

SOCIETE GENERALE DE BANQUE - JORDANIE
(PUBLIC SHAREHOLDING COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM FINANCIAL
INFORMATION FOR THE
PERIOD ENDED MARCH 31, 2021
TOGETHER WITH THE REVIEW REPORT

SOCIETE GENERALE DE BANQUE - JORDANIE
(PUBLIC SHAREHOLDING COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
MARCH 31, 2021

TABLE OF CONTENTS

	<u>Page</u>
Review Report	1
Condensed Consolidated Interim Information of Financial Position	2
Condensed Consolidated Interim Information of Profit or Loss	3
Condensed Consolidated Interim Information of Comprehensive Income	4
Condensed Consolidated Interim Information of Changes in Owners' Equity	5
Condensed Consolidated Interim Information of Cash Flows	6
Notes to the Condensed Consolidated Interim Financial Information	7 - 46

Review Report

AM/ 011840

To the Chairman and the Members of the Board of Directors
Societe Generale De Banque - Jordanie
(A Public Limited Shareholding Company)
Amman – Hashemite Kingdom of Jordan

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Societe Generale De Banque - Jordanie (a Public Limited Shareholding Company) as of March 31, 2021 and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three months 31, 2021, changes in owners' equity and cash flows for the three months then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for preparation and fair presentation of this condensed interim financial information in accordance with International Accounting Standards (34) as adopted by the Central Bank of Jordan. 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 Entity". A review of condensed consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters in the bank, 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with amended International Accounting Standard (34) as adopted by the Central Bank of Jordan. relating to interim financial reporting.

Amman – Jordan
April 29, 2021

Deloitte & Touche (M.E.) – Jordan

Deloitte & Touche (M.E.)

ديلويت آند توش (الشرق الأوسط)

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SOCIETE GENERALE DE BANQUE - JORDANIE
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
AMMAN - HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM INFORMATION OF FINANCIAL POSITION

	Note	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
		JD	JD
<u>Assets:</u>			
Cash and balances at Central bank	5	231,770,557	160,361,217
Balances at banks and financial institutions – net	6	57,496,808	55,527,637
Deposits at banks and financial institutions – net	7	3,054,076	-
Direct credit facilities - net	8	728,244,490	755,173,200
Financial assets at fair value through other comprehensive income	9	233,907,099	246,351,923
Financial assets at amortized cost – net	10	18,308,672	25,508,240
Pledged financial assets	9	279,649,161	277,549,891
Property and equipment – net		26,976,850	27,416,851
Intangible assets – net		3,491,274	4,011,880
Right-of-use assets - net		1,261,817	1,374,553
Deferred tax assets		6,136,854	5,931,230
Other assets	11	15,509,006	18,909,181
TOTAL ASSETS		<u>1,605,806,664</u>	<u>1,578,115,803</u>
<u>LIABILITIES AND OWNERS' EQUITY:</u>			
<u>LIABILITIES:</u>			
Banks and financial institutions deposits		23,742,860	17,670,734
Customers' deposits	12	1,165,664,766	1,163,335,270
Cash margins		91,189,785	84,732,493
Borrowed funds	13	111,796,348	99,905,320
Other provisions		111,836	109,899
Income tax provision	14	4,780,595	4,649,784
Deferred tax liabilities		17,217,890	17,696,286
Leased liabilities		1,044,180	1,255,154
Other liabilities	15	21,461,298	20,460,690
TOTAL LIABILITIES		<u>1,437,009,558</u>	<u>1,409,815,630</u>
<u>OWNERS' EQUITY:</u>			
Authorized and paid-up capital		100,000,000	100,000,000
Statutory reserve		15,463,215	15,463,215
Voluntary reserve		100,000	100,000
Fair value reserve - net	16	28,092,347	28,872,887
Retained earnings	17	23,864,203	23,864,071
Profit for the period		1,277,341	-
TOTAL OWNERS' EQUITY		<u>168,797,106</u>	<u>168,300,173</u>
TOTAL LIABILITIES AND OWNERS' EQUITY		<u>1,605,806,664</u>	<u>1,578,115,803</u>

THE ACCOMPANYING NOTES FROM (1) TO (30) CONSTITUTE AN INTEGRAL PART OF THESE
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION AND SHOULD BE READ WITH
THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

SOCIETE GENERALE DE BANQUE - JORDANIE
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM INFORMATION OF PROFIT OR LOSS

	Note	For the Three Months Ended March 31,	
		2021	2020
		(Reviewed)	(Reviewed)
		JD	JD
Interest income	18	19,755,255	23,299,724
Interest expense	19	(12,623,974)	(17,325,864)
Net Interest Income		7,131,281	5,973,860
Net commission income		438,860	406,467
Net Interest and Commission Income		7,570,141	6,380,327
Foregin currency income		323,465	313,241
Other income		353,213	461,177
Gross Income		8,246,819	7,154,745
Expenses:			
Employees expenses		1,892,273	1,912,407
Depreciation and amortization		1,216,281	622,854
Other expenses		1,531,738	1,436,526
Provision for expected credit losses	20	1,540,637	712,644
Provisions (release) of other provision		1,937	(24,324)
Total Expenses		6,182,866	4,660,107
Profit for the Period before Income Tax Expense		2,063,953	2,494,638
Income tax expense	14	(786,612)	(933,887)
Profit for the Period		1,277,341	1,560,751
Earnings per Share for the Period			
Basic and diluted	21	-/013	-/016

