOR SIX MONTHS ENDING JUNE 30, 2020 AND 2019

(Audited and not audited)

	Motor		Marine		Aviation		Fire and Other Damages to Properties		Liability		Medical		Other Branches		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Net revenue earned from underwriting contributions	5,901,305	5,242,982	46,353	44,344	-	-	72,387	72,431	2,872	31,603	3,625,180	3,646,235	103,190	96,668	9,756,488	9,126,923
Less: Net and claims cost	5,118,084	5,227,673	750	5,145	-	-	4,324	(16,308)	698	482	2,772,409	3,084,934	11,720	26,072	7,908,185	8,228,600
Add: Received commissions	24,284	24,501	154,414	151,872	19,255	9,511	390,689	345,220	138,761	109,749	665,941	682,729	48,489	54,221	1,431,753	1,377,883
Insurance policies (taba'al) insurance fees	506,918	542,339	13,037	46,565	7,977	2,083	85,441	56,116	5,211	4,846	359,219	382,246	25,641	44,237	982,534	1,078,552
Revenues from investments related to underwriting accounts	12,872	21,975	847	1,370	1,033	1,455	5,456	8,171	461	864	15,573	39,524	480	213	36,862	65,674
Total Revenue	1,372,195	684,841	212,901	240,655	29,255	13,049	573,839	498,265	138,718	116,579	1,895,804	1,855,800	172,890	171,431	4,299,452	3,570,362
Less: Insurance policies (taba'al) insurance cost fees	215,217	230,116	9,659	14,583	-	-	34,462	33,570	35,459	32,395	129,252	135,781	4,691	3,461	482,720	451,052
Excess of fees contributions	169,769	59,683	-	-	-	-	33,750	38,629	-	-	-	-	-	-	214,019	99,512
Owners' equity share from (taba'al) management operations	1,400,426	870,731	98,712	101,291	17,329	957	261,735	309,815	43,158	30,236	1,397,217	1,433,960	33,789	43,465	9,092,446	2,866,850
Other expenses	108,848	33,532	7,437	6,866	2,072	1,351	23,859	25,339	4,097	8,574	280,683	266,807	6,450	24,276	433,592	446,336
Total Expenses	1,612,389	1,357,062	115,869	123,246	19,395	2,311	473,238	407,412	83,624	79,695	1,816,192	1,855,818	44,899	71,897	4,168,697	3,803,792
Underwriting (Loss) Profit	(240,193)	(672,221)	97,032	116,810	8,659	10,738	55,351	50,893	55,084	36,884	77,412	1,072	127,181	93,434	130,755	(283,360)

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM AND WITH THE ACCOMPANYING AUDIT REPORT.

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

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CONTRIBUTION REVENUE FOR LIFE INSURANCE ACTIVITIES

FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Reviewed not audited)

	<u>2020</u>	<u>2019</u>
	JD	JD
Written Contributions		
Direct Business	<u>2,395,357</u>	<u>1,514,565</u>
Total Contributions	2,395,357	1,514,565
<u>Less: Re-insurers' Premiums - outside</u>	<u>1,774,338</u>	<u>1,033,654</u>
Net Written Contributions	<u>621,019</u>	<u>480,911</u>
<u>Add: Unearned contributions reserve at the beginning of the period</u>	315,078	245,382
<u>Less: Re-insurers' share</u>	<u>173,762</u>	<u>111,147</u>
Net Unearned contributions reserve Provision at the beginning of the period	<u>141,316</u>	<u>134,235</u>
<u>Less: Unearned contributions reserve at the end of the period</u>	596,471	668,159
<u>Less: Re-insurers' share</u>	<u>402,200</u>	<u>456,971</u>
Net Unearned contributions reserve at the end of the period	<u>194,271</u>	<u>211,188</u>
Net Earned Revenue from Written Contributions	<u><u>568,064</u></u>	<u><u>403,958</u></u>

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ
WITH THE ACCOMPANYING AUDIT REPORT.

FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF PAID CLAIMS COST FOR LIFE INSURANCE ACTIVITIES
FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(Reviewed not audited)

	Life	
	2020	2019
	JD	JD
Paid Claims	1,119,866	523,540
<u>Less:</u> Foreign re-insurers' share	<u>893,837</u>	<u>379,616</u>
Net Paid Claims	226,029	143,924
<u>Add:</u> Outstanding claims Reserve at the end of the period	<u>1,372,640</u>	<u>567,906</u>
<u>Less:</u> Re-insurers' share	<u>1,095,609</u>	<u>425,161</u>
Net Outstanding Claims Resereve at the end of the period	<u>277,031</u>	<u>142,745</u>
 <u>Less:</u> Outstanding claims Reserve - beginning of the period	 <u>757,893</u>	 <u>276,791</u>
<u>Less:</u> Re-insurers' share	<u>596,859</u>	<u>204,490</u>
Net Outstanding Claims Reserve - beginning of the period	<u>161,034</u>	<u>72,301</u>
Net Claims Paid Cost	<u><u>342,026</u></u>	<u><u>214,368</u></u>

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF
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 WITH THE ACCOMPANYING AUDIT REPORT.

FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF UNDERWRITING PROFIT (LOSS) FOR LIFE
INSURANCE ACTIVITIES
FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(Reviewed not audited)

	<u>Life</u>	
	<u>2020</u>	<u>2019</u>
	<u>JD</u>	<u>JD</u>
Net earned revenue from written contributions	568,064	403,958
<u>Less:</u> Net claims paid cost	342,026	214,368
<u>Add:</u> Received commissions	83,937	140,628
Insurance policies takaful issuance fees	75,418	84,236
Revenue from investment related to underwriting accounts	<u>4,245</u>	<u>4,704</u>
Total Revenue	<u>389,638</u>	<u>419,158</u>
 <u>Less:</u> Commssions paid	 67,077	 110,919
Owners' equity share from Takaful operations management	261,485	247,524
Other expenses for underwriting	<u>147,933</u>	<u>190,065</u>
Total Expenses	<u>476,495</u>	<u>548,508</u>
(Loss) Underwriting	<u>(86,857)</u>	<u>(129,350)</u>

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF
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FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF UNDERWRITING REVENUE FOR GENERAL INSURANCE ACTIVITIES FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Reviewed not audited)

	Motor		Marine		Fire and Other Damages to Properties		Liability		Medical		Other Branches		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Written premiums	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan	Jordan
Direct operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Inward voluntary re-insurers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Gross written premium	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Local re-insurance premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign re-insurance premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net earned premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Add: Balance at the beginning of the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unearned premiums reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Re-insurers' share	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net unearned premiums reserve at the beginning of the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Balance at the end of the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unearned premiums reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Re-insurers' share	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net unearned premiums reserve at the end of the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Revenues from Written Premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-

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

CONSOLIDATED STATEMENT OF CLAIMS COST FOR GENERAL INSURANCE ACTIVITIES FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Reviewed not audited)

	Motor		Marine		Fire and Other Damages to Properties		Liability		Medical		Other Branches		Total	
	2019		2020		2019		2020		2019		2020		2019	
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Paid claims	-	32,281	-	84,796	-	1,966	-	-	-	-	-	84,796	34,247	34,247
Less: Recoveries	-	28,864	-	-	-	31,373	-	-	-	-	-	-	60,237	60,237
Local re-insurers' share	-	-	-	-	-	99	-	-	-	-	-	-	99	99
Foreign re-insurers' share	-	-	-	79,571	-	-	-	-	-	-	-	-	79,571	-
Net Paid claims	-	3,417	-	5,225	-	(29,506)	-	-	-	-	-	-	5,225	(26,089)
Add: Outstanding claims Reserve at the end of the period	23,272	50,772	-	81,650	17,642	53,427	61,316	57,028	-	-	-	8,500	102,230	251,377
Incurred and reported	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Incurred but not reported (IBNR)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Re-insurers' share	-	-	-	76,943	16,596	50,052	40,240	28,993	-	-	-	6,375	56,836	162,363
Net Outstanding Claims Reserve at the end of the period	23,272	50,772	-	4,707	1,046	3,375	21,076	28,035	-	-	-	2,125	45,394	89,014
Less: Outstanding claims Reserve at the beginning of the period	10,772	50,772	60,000	71,923	26,541	55,246	59,251	59,531	-	-	8,500	8,700	165,064	246,172
Incurred and reported	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Incurred but not reported (IBNR)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Reinsurers' share at the beginning of the period	-	-	56,375	67,702	10,150	51,649	40,068	8,374	-	-	6,375	6,535	112,968	134,260
Net Outstanding Claims Reserve at the beginning of the period	10,772	50,772	3,625	4,221	16,391	3,597	19,183	51,157	-	-	2,125	2,165	52,086	111,912
Net Cost of Claims	12,500	3,417	1,600	486	(15,345)	(29,728)	1,893	(23,122)	-	-	(2,125)	(40)	(1,477)	(48,987)

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FIRST INSURANCE COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF UNDERWRITING PROFIT (LOSS) FOR GENERAL INSURANCE ACTIVITIES FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Reviewed not audited)

	Motor		Marine		Fire and Damages Other for Properties		Liability		Medical		Other Branches		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Net revenue from the written premiums	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Net paid claims cost	12,500	3,417	1,600	486	(15,345)	(29,728)	1,893	(23,122)	-	-	(2,125)	(40)	(1,477)	(48,987)
Add: Received Commissions	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Insurance service allowance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue	(12,500)	(3,417)	(1,600)	(486)	15,345	29,728	(1,893)	23,122	-	-	2,125	40	1,477	48,987
Less: Policies acquisition costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative related to underwriting accounts	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenses related to underwriting	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Underwritten Profit	(12,500)	(3,417)	(1,600)	(486)	15,345	29,728	(1,893)	23,122	-	-	2,125	40	1,477	48,987

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FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF WRITTEN REVENUE FOR LIFE INSURANCE ACTIVITIES
FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019
(Reviewed not audited)