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SOCIETE GENERALE DE BANQUE - JORDANIE
(A PUBLIC SHAREHOLDING COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM
INFORMATION OF COMPREHENSIVE INCOME
(REVIEWED NOT AUDITED)

	For the Three Months Ended March 31,	
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
Profit for the period	1,277,341	1,560,751
Items subsequently transferable to statement of profit or loss:		
Change in fair value reserve – net	(780,408)	1,997,764
Transfers to retained earnings	(132)	-
Items not subsequently transferable to statement of profit or loss:		
Change in fair value reserve – net	-	(50,956)
Total Comprehensive Income for the Period	<u>496,801</u>	<u>3,507,559</u>

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SOCIETE GENERALE DE BANQUE - JORDANIE
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM INFORMATION OF CHANGES IN OWNERS' EQUITY

	Reserves						Total JD
	Authorized and Paid-up Capital JD	Statutory JD	Voluntary JD	Fair Value JD	Retained Earnings JD	Profit for the Period JD	
<u>For the Three Months Ended March 31, 2021</u>							
Balance - beginning of the period (Audited)	100,000,000	15,463,215	100,000	28,872,887	23,864,071	-	168,300,173
Total comprehensive income for the period	-	-	-	(780,540)	-	1,277,341	496,801
Transfer to retained earnings	-	-	-	-	132	-	132
Ending Balance for the Period (Reviewed)	<u>100,000,000</u>	<u>15,463,215</u>	<u>100,000</u>	<u>28,092,347</u>	<u>23,864,203</u>	<u>1,277,341</u>	<u>168,797,106</u>
<u>For the Three Months Ended March 31, 2020</u>							
Balance - beginning of the period (Audited)	100,000,000	14,501,460	100,000	923,185	18,507,649	-	134,032,294
Total comprehensive income for the period	-	-	-	1,946,808	-	1,560,751	3,507,559
Ending Balance for the Period (Reviewed)	<u>100,000,000</u>	<u>14,501,460</u>	<u>100,000</u>	<u>2,869,993</u>	<u>18,507,649</u>	<u>1,560,751</u>	<u>137,539,853</u>

- Retained earnings include an amount of JD 48,831 which represents the effect of the early adoption of IFRS 9 which cannot be used except for the amounts realized through the actual selling including capitalization and distribution of the respective assets,

- An amount of JD 6,136,854 from retained earnings and profit for the period as of March 31, 2021 is restricted which represents deferred tax assets according to the Central Bank of Jordan and Jordan Securities Commission regulations,

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SOCIETE GENERALE DE BANQUE - JORDANIE
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM INFORMATION OF CASH FLOWS

		For the Three Months Ended March 31,	
	Note	2021 (Reviewed)	2020 (Reviewed)
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>			
Profit for the period before income tax		JD 2,063,953	JD 2,494,638
Adjustments for:			
Depreciation and amortization		1,216,281	622,854
Provision of expected credit loss	20	1,540,637	712,644
Other provision		1,937	-
(Release) from other provisions		-	24,324
Effect of exchange rate differences on cash and cash equivalent		243,067	(248,610)
Profit before Changes in Assets and Liabilities		5,065,875	7,128,290
Changes in Assets and Liabilities:			
Decrease (Increase) in Assets:			
Restricted balances		3,034,520	-
Deposits with banks and other financial institutions (maturing after more than 3 months)		(3,050,255)	6,922
Direct credit facilities – net		25,295,079	8,007,101
Other assets		3,393,673	1,664,196
(Decrease) Increase in Liabilities:			
Customers’ deposits		2,329,496	(131,755,483)
Banks and financial institutions’ deposits (maturing after more than 3 months)		-	1,690,743
Cash margins		6,457,292	1,936,164
Other liabilities		1,139,781	5,256,925
Net Cash Flows from (used in) Operating Activities before Income Tax Paid		43,665,461	(109,636,230)
Income tax paid	14	(861,425)	(3,202,220)
Net Cash Flows from (used in) Operating Activities		42,804,036	(112,838,450)
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
(Purchase) of financial assets at amortized cost		(709,000)	(142,238)
Proceeds from maturing financial assets at fair value through other comprehensive income		16,119,767	-
(Purchase) of financial assets at fair value through other comprehensive income		(7,033,149)	(11,215,516)
Proceeds from maturing financial assets at amortized cost		7,858,568	9,700,687
(Purchase) of property and equipmnet		(39,261)	(3,082)
(Payments) of the purchase of property and equipment		(46,727)	(109,225)
(Purchase) of intangible assets		(54,443)	(11,704)
Paid from lease liability		(227,117)	-
Net Cash Flows from (used in) Investing Activities		15,868,638	(1,781,078)
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>			
Proceeds from loans and borrowings		120,128,025	77,983,430
Repayment of loans and borrowings		(108,236,997)	(40,943,040)
Net Cash flows from Financing Activities		11,891,028	37,040,390
Net Increase (Decrease) in Cash and Cash Equivalent		70,563,702	(77,579,138)
Effect of exchange rate differences on cash and cash equivalents		(243,067)	248,610
Cash and cash equivalents, beginning of the period		195,203,870	226,243,058
Cash and Cash Equivalents End of the Period	22	265,524,505	148,912,530

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SOCIETE GENERALE DE BANQUE - JORDANIE
(A PUBLIC SHAREHOLDING COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
NOTES TO THE CONDENSED CONSOLIDATED INTERIM
FINANCIAL INFORMATION
(REVIEWED NOT AUDITED)

1. General

- Societe Generale De Banque - Jordanie ("the Bank") was established as a financial real estate investment company on 22 April 1965 in accordance with Jordanian Companies Law No (55), and it was transferred to investment bank during 1993 in accordance with companies' law No, (1) For the year of 1989, The Bank provides its banking services through its 19 branches located in the Kingdom of Jordan, The bank has no branches outside the Kingdom.
- The paid up capital amounted to JD 100,000,000 divided into 100,000,000 shares each having a par value of JD 1 as of 31 March 2021 and 31 December 2020.
- The Bank's shares are traded on Amman Stock Exchange.
- The condensed interim consolidated financial information were approved by the Bank's Board of Directors in their meeting No. 2/2021 dated April 29, 2021.

2. Basis of Preparation

- The accompanying condensed consolidated interim financial information has been prepared in accordance with International Accounting Standard (34) Interim Financial Reporting as adopted by the Central Bank of Jordan.

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

- a. Provisions for expected credit loss are calculated in accordance with IFRS 9 the Central Bank of Jordan , and according to the instruction of the supervisory authorities in the countries in which the Bank operates, whichever is higher, the material differences is as follows:
 - Elimination of debt instrument issued or granted by the Jordanian government so that credit exposures is resolved on the Jordanian Government and by its guarantee without credit losses.
 - When calculating the credit loss against credit exposures, the calculation results according to IFRS 9 are compared with those according to the Central Bank of Jordan's Instructions No, (2009/47) dated December 10, 2009 for each stage separately and the most severe results are taken.
 - b. Interest and commissions on non performing credit facilities granted to clients is suspended, in accordance with the instructions of the Central Bank of Jordan.
 - c. Assets seized by the Bank are shown in the consolidated condensed interim statement of financial position, among other assets, at their current value when seized by the Bank or at their fair value, whichever is lower, Furthermore, they are reassessed on the date of the consolidated condensed interim financial information separately, and any decrease in value is recorded as a loss in the consolidated condensed interim statement of profit or loss and comprehensive income and the increase in value is not recorded as revenue, In addition, any subsequent increase is taken to the consolidated condensed interim statement of profit or loss and comprehensive income to the extent that it does not exceed the previously recorded impairment value. A progressive provision is to be booked for the assets seized by the bank based on Central Bank of Jordan circulations No, 10/1/16239 dated to November 21, 2019 by (5%) of the total book values of these assets as of the year 2021 to reach the required percentage of (50%) of these assets by the end of the year 2029.
- The condensed consolidated interim financial information is prepared in accordance with the historical cost principle, except for financial assets and financial liabilities stated at fair value at the date of the condensed consolidated interim financial information.

- The reporting currency of the condensed consolidated interim financial information is the Jordanian Dinar, which is the functional currency of the Bank.
- The condensed consolidated interim financial information does not include all notes and information presented in the annual financial statements which are prepared in accordance with International Financial Reporting Standards, and should be read with the Bank annual report for the year ended December 31, 2020, The results of the Three months ended March 31, 2021 do not indicate the expected results for the year ending December 31, 2021.
- The condensed consolidated interim financial information includes the interim financial information of the Bank and controlled subsidiaries, Control exists when the Bank has the power to control the financial and operating policies of the subsidiaries in order to obtain benefits from their activities, All transactions, balances, revenue and expenses between the Bank and its subsidiaries are eliminated.

As of March 31, 2021, the Bank owns the following subsidiaries:

Company Name	Paid-up Capital JD	Bank Ownership %	Nature of Operations	Date of Establishment	Location
Societe Generale Brokerage Company	3,000,000	100	Brokerage Services	2006	Jordan
Societe Generale Leasing Company	5,000,000	100	Leasing Services	2017	Jordan

3. Significant Accounting Policies

The accounting policies used in the preparation of the condensed consolidated interim financial information for the period ended on March 31, 2021 are consistent with those used in the preparation of the annual consolidated financial statements for the year ended December 31, 2020. However, the Bank has adopted the following amendments and interpretations that apply for the first time in 2021 and have not materially affected the amounts and disclosures in the condensed consolidated interim financial information for the period and prior years, which may have an impact on the accounting treatment of future transactions and arrangements:

Interest Rate Benchmark Reform - Phase 2 amendments

Effective from January 1, 2021, the Group has implemented Interest Rate Benchmark Reform - Phase 2 amendments which address issues that might affect financial reporting as a result of the reform of an interest rate benchmark, including the effects of changes to contractual cash flows or hedging relationships arising from the replacement of an interest rate benchmark with an alternative benchmark rate. The amendments provide practical relief from certain requirements in IFRS 9, IFRS 7, IFRS 4, IFRS 16 and IAS 39 relating to changes in the basis for determining contractual cash flows of financial assets, financial liabilities and lease liabilities and hedge accounting.