	Life	
	2020	2019
	JD	JD
Written premiums		
Direct operation	-	-
Voluntary re-insurers	-	-
Gross written premium	-	-
<u>Less: Local re-insurance premiums</u>	-	-
Foreign re-insurance premiums	-	-
Net earned premiums	-	-
 <u>Add: Mathematical reserve at the beginning of the period</u>	-	-
<u>Less: Reinsurers' share</u>	-	-
Net Mathematical reserve at the beginning of the period	-	-
 <u>Less: Mathematical reserve at the end of the period</u>	-	-
<u>Less: Reinsurers' share</u>	-	-
Net mathematical reserve at the end of the period	-	-
Net Revenues from Written Premiums	-	-

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FIRST INSURANCE COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CLAIMS COST FOR LIFE INSURANCE ACTIVITIES

FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Reviewed not audited)

	Life	
	2020	2019
	JD	JD
Paid Claims	-	5,400
<u>Less:</u> Local re-insurers' share	-	-
Foreign re-insurers' share	-	-
Net Paid Claims	-	5,400
<u>Add:</u> Outstanding claims reserve at the end of the period	16,877	16,877
<u>Less:</u> Re-insurers' share	7,802	7,802
Net Outstanding claims reserve at the end of the period	9,075	9,075
<u>Less:</u> Outstanding claims reserve at the beginning of the period	16,877	16,877
<u>Less:</u> Re-insurers' share	7,802	7,802
Net Outstanding claims reserve at the beginning of the period	9,075	9,075
Net Claims Cost	-	5,400

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FIRST INSURANCE COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CONTRIBUTION PROFIT FOR LIFE INSURANCE

ACTIVITIES - GENERAL INSURANCE

FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

(Reviewed not audited)

	Life	
	2020	2019
	JD	JD
Net revenue from written premiums	-	-
<u>Less:</u> Net paid claims cost	-	5,400
<u>Add:</u> Received commissions	-	-
Insurance policies issuance fees	-	-
Total Revenue	-	(5,400)
<u>Less:</u> Paid commissions	-	-
Administrative related to underwriting accounts	-	-
Total Expenses	-	-
Underwritten (Loss)		(5,400)

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ
WITH THE ACCOMPANYING AUDIT REPORT.

FIRST INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION FOR THE LIFE
INSURANCE BRANCH FOR THE SIX MONTHS ENDED JUNE 30, 2020 AND 2019

	June 30, 2020 (Reviewed)	December 31, 2019 (Audited)
	JD	JD
<u>ASSETS</u>		
Deposits at banks	400,000	400,000
Total Investments	400,000	400,000
Receivables - net	576,284	475,742
TOTAL ASSETS	<u>976,284</u>	<u>875,742</u>
<u>LIABILITIES AND HEAD OFFICE'S EQUITY</u>		
<u>LIABILITIES:</u>		
Mathematical reserve -net	194,271	141,316
Claims reserve - net	286,106	170,109
Total Technical Reserves	480,377	311,425
TOTAL LIABILITIES	<u>480,377</u>	<u>311,425</u>
<u>Head Office's Equity</u>		
Head Office's current account	290,459	272,012
Retained earnings	205,448	292,305
Total Head Office's Equity	495,907	564,317
TOTAL LIABILITIES AND HEAD OFFICE'S EQUITY	<u>976,284</u>	<u>875,742</u>

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

1. General

- a. First Insurance Company (the "Company") was established on December 28, 2006 and registered as a public shareholding limited company under license No. (424) with an authorized paid-up capital of JD 24 million of a par value of JD 1 per share.

On April 2, 2015, First Insurance Company acquired a percentage of 76.25% of the Yarmouk Insurance Company's capital (a Public Shareholding Limited Company), on November 2, 2015 a final approval took place on the merger between the Yarmouk Insurance Company and the First Insurance Company and the result of the merger will be the First Insurance Company with an authorized and paid up capital of JD 28 million at 1 JD per share.

- b. The accompanying condensed consolidated interim financial statements were approved by the Board of Directors on July 27, 2020.

2. Basis of preparation

a. Basis of preparation of the Condensed Consolidated Interim Financial Statements.

- The accompanying condensed consolidated interim financial information and its subsidiary have been prepared in accordance with International Accounting Standard IAS (34) relating to Interim Financial Reporting.
- The condensed consolidated interim financial information are stated in Jordanian Dinar. Which represents the functional currency for the Company and its subsidiaries.
- The consolidated condensed interim financial information are prepared in accordance with the historical cost except for the financial assets and financial liabilities, which are presented at their fair value as of the condensed consolidated interim financial information date.
- The condensed consolidated interim financial information do not include all information and disclosures required for the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read with the Company's annual report for the year ended December 31, 2019. Moreover, the results of operations for the six-months period ended June 30, 2020 do not necessarily provide an indication of the apportionment results of operations for the year ending December 31, 2020. No apportion occurred on the profit of the period ended June 30, 2020 which is performed at the end of the financial year.

The accounting policies adopted in preparing the condensed consolidated interim financial information are consistent with those applied in the year ended December 31, 2019 except for the effect of the adoption of the new and revised standards which are applied on current periods as follow:

a. Amendments to IAS 1 and IAS 8 and related to definition of materiality

The amendments are intended to make the definition of material in IAS 1 easier to understand and are not intended to alter the underlying concept of materiality in IFRS Standards. The concept of 'obscuring' material information with immaterial information has been included as part of the new definition.