The amendments require an entity to account for a change in the basis for determining the contractual cash flows of a financial asset or financial liability that is required by interest rate benchmark reform by updating the effective interest rate of the financial asset or financial liability. In addition it provides certain exceptions to hedge accounting requirements.

The Bank performed a preliminary study in relation to exposure to cash flow and fair value hedges and non-derivative financial assets and liabilities linked to Inter Bank Offered Rate maturing *beyond* the year 2021 and it was found that there is no material impact of the interest rate reform on the Bank's results.

4. Significant Accounting Judgments and key Sources of Uncertainty Estimates:

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

The critical judgements and estimates used in the preparation of these condensed consolidated interim financial information are consistent with those used in the preparation of the Bank's annual financial statements for the year ended December 31, 2020.

5. Cash and Balances at Central Bank of Jordan

- The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Cash in treasury	8,545,315	8,803,454
Balances at Central Bank of Jordan:		
Current accounts and demand deposits	44,316,020	15,505,046
Term deposits	120,000,000	98,000,000
Statutory cash reserve	58,909,222	38,052,717
Total	<u>231,770,557</u>	<u>160,361,217</u>

- There are no restricted balances except for statutory cash reserve as of March 31, 2021 and December 31, 2020.
- All balances at central banks are classified within stage 1 based on the requirements of IFRS (9), also there are no transfers between the stages (1,2,3) or written-off balances during the Three months period ended March 31, 2021 and December 31, 2020.

6. Balances at Banks and Financial Institutions

The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
<u>Local Banks and Financial Institutions</u>		
Deposits maturing within 3 months or less	36,922,274	27,734,009
(Less): Expected credit loss	(7,025)	(20,270)
Total Local Banks	<u>36,915,249</u>	<u>27,713,739</u>
<u>Foreign Banks and Financial Institutions</u>		
Current accounts and demand deposits	20,581,559	24,779,378
Deposits maturing within 3 months or less	-	3,034,520
Total Foreign Banks	<u>20,581,559</u>	<u>27,813,898</u>
Net Balances at Banks and Financial Institutions	<u>57,496,808</u>	<u>55,527,637</u>

- Non-interest bearing balances at banks and financial institutions amounted to JD 20,586,383 as of March 31, 2021

(JD 24,784,137 as of December 31, 2020),

- There are no restricted balances as of March 31, 2021 (JD 3,034,520 as of December 31, 2020).

- The movements of the balances at banks and financial institutions during period/year:

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Three Months Ended March 31, 2021 (Reviewed)</u>				
Balance at beginning of the period (Audited)	27,772,401	27,775,506	-	55,547,907
New balances during the period	191,840	36,917,514	-	37,109,354
Paid balances	(7,388,297)	(27,765,131)	-	(35,153,428)
Balance at End of the Period (Reviewed)	<u>20,575,944</u>	<u>36,927,889</u>	<u>-</u>	<u>57,503,833</u>
	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Year Ending December 31, 2020 (Audited)</u>				
Balance at beginning of the year	29,155,973	49,870,197	-	79,026,170
New balances during the year	6,447,732	27,769,264	-	34,216,996
Paid balances	(7,831,304)	(49,863,955)	-	(57,695,259)
Balance at End of the Year	<u>27,772,401</u>	<u>27,775,506</u>	<u>-</u>	<u>55,547,907</u>

- The following represents the movement on the provision for expected credit loss for balances at banks and financial institutions during period/year:

For the Three Months Ended March 31, 2021 (Reviewed)

Balance at beginning of the period (Audited)

New balances during the period

Paid balances

Balance at End of the Period (Reviewed)

Stage (1)	Stage (2)	Stage (3)	Total
JD	JD	JD	JD
-	20,270	-	20,270
-	7,025	-	7,025
-	(20,270)	-	(20,270)
-	7,025	-	7,025

For the year Ended December 31, 2020 (Audited)

Balance – beginning of the year

New balances during the year

Paid balances

Balance - End of the Year

Stage (1)	Stage (2)	Stage (3)	Total
JD	JD	JD	JD
-	13,463	-	13,463
-	20,270	-	20,270
-	(13,463)	-	(13,463)
-	20,270	-	20,270

7. Deposits at Banks and Financial Institutions

The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
<u>Local banks and financial institutions:</u>		
Deposits mature during the period/year:	-	-
More than 3 months to 6 months	2,000,000	-
(Less): Expected credit loss	(9,329)	-
Net deposits at local bank and financial institutions	1,990,671	-
<u>Foreign banks and financial institutions:</u>		
Deposits mature during the period/year:		-
More than 3 months to 6 months	1,063,500	-
More than 9 months to 12 months	-	-
(Less): Expected credit losses	(95)	-
Net deposits at foreign bank and financial institutions	1,063,405	-
Net Deposits at Bank and Financial Institution	3,054,076	-

The movement on the deposits at banks and financial institutions during period/year is as follows:

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Three Months Ended March 31, 2021 (Reviewed)</u>				
Balance at beginning of the period (Audited)	-	-	-	-
New balances during the period	1,063,500	2,000,000	-	3,063,500
Settled balances	-	-	-	-
Balance at the End of the Period (Reviewed)	1,063,500	2,000,000	-	3,063,500

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Year Ended December 31, 2020 (Audited)</u>				
Balance at beginning of the year	3,545,000	2,000,000	-	5,545,000
New balances during the year	-	-	-	-
Settled balances	(3,545,000)	(2,000,000)	-	(5,545,000)
Balance at the End of the Year	-	-	-	-

- The restricted balances at banks and financial institutions amounted to JD 1,063,500 as of March 31, 2021 (JD zero as of December 31, 2020).
- The movement on the expected credit loss for the deposits at banks and financial institutions during period / year is as follows:

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Three Months Ended March 31, 2021 (Reviewed)</u>				
Balance at beginning of the period (Audited)	-	-	-	-
New balances during the period	95	9,329	-	9,424
Settled balances	-	-	-	-
Balance at the End of the Period (Reviewed)	95	9,329	-	9,424

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
<u>For the Year Ended December 31, 2020 (Audited)</u>				
Balance - beginning of the year	-	6,894	-	6,894
New balances during the year	-	-	-	-
Settled balances	-	(6,894)	-	(6,894)
Balance at the End of the Year	-	-	-	-

8. Direct Credit Facilities – Net

The details of this item are as follows:

	March 31, 2021 (Reviewed) JD	December 31, 2020 (Audited) JD
Individuals (Retail):		
Loans and bills *	103,395,189	103,517,210
Credit cards	921,789	980,728
Real estate loans	165,256,972	165,485,466
Corporate:		
Overdrafts	66,409,645	67,890,021
Loans and bills *	302,661,517	337,143,276
Small and Medium Enterprises ("SMEs"):		
Overdrafts	11,706,493	13,916,962
Loans and bills *	72,177,410	64,567,488
Government and public sector	68,495,665	60,741,840
Total	791,024,680	814,242,991
<u>Less: Interest in suspense</u>	<u>(24,016,013)</u>	<u>(21,939,245)</u>
<u>Less: Expected credit losses</u>	<u>(38,764,177)</u>	<u>(37,130,546)</u>
Net Direct Credit Facilities	728,244,490	755,173,200

- * Net after deducting interest and commission received in advance amounted to JD 925,781 as of March 31, 2021 (JD 1,163,915 as of December 31, 2020).
- Non-performing credit facilities amounted to JD 70,986,804 which is equivalent to 8.97% of total direct credit facilities as of March 31, 2021 (JD 65,184,639 which is equivalent to 8.01% of total direct credit facilities as of December 31, 2020).
- Non-performing credit facilities after deducting interest and commissions in suspense amounted to JD 46,970,791 which is equivalent to 6.12% of total direct credit facilities balance after deducting interest and commission in suspense as of March 31, 2021 (JD 43,245,394 which is equivalent to 5.46% of total credit facilities balance after deducting interest and commission in suspense as of December 31, 2020).
- There is no suspended interest against performing loans as of March 31, 2021 and December 31, 2020 respectively.
- Rescheduled loans amounted to JD 914,515 as of March 30, 2021 (JD 6,851,004 as of December 31, 2020).
- Restructured loans credit facilities amounted to JD 14,323,107 as of March 31, 2021 (JD 73,085,700 as of December 31, 2020).
- Direct credit facilities granted to and guaranteed by the Government of The Hashemite Kingdom of Jordan amounted to JD 68,495,665 which is equivalent to 8.66% of total direct credit facilities as of March 31, 2021 (JD 60,741,840 which is equivalent to 7.46% of total direct credit facilities as of December 31, 2020).

The movement on direct credit facilities were as follow:

	Stage (1)		Stage (2)		Total
	Individual	Collective	Individual	Collective	
For the Three Months Ended March 31, 2021 (Reviewed)					
Balance at beginning of the period (Audited)	JD 626,326,900	-	JD 122,731,452	-	JD 814,242,991
New credit facilities during the period	86,775,684	-	26,240,818	-	115,429,046
Paid credit facilities	(111,748,972)	-	(26,169,466)	-	(138,647,357)
Transferred to stage (1)	1,456,646	-	(1,328,501)	-	-
Transferred to stage (2)	(13,070,250)	-	13,287,004	-	-
Transferred to stage (3)	(460,021)	-	(4,003,418)	-	-
Balance at End of the Period (Reviewed)	589,279,987	-	130,757,889	-	791,024,680

	Stage (1)		Stage (2)		Total
	Individual	Collective	Individual	Collective	
For the Year Ended December 31, 2020 (Audited)					
Balance – beginning of the year	JD 759,655,275	-	JD 82,572,025	-	JD 895,840,659
New facilities during the year	217,621,059	-	33,793,679	-	259,815,220
Paid facilities	(315,032,247)	-	(19,365,193)	-	(341,412,888)
Transferred to stage (1)	6,109,602	-	(4,246,657)	-	-
Transferred to stage (2)	(37,734,375)	-	40,003,554	-	-
Transferred to stage (3)	(4,292,414)	-	(10,025,956)	-	-
Facilities transferred off-consolidated statements of financial position	-	-	-	-	-
Written off facilities	-	-	-	-	-
Balance - End of the Year	626,326,900	-	122,731,452	-	814,242,991