The threshold for materiality influencing users has been changed from 'could influence' to 'could reasonably be expected to influence'.

The definition of material in IAS 8 has been replaced by a reference to the definition of material in IAS 1. In addition, the IASB amended other Standards and the Conceptual Framework that contain a definition of material or refer to the term 'material' to ensure consistency.

The amendments are applied prospectively for annual periods beginning on or after January 1, 2020, with earlier application permitted.

Amendments to IFRS 3 and related to definition of a business

The amendments clarify that while businesses usually have outputs, outputs are not required for an integrated set of activities and assets to qualify as a business. To be considered a business an acquired set of activities and assets must include, at a minimum, an input and a substantive process that together significantly contribute to the ability to create outputs.

Additional guidance is provided that helps to determine whether a substantive process has been acquired.

The amendments introduce an optional concentration test that permits a simplified assessment of whether an acquired set of activities and assets is not a business. Under the optional concentration test, the acquired set of activities and assets is not a business if substantially all of the fair value of the gross assets acquired is concentrated in a single identifiable asset or group of similar assets.

The amendments are applied prospectively to all business combinations and asset acquisitions for which the acquisition date is on or after the first annual reporting period beginning on or after January 1, 2020,

Amendments to References to the Conceptual Framework in IFRS Standards

Together with the revised Conceptual Framework, which became effective upon publication on 29 March 2018, the IASB has also issued Amendments to References to the Conceptual Framework in IFRS Standards. The document contains amendments to IFRS 2, IFRS 3, IFRS 6, IFRS 14, IAS 1, IAS 8, IAS 34, IAS 38, IFRIC 12, IFRIC 19, IFRIC 20, IFRIC 22, and SIC 32.

Not all amendments, however, update those pronouncements with regard to references to and quotes from the framework so that they refer to the revised Conceptual Framework. Some pronouncements are only updated to indicate which version of the Framework they are referencing to (the IASC Framework adopted by the IASB in 2001, the IASB Framework of 2010, or the new revised Conceptual Framework of 2018) or to indicate that definitions in the standard have not been updated with the new definitions developed in the revised Conceptual Framework.

The amendments, where they actually are updates, are effective for annual periods beginning on or after January 1, 2020, with early application permitted.

b. Basis of consolidation of the consolidated condensed interim financial information

- The consolidated condensed interim financial information include the financial statements of the Company and its subsidiary companies that are subject to its control. In this regard, control is established when the Company has the ability to conduct the main activities of the subsidiary company, it is subject to the variable returns arising from its investment in the subsidiary company, or it has the right to these returns, and it has the ability to influence the returns through its control of the subsidiary company. Intercompany transactions, balances, revenues and expenses are eliminated between the Company and its subsidiaries.

- The results of the subsidiary companies are incorporated into the consolidated condensed statement of profit or loss from the effective date of acquisition, which is the date on which the Company assumes actual control over the subsidiary. Moreover, the operating results of the disposed subsidiaries are incorporated into the consolidated statement of profit or loss up to the effective date of disposal, which is the date on which the Company loses control over the subsidiary companies.
- Control is achieved when the Company:
 - Has the ability to control the investee.
 - Is subject to variable returns, or have the right to variable returns arising from its association with the investee.
 - Has the ability to use its power to influence the returns of the investee.

The Company re-evaluates whether it controls the investee companies or not, if the facts and circumstances indicate that there are changes to one or more of the control criteria referred to above.

If the Company's voting rights are less than the majority's voting rights in any of the investee companies, it shall have the power to control when the voting rights suffice to grant the Company the ability to direct the activities of the related subsidiary unilaterally. Moreover, the Company takes into account all the facts and circumstances in assessing whether the Company has enough voting rights in the investee to enable it to control or not. These facts and circumstances include the following:

- The size of voting rights owned by the Company in relation to the size and distribution of other voting rights.
- Potential voting rights held by the Company and any other voting rights held by others or third parties.
- Rights arising from other contractual arrangements.
- Any additional facts and circumstances indicating that the Company has or does not have an existing responsibility for directing the relevant activities at the time of making the required decisions, including how to vote at previous General Assembly meetings.

When the Company loses control over any of its subsidiaries, the Company:

- Derecognizes the assets of the subsidiary (including goodwill) and liabilities.
- Derecognizes the carrying amount of any uncontrolled interest.
- Derecognizes the cumulative transfer differences recognized in consolidated owners' equity.
- Derecognizes the fair value of the consideration received.
- Derecognizes the fair value of any investment held.
- Derecognizes any surplus or deficit in the consolidated statement of Profit or Loss.
- Reclassifies the Company's equity previously recognized in other comprehensive income to the statement of profit or loss or retained earnings, as appropriate.

The financial information of the subsidiary companies are prepared for the same financial period of the parent Company using the same accounting policies of the parent Company. If the accounting policies adopted by the subsidiary companies differ from those of parent Company, the necessary adjustments to the financial information of the subsidiary companies are made to comply with the accounting policies of the parent Company.