The movement on the provision of expected credit loss during the period / year were as follows (Stages):

	Stage (1)		Stage (2)		Total
	Individual	Collective	Individual	Collective	
For the Three Months Ended March 31, 2021 (Reviewed)					
Balance at beginning of the period (Audited)	JD 1,521,624	-	JD 7,813,907	-	JD 37,130,546
New credit facilities during the period	228,412	-	2,275,382	-	4,363,625
Paid credit facilities	(455,865)	-	(1,604,619)	-	(2,729,994)
Transferred to stage (1)	121,768	-	(27,529)	-	-
Transferred to stage (2)	(41,688)	-	227,962	-	-
Transferred to stage (3)	(1,127)	-	(183,974)	-	-
Balance at End of the Period (Reviewed)	1,373,124	-	8,501,129	-	38,764,177

	Stage (1)		Stage (2)		Total
	Individual	Collective	Individual	Collective	
For the Year Ended December 31, 2020 (Audited)					
Balance at beginning of the year	JD 1,331,384	-	JD 4,091,828	-	JD 30,433,934
New credit facilities during the year	916,126	-	4,584,007	-	14,060,918
Paid credit facilities	(1,625,523)	-	(1,093,460)	-	(7,364,306)
Transferred to stage (1)	1,027,373	-	(145,478)	-	-
Transferred to stage (2)	(115,512)	-	663,579	-	-
Transferred to stage (3)	(12,224)	-	(286,569)	-	-
Changes due to transfer between stages for the year	899,637	-	231,532	-	-
Balance at End of the Year	1,521,624	-	7,813,907	-	37,130,546

The movement on the provision of expected credit loss during the period / year were as follows (per sector):

For the Three Months Ended March 31, 2021 (Reviewed)

	Corporates		SMEs		Individuals		Real-Estate Loans		Governmental and Public Sector		Total
	JD		JD		JD		JD		JD		JD
Balance at beginning of the period (Audited)	20,181,510		5,167,658		7,891,574		3,859,674		30,130		37,130,546
Impairment loss on new credit facilities during the period	2,646,215		315,705		529,609		813,802		58,294		4,363,625
Recovered from impairment losses on paid credit facilities	(1,419,334)		(437,630)		(541,320)		(327,701)		(4,009)		(2,729,994)
Transferred (from) / to stage (1)	(14,212)		(5,114)		100,830		(2,551)		-		78,953
Transferred (from) / to stage (2)	47,310		5,115		(19,613)		(16,353)		-		16,459
Transferred (from)/ to stage (3)	(33,098)		(1)		(81,217)		18,904		-		(95,412)
Balance at the End of the Period (Reviewed)	21,408,391		5,045,733		7,879,863		4,345,775		84,415		38,764,177

Redistribution:

Provisions on an individual basis	21,408,391		5,045,733		7,879,863		4,345,775		84,415		38,764,177
Provisions on a collective basis	-		-		-		-		-		-
	21,408,391		5,045,733		7,879,863		4,345,775		84,415		38,764,177

For the Year Ended December 31, 2020 (Audited)

Balance – beginning of the year
 Impairment loss on new credit facilities during the year
 Recovered from impairment losses on paid credit facilities
 Transferred (from) / to stage (1)
 Transferred (from) / to stage (2)
 Transferred (from)/ to stage (3)
 Written off facilities
 Transferred off-consolidated statement of financial position
 Balance - End of the Year

Corporates	SMEs		Individuals		Real-Estate Loans		Governmental and Public Sector		Total	
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
15,109,858		4,928,932	6,979,494		3,414,609		1,041		30,433,934	
8,689,398		1,008,755	2,558,862		1,774,691		29,212		14,060,918	
(3,617,746)		(770,029)	(1,646,782)		(1,329,626)		(123)		(7,364,306)	
(50,125)		(6,734)	731,486		225,010		-		899,637	
(27,721)		65,605	85,471		108,177		-		231,532	
77,846		(58,871)	(816,957)		(333,187)		-		(1,131,169)	
-		-	-		-		-		-	
-		-	-		-		-		-	
20,181,510		5,167,658	7,891,574		3,859,674		30,130		37,130,546	
20,181,510		5,167,658	7,891,574		3,859,674		30,130		37,130,546	
20,181,510		5,167,658	7,891,574		3,859,674		30,130		37,130,546	

Redistribution:

Provision on an individual basis
 Provision on a collective basis

- The value of provisions that were canceled due to settlement or repayment of debts with respect to other debts amounted to JD 2,729,994 as of March 31, 2021 (JD 7,364,306 as of December 31, 2020).