Non-controlling interest represent the unowned part by the company from subsidiary companies owners' equity.

The Company owned the following subsidiaries as of June 30, 2020 through direct or indirect methods:

Company's Name	Principal Activity	Ownership Percentage	Capital	Year of Incorporation
Mulkiyat for Investment and Trade Company	Investment	100%	50,000	2010
Baden for Trade and Investment Company	Investment	100%	5,000	2016

The most important financial information of the subsidiary companies for the period ended June 30, 2020 is as follows:

Company's Name	Total Assets JD	Total Liabilities JD	Total Revenue JD	Total Expenses JD
Mulkiyat for Investment and Trade Company	2,056,038	2,058,664	49,898	48,278
Baden for Trade and Investment Company	6,000	1,508,528	-	-

3. Judgments, estimates and risk management

The preparation of the condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Company's annual consolidated financial statements for the year ended December 31, 2019, except what is mentioned in note number (3).

We believe that our used estimates for the preparation of the interim condensed consolidated financial information are reasonable and consistent with the estimates approved for the preparation of the consolidated financial statements for the year 2019, except for the following:

The occurrence of the outbreak of the Corona virus (COVID-19) at the beginning of the year 2020 and its spread in several geographical regions around the world has caused disturbances to economic activities and businesses, and this event is witnessing continuous and rapid developments, which requires the group management to conduct an assessment of the expected effects on the group's business, and conducting a study to review and evaluate potential risks in the interim consolidated financial information as of June 30, 2020, based on the foregoing, the group has taken the following measures to contain the crisis as follows:

- a. The Company has formed a business continuity planning committee to determine and oversee the implementation of business continuity plan, which are:
 - Providing alternative locations to distribute the employees on, in order to ensure continuity of work and to maintain social separation among employees.
 - Activate working remotely feature for sensitive jobs in order to ensure the continuity of providing service to customers through electronic channels.
 - Maintaining the safety of all employees and clients, through taking all procedures related to the sterilization of branches and workplaces.
- b. In terms of monitoring the impact of the COVID-19 crisis on the group's business results, the management has updated the forward-looking assumptions used in calculation of expected credit losses provision.
- c. As for monitoring the impact of the COVID-19 crisis on the group's liquidity levels, the group's management has prepared all scenarios related to stressful situations, knowing that the group has comfortable levels and a strong solvency margin that enables it to respond to market conditions and economy developments.
- d. There were positive effects during the first half of the year 2020, as the net compensation paid in both the motor and medical departments decreased by about JD 957,000 and JD 227,000, respectively.

This item consists of the following:

- Return rates on the deposits at banks in Jordanian Dinar ranges from 3% to 5%.

5. Financial assets at amortized cost

This item consists of the following:

The silkilk above is of fixed yield ranging between 3.56% to 5.99% annually.

6. Cash on Hand and at Banks

This item consists of the following:

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7. Receivables - Net

This item consists of the following:

	June 30, 2020 (Reviewed)	December 31, 2019 (Audited)
	JD	JD
Policyholders' receivable	18,738,349	16,185,948
Brokers' receivable	21,687	13,808
Employees' receivable	124,283	116,752
Owners' Equity receivable	58,286	80,870
Others	74,308	98,172
Total	19,016,913	16,495,550
Less: Expected credit losses*	(1,551,001)	(1,151,001)
	17,465,912	15,344,549

* The movement on expected credit losses provision is as follows:

	June 30, 2020 (Reviewed)	December 31, 2019 (Audited)
	JD	JD
Balance at the beginning of the period / year	1,151,001	1,001,001
(Less): Expected Credit losses during the period / year	400,000	150,000
Balance at the end of the period / year	1,551,001	1,151,001

The table below shows the aging of receivables:

	Un-due Receivables	Past Due Receivables				Total
		1-90 Days	91-180 Days	181-360 Days	More 361 Days	
<u>June 30, 2020</u>	JD	JD	JD	JD	JD	JD
Policyholders receivable	7,834,721	5,598,265	1,931,257	1,718,365	1,655,741	18,738,349
Brokers' receivable	-	2,726	6,480	8,402	4,079	21,687
Employee receivable	124,283	-	-	-	-	124,283
Owners' Equity receivable	-	57,950	-	-	336	58,286
Other receivables	-	65,100	1,525	3,065	4,618	74,308
Net Receivables	7,959,004	5,724,041	1,939,262	1,729,832	1,664,774	19,016,913

	Un-due Receivables	Past Due Receivables				Total
		1-90 Days	91-180 Days	181-360 Days	More 361 Days	
<u>December 31, 2019</u>	JD	JD	JD	JD	JD	JD
Policyholders receivable	6,059,160	5,581,584	1,930,466	1,570,828	1,043,705	16,185,743
Brokers' receivable	-	7,035	1,553	1,233	3,988	13,809
Employees' receivable	67,484	21,339	12,900	12,271	2,757	116,751
Owners' Equity receivable	-	54,983	-	25,887	-	80,870
Other receivables	21,674	65,372	7,274	4,057	-	98,377
Receivables	6,148,318	5,730,313	1,952,193	1,614,276	1,050,450	16,495,550

8. Reinsurance Receivables - Net

This item consists of the following:

	June 30, 2020 (Reviewed)	December 31, 2019 (Audited)
	JD	JD
Local insurance companies	1,768,113	1,551,404
Foreign reinsurance companies	709,903	1,009,326
Total reinsurance receivables	2,478,016	2,560,730
<u>Less: Expected credit losses*</u>	<u>(170,000)</u>	<u>(170,000)</u>
	<u>2,308,016</u>	<u>2,390,730</u>

The table below shows the aging reinsurance receivables:

	Un-due Receivables	Past Due Receivables				Total
		1-90 Days	91-180 Days	181-360 Days	More 361 Days	
<u>June 30, 2020</u>	JD	JD	JD	JD	JD	JD
Local insurance companies	1,210,828	308,243	100,227	123,083	25,732	1,768,113
Foreign reinsurance companies	160,220	464,020	30,054	16,642	38,967	709,903
Net reinsurance receivables	<u>1,371,048</u>	<u>772,263</u>	<u>130,281</u>	<u>139,725</u>	<u>64,699</u>	<u>2,478,016</u>
<u>December 31, 2019</u>						
Local insurance companies	831,684	432,572	101,527	88,570	97,051	1,551,404
Foreign reinsurance companies	271,443	642,060	8,785	87,038	-	1,009,326
Net reinsurance receivables	<u>1,103,127</u>	<u>1,074,632</u>	<u>110,312</u>	<u>175,608</u>	<u>97,051</u>	<u>2,560,730</u>

9. Income Tax

a. Income tax provision

Movement on the income tax provision is as follows:

	June 30, 2020 (Reviewed)			December 31, 2019 (Audited)		
	Policyholders	Owners' Equity	Total	Policyholders	Owners' Equity	Total
	JD	JD	JD	JD	JD	JD
Balance at beginning of the period / year	41,498	367,683	409,181	53,356	3,545	56,901
Income tax expense for the period / year	4,735	305,137	309,872	(5,169)	479,744	474,575
<u>(Less): Income tax paid</u>	<u>-</u>	<u>(379,318)</u>	<u>(379,318)</u>	<u>(6,689)</u>	<u>(115,606)</u>	<u>(122,295)</u>
Balance at end of the period / year	<u>46,233</u>	<u>293,502</u>	<u>339,735</u>	<u>41,498</u>	<u>367,683</u>	<u>409,181</u>

- b. Income tax in the condensed consolidated interim statement of policyholders' revenue and expenses and the condensed consolidated interim statement of profit or loss is as follows:

	June 30, 2020 (Reviewed)		June 30, 2019 (Reviewed)	
	Policyholders'	Owners' Equity	Policyholders'	Owners' Equity
	JD	JD	JD	JD
Accrued income tax on the period profits	4,735	305,137	-	194,474
Impact of deferred tax assets	(146,835)	-	(261,091)	(38,326)
Income tax (benefits) expense for the period	<u>(142,100)</u>	<u>305,137</u>	<u>(261,091)</u>	<u>156,148</u>

c. Tax status:

- The Company is committed to submit annual income tax returns (self-assessment statements) to the Income and Sales Tax Department on the company's annual business results.
- The Company is committed to submit general sales tax returns to the Income and Sales Tax Department on the results of the company's business and for all tax periods in accordance with the relevant law.
- The Company has obtained a final settlement with Income and Sales Tax Department until the end of year 2018, it has also submitted a self-assessment statement for the year 2019 and paid the declared amount and it has not been reviewed yet.
- In the opinion of the management and the tax consultant, the Income tax provision is sufficient as of June 30, 2020.

d. Deferred Tax:

The items of deferred tax assets are the result of temporary differences in terms of items that appear in the Company's condensed interim condensed financial information and details as follows:

	For the six months ended on June 30, 2020 (Reviewed)					For the year ended on December 31, 2019 (Audited)
	Beginning Balance	Added Amounts	Released Amounts	Ending Balance	Deferred Tax	Deferred Tax
	JD	JD	JD	JD	JD	JD
Deferred Tax Assets:						
Expected Credit Loss Provision- Receivables	1,151,001	400,000	-	1,551,001	403,260	299,260
Expected Credit Loss Provision - Reinsurance Accounts	170,000	-	-	170,000	44,200	44,200
Expected Credit Loss Provision - Bank Deposits	85,494	-	-	85,484	22,228	22,228
Expected Credit Loss Provision - Sukuk	6,355	-	-	6,355	1,652	1,652
Expected Credit Loss Provision - Checks Under Collection	62,500	-	-	62,500	16,250	16,250
Cumulative change in the fair value of financial assets through other comprehensive income	381,619	110,478	381,619	110,478	35,113	31,975
Provision for IBNR - Net	<u>861,774</u>	<u>164,750</u>	<u>-</u>	<u>1,026,524</u>	<u>266,896</u>	<u>224,061</u>
	<u>2,718,743</u>	<u>675,228</u>	<u>381,619</u>	<u>3,012,352</u>	<u>789,599</u>	<u>639,626</u>

- Deferred tax assets were calculated at a rate of 26% for items in the kingdom and 10% for items outside the kingdom.
- The tax rate on deferred taxes for the subsidiary is 21% and it's in conformity with the current Income and Sales Tax Law.

10. Payables:

This item consists of the following:

	June 30, 2020 (Reviewed)			December 31, 2019 (Audited)
	Policyholders	Owners' Equity	Total	Total
	JD	JD	JD	JD
Agents' Payable	120,350	-	120,350	139,478
Brokers' Payable	47,581	-	47,581	51,242
Employees' Payable	7,768	5,055	12,823	9,182
Suppliers Payable	809,386	70,191	879,577	1,333,442
Other	1,658,296	-	1,658,296	1,465,350
Total	<u>2,643,381</u>	<u>75,246</u>	<u>2,718,627</u>	<u>2,998,694</u>

11. Reinsurance Payables:

This item consists of the following:

	June 30, 2020 (Reviewed)			December 31, 2019 (Audited)
	Policyholders	Owners' Equity	Total	Total
	JD	JD	JD	JD
Local insurance companies	827,481	5,148	832,629	686,232
Foreign re-insurance companies	<u>7,586,603</u>	<u>71,139</u>	<u>7,657,742</u>	<u>7,705,032</u>
	<u>8,414,084</u>	<u>76,287</u>	<u>8,490,371</u>	<u>8,391,264</u>

12. Reserve to Cover Policyholders' Fund Deficit (Contingency Provision)

- This account represents what has been transferred from the policyholders' fund surplus during this year and previous years.
- Below is a summary movement of the reserve to cover deficit (contingency provision):

	June 30, 2020 (Reviewed)	December 31, 2019 (Audited)
	JD	JD
Balance at the beginning of the period / year	145,276	143,284
Transfers from reserve to cover the policyholders' fund deficit	<u>(145,276)</u>	<u>1,992</u>
Balance at the end of the period / year	<u>-</u>	<u>145,276</u>

13. Policyholders Accumulated Surplus

This item consists of the following:

	June 30, 2020 (Reviewed) JD	December 31, 2019 (Audited) JD
Balance at the beginning of the period / year	-	-
Policyholders' surplus during the period / year	-	1,992
Policyholders' (deficit) during the period / year	(406,172)	-
Transferred to reserve to cover policyholders' fund deficit (contingency provision)	-	(1,992)
Transferred From reserve to cover policyholders' fund deficit (contingency provision)	145,276	-
Qard Hasan granted by Owners' Equity to cover policyholders' deficit	260,896	-
Balance at the end of the period / year	-	-

14. Al Qard Al Hassan Granted by the Owners Equity to Cover the Policyholders' Fund Deficit

This item consists of the following:

	June 30, 2020 (Reviewed) JD	December 31, 2019 (Audited) JD
Balance at the beginning of the period / year	-	-
Al Qard Al Hassan granted by Owners' equity to cover the deficit	260,896	-
Transferred to policyholders' fund deficit	(260,896)	-
Balance at the end of the period / year	-	-

15. Capital and Statutory Reserve

The paid-up capital is 28 million JD as of June 30, 2020 and December 31, 2019 divided into 28 million shares, par value of each share is 1 JD.

The amounts collected in statutory reserve account represent the transferred annualized profit before tax of 10% during the year and prior years in accordance with the Companies Law and is not distributable to shareholders.

16. Owners Equity Share for Takaful Operations Management

- The contractual relationship between owners' equity and policyholders represents an agent relationship to manage the insurance business through a specialized staff which were appointed for this mission.
- Wakala fees for second quarter of the year 2020 were determined at 17% for Motors department (2019: 17%) and 22% for Medical department less the administrative fees (2019: 22%) and 22% for life department (2018: 22%) and 25% for marine department (2019: 25%) and 7% for aviation department (2018: 7%) and 20% for fire department and other damages (2019: 20%) and 25% for the liability and other departments (2019: 25%) and decreasing it to a rate of 10% for policies issued from the departments owned by policyholders from insurance contributions utilized against real estate rentals, except for 100% reinsured policies, 10% of the premium were deducted while it should not exceed 90% from the reinsurances commission. As for investing policyholders' surplus, the contractual relation between the shareholders and policyholders is based on the Islamic trading (Modaraba) against a percentage of 35% from the investments gain in 2020.
- The determined compensation for the investment management is based on the Islamic principles (Modaraba & Wakala) based on budgets prepared by the Company and on a fair basis to the policyholders. The Company has a strict separation between the assets and liabilities of the policyholders and shareholders and hence the investment returns of the assets of the policyholders are determined accurately.

17. Earnings per Share

Earnings per share is calculated by dividing the net earnings for the period over the weighted average common stock and it is calculated as follows:

	For the Six Month Ended June 30,	
	2020	2019
	JD	JD
Income for the period	770,597	874,460
	Share	Share
Number of shares – Weighted average	28,000,000	28,000,000
	JD / Share	JD / Share
Earnings per share for the period - (basic & diluted)	0.028	0.031

18. Cash and Cash Equivalents

Cash and cash equivalents in the cash flow statements consist of the amount shown in the condensed consolidated interim statement of financial position, which are details as follows:

	June 30,	
	2020 (Reviewed)	2019 (Reviewed)
	JD	JD
Cash on hand and at banks	815,780	215,990
Add: Bank deposits maturing in three months	4,010,083	5,756,554
Cash and cash equivalents at the end of the period	4,825,863	5,972,544

19. Related Party Balances and transactions

- The Company engaged in transactions with major owners' equity, directors, and key management and within normal activities. All of the deferred insurance accounts receivables and financing due to the related parties are performing, and no provisions were recorded.
- The Company's management depends on the pricing policy and conditions for these transactions.
- Below is a summary of related parties' transactions during the period / year:

	Related Party				Total	
	Major Shareholders and Directors	Upper Management	Holding Company	Sister Company	June 30, 2020	December 31, 2019
	JD	JD	JD		JD	JD
Condensed Consolidated Interim Statement of Financial Position Items						
Accounts receivable	58,286	48,335	-	-	106,621	139,586
Accounts payable	3,960	-	-	-	3,960	14,237
Deposits at banks outside of Jordan	-	-	-	2,823,155	2,823,155	2,785,875
Unpaid Dividends	-	-	882,381	-	882,381	-
Condensed Consolidated Interim Statement of Profit or Loss and Comprehensive Income Items						
Investments income	-	-	-	69,969	69,969	111,030
Takaful Insurance contribution	2,587	-	-	-	2,587	6,535

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

	June 30,	
	2020 (Reviewed)	2019 (Reviewed)
	JD	JD
Salaries and bonuses	537,053	305,090
Others	7,550	139,532
	<u>544,603</u>	<u>444,622</u>

20. Lawsuits against the Company

There are lawsuits held against the Company for various types of claims, the determined lawsuits at courts is about JD 1,020,336 as of June 30, 2020 (994,231 as of December 31, 2019). In the management and the legal advisors' opinion, the Company will not have claims that exceed the outstanding claims provision amount.

21. Impact of Covid-19 Pandemic

During June 2020, the World Health Organization classified Covid-19 virus as a world pandemic, which effected the supply and demand and therefore had a negative impact on global markets, also the pandemic changed the social behavior due to quarantine applied by the governments.

The Group has a documented business continuity plan that has been activated to ensure the safe and stable continuation of its business operations. Business Continuity Planning Committee has been formed to determine and oversee the implementation of all business continuity plans associated with the effect of COVID-19, which include measures to address and mitigate any identified key operational and financial issues.

The Group has performed its assessment of the COVID-19 impact and concluded that there are no significant changes in its financial position and performance as at the period ended June 30, 2020. Based on that assessment, the Group has concluded that significant changes are not required as of June 30, 2020 in its key accounting judgements and estimates from those applied in the last annual consolidated financial statements as of December 31, 2019, except for updating the forward-looking assumptions to determine the likelihood of expected credit losses.

22. Fair Value Hierarchy

a. Fair Value of Financial Assets and Financial Liabilities Continuously Determined at Fair Value

Some of the financial assets and financial liabilities of the Company are estimated at fair value at the end of each financial period. The following table provides information about the manner in which financial assets and financial liabilities are determined (Evaluation methods and input used):

Financial assets / liabilities	Fair Value		Fair Value Level	Evaluation Method and Used Entries	Relation between	
	June 30, 2020	December 31, 2019			Significant Intangible Entries	Significant Intangible Entries and Fair Value
	JD	JD				
Financial assets at fair value						
Financial assets at fair value through comprehensive income						
Shares with quoted prices	1,093,579	1,074,324	First Level	Prices stated in financial markets	N/A	N/A
Shares with un-quoted prices	137,098	283,171	Second Level	Based on the latest available financial information	N/A	N/A
Total	<u>1,230,677</u>	<u>1,357,495</u>				

There were no transfers between first level and second level during the six months of June 30, 2020 and the ended year December 31, 2019.

b. Fair Value of Financial Assets and Financial Liabilities Continuously Undetermined at Fair Value

Except for what is stated in the schedule below, we believe that the carrying amount of the financial assets and financial liabilities stated in the Company's condensed consolidated interim financial information approximates their fair value. Moreover, the Company's management believes that the book value of the items below approximates their fair value due to either their short-term maturity or the re-pricing of interest rates during the period.

	June 30, 2020		December 31, 2019		Fair Value Layer
	Book Value	Fair Value	Book Value	Fair Value	
	JD	JD	JD	JD	
Financial assets not evaluated at fair value					
Deposits at banks	11,231,126	11,450,342	13,047,653	13,697,940	Second Level
Real-estate investments	6,743,545	7,212,643	6,769,324	7,212,643	Second Level
Financial assets at amortized cost	6,377,334	6,580,683	6,529,087	6,732,436	Second Level
Total	<u>24,352,005</u>	<u>25,243,668</u>	<u>26,346,064</u>	<u>27,643,019</u>	

For the items shown above the fair value of assets and liabilities for the second and third level were determined according to agree upon pricing models that reflects credit risks related to the parties that are being dealt with.