Suspended Interest

The movement of the suspended interest during the period / year were as follows::

For the Three Months Ended March 31, 2021 (Reviewed)

Balance at beginning of the period (Audited)

Add: Interest suspended during the period

Less: Interest transferred to revenues

Written-off suspended interest

Balance at the End of the Period (Reviewed)

	Companies				Total
	Individuals	Real-Estate Loans	Corporates	SMEs	
JD	JD	JD	JD	JD	JD
	7,644,689	3,374,734	5,196,546	5,723,276	21,939,245
	520,026	453,003	970,017	455,630	2,398,676
	(53,072)	(31,298)	(21,522)	(46,712)	(152,604)
	(115,876)	(29,968)	(20,723)	(2,737)	(169,304)
	<u>7,995,767</u>	<u>3,766,471</u>	<u>6,124,318</u>	<u>6,129,457</u>	<u>24,016,013</u>

For the Year Ended December 31, 2020 (Audited)

Balance - beginning of the year

Add: Interest in suspense during the year

Less: Interests transferred to revenue

Interest in suspense written off

Balance - End of the Year

6,248,009	2,320,647	2,746,064	4,991,982	16,306,702
2,259,485	1,633,813	2,859,793	1,654,163	8,407,254
(406,656)	(213,817)	(105,929)	(286,119)	(1,012,521)
(456,149)	(365,909)	(303,382)	(636,750)	(1,762,190)
<u>7,644,689</u>	<u>3,374,734</u>	<u>5,196,546</u>	<u>5,723,276</u>	<u>21,939,245</u>

Direct credit facilities are distributed to geographic location and economic sector before provisions and interest in suspense as follows:

<u>ECONOMIC SECTOR</u>	<u>March 31, 2021 (Reviewed)</u>	<u>December 31, 2020 (Audited)</u>
	JD	JD
Manufacturing	82,623,021	76,396,478
Trade	216,890,701	246,659,846
Real-estate	179,316,992	183,198,606
Mining	5,381,063	3,831,076
Financing purchase of shares	15,708,295	16,041,465
Transportation	14,719,586	14,784,992
Financial services	25,657,102	22,427,327
Services and public facilities	52,268,301	59,516,250
Tourism and hotels	16,487,061	17,163,803
Agriculture	2,629,971	5,219,345
Government and public sector	68,495,665	60,741,840
Retail and others (financing goods, personal loans, cars and financial brokerage)	110,846,922	108,261,963
	<u>791,024,680</u>	<u>814,242,991</u>

9. Financial Assets at Fair Value Through Other Comprehensive Income

The details of this item are as follows:

	<u>March 31, 2021 (Reviewed)</u>	<u>December 31, 2020 (Audited)</u>
	JD	JD
Quoted shares in active markets	799,122	799,122
Unquoted shares in active markets	2,918,311	2,890,036
Government bonds through other comprehensive income *	<u>230,189,666</u>	<u>242,662,765</u>
Total	<u>233,907,099</u>	<u>246,351,923</u>

* All of the government bonds are classified within stage (1) according to the requirements of IFRS (9) and there are no expected credit losses, There were no transfers between the stages (1,2,3) or any written-off accounts during the period ended March 31, 2021 and the year 2020.

- The movement on the financial assets at fair value through other comprehensive income during the period is as follows:

	<u>March 31, 2021 (Reviewed)</u>	<u>December 31, 2020 (Audited)</u>
	JD	JD
Balance at the beginning of the period / year	246,351,923	79,182,715
New investments during the period / year	7,033,058	10,292,768
Settled investments during the period / year	(16,119,767)	-
Financial assets at fair value through other comprehensive income	-	132,858,143
Change in the fair value during the period - Net	<u>(3,368,768)</u>	<u>24,018,297</u>
Balance at the End of the Period / Year	<u>233,907,099</u>	<u>246,351,923</u>

Financial assets transferred from amortized cost to financial assets at fair value through other comprehensive income during the year 2020, the bank entered into agreements to repurchase Jordanian treasury bonds with the Central Bank of Jordan in the amount of approximately 41 million as explained in Note (13).

9. Pledged Financial Assets

The details are as follows:

	March 31, 2021 (Reviewed)		December 31, 2020 (Audited)	
	Pledged Financial Assets	Related Liabilities	Pledged Financial Assets	Related Liabilities
	JD	JD	JD	JD
Financial assets at amortized cost	279,649,161	216,042,023	277,549,891	215,855,689
Total	279,649,161	216,042,023	277,549,891	215,855,689

- All the pledged financial assets are classified within stage (1) according to IFRS (9), there is no expected credit losses, and there was no transfers between the stages or written-offs during the period ended March 31, 2021 and the year ended December 31, 2020.

- Bonds have been pledged against the following:

	Issuance Number	Bond Balance	Maturity Date	Pledged Against
Treasury bonds	2016/44	1,231,752	2026/10/05	Borrowing from Central Bank of Jordan
Treasury bonds	2015/35	28,986,576	26/10/2022	Deposit for the Social Security Corporation
Treasury bonds	2015/44	51,801,675	23/11/2022	Deposit for the Social Security Corporation
Treasury bonds	2019/49	17,137,444	07/08/2029	Deposit for the Social Security Corporation
Treasury bonds	2016/11	26,049,909	15/03/2023	Deposit for the Social Security Corporation
Treasury bonds	2016/38	24,680,346	19/09/2026	Deposit for the Social Security Corporation
Treasury bonds	2016/40	14,617,361	22/09/2026	Deposit for the Social Security Corporation
Treasury bonds	2015/23	34,216,630	2022/08/20	Deposit for the Social Security Corporation
Treasury bonds	2017/20	39,558,421	07/08/2032	Deposit for the Social Security Corporation
Treasury bonds	11/2016	6,250,000	15/03/2023	Repurchase Agreement with the Central Bank of Jordan
Treasury bonds	11/2016	4,166,667	15/03/2023	Repurchase Agreement with the Central Bank of Jordan
Treasury bonds	11/2016	12,500,000	15/03/2023	Repurchase Agreement with the Central Bank of Jordan
Treasury bonds	2015/31	17,786,466	17/08/2022	Repurchase Agreement with the Central Bank of Jordan
Treasury bonds	2015/22	665,914	12/10/2022	Repurchase Agreement with the Central Bank of Jordan
Total		279,649,161		

10. Financial Assets at Amortized Cost - Net

The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
<u>Financial Assets with no Available Market Prices</u>	JD	JD
Government and Government guaranteed bonds	17,358,672	24,508,240
Corporate bonds	2,400,000	2,400,000
Total	19,758,672	26,908,240
Less: Provision for expected credit loss (stage 1)	-	-
Less: Provision for expected credit loss (stage 3)	(1,450,000)	(1,400,000)
	18,308,672	25,508,240
<u>Analysis of Bills and Bonds</u>		
Bills and bonds with fixed interest	18,308,672	25,508,240
	18,308,672	25,508,240
<u>Analysis of Bills and Bonds as per IFRS (9)</u>		
Stage (1)	17,358,672	24,508,240
Stage (3)	2,400,000	2,400,000
Total	19,758,672	26,908,240

- The movement on the financial assets at amortized cost during the period / year were as follows:

For the Three Months Ended March 31, 2021 (Reviewed)

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
Balance at beginning of the period (Audited)	24,508,240	-	2,400,000	26,908,240
New balances during the period	709,000	-	-	709,000
Paid balances	(7,858,568)	-	-	7,858,568
Transferred to Stage (1)	-	-	-	-
Transferred to Stage (2)	-	-	-	-
Transferred to Stage (3)	-	-	-	-
Balance at End of the Period (Reviewed)	17,358,672	-	2,400,000	19,758,672

For the Year Ended December 31, 2020 (Audited)

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
Investments as of beginning of the year	223,911,404	-	2,400,000	226,311,404
New balances during the year	-	-	-	-
Bonds transferred from financial assets at amortized cost to financial assets at fair value through other comprehensive income	(28,014,021)	-	-	(28,014,021)
Paid balances	(171,389,143)	-	-	(171,389,143)
Transferred to stage (1)	-	-	-	-
Transferred to stage (2)	-	-	-	-
Transferred to stage (3)	-	-	-	-
Balance - End of the Year	24,508,240	-	2,400,000	26,908,240

The movement in the expected credit losses of financial assets at amortized cost during the period / year were as follows:

For the Three Months Ended March 31, 2021 (Reviewed)

Balance at beginning of the period (Audited)
 Impairment loss on new balances during the period
 Recovered from impairment losses
 Transferred to stage (1)
 Transferred to stage (2)
 Transferred to stage (3)
 Balance at the End of the Period (Reviewed)

Stage (1)	Stage (2)	Stage (3)	Total
JD	JD	JD	JD
-	-	1,400,000	1,400,000
-	-	50,000	50,000
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	1,450,000	1,450,000

For the Year Ended December 31, 2020 (Audited)

Balance at beginning of the year
 Impairment loss on new balances during the year
 Recovered from impairment losses
 Transferred to stage (1)
 Transferred to stage (2)
 Transferred to stage (3)
 Balance at the End of the Year

5,873	-	1,150,000	1,155,873
-	-	250,000	250,000
(5,873)	-	-	(5,873)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	1,400,000	1,400,000

11. Other Assets

The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Accrued interests and revenues	8,168,575	9,747,252
Prepaid expenses	1,519,139	680,274
Assets seized by the Bank *	4,751,751	4,488,978
Clearing checks	26,267	2,800,000
Other	1,043,274	1,192,677
Total	15,509,006	18,909,181

- * As per the Central Bank of Jordan instructions, all seized assets should be sold within a maximum period of two years from the acquisition date.

The following is a summary of asset seized movement transferred to the Bank in return for outstanding debts during the period / year:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Balance at beginning of the period/ year	4,488,978	4,864,973
Additions	433,509	396,326
Disposals	(170,736)	(780,097)
Reversal of seized assets impairment	-	7,776
Balance at the End of the Period / Year	4,751,751	4,488,978

12. Customer Deposits

The details of this item are as follows:

For the Three Months Ended March 31, 2021 (Reviewed)

	Retail		Corporate		SMEs		Government and public sectors		Total
	JD		JD		JD		JD		JD
Current accounts and demand deposits	28,811,337		26,932,630		19,289,441		18,659,008		93,692,416
Saving deposits	72,114,162		113,217		1,289,609		6,064		73,523,052
Time and notice deposits	318,023,428		138,643,483		44,606,451		494,208,647		995,482,009
Certificates of deposit	2,885,818		-		81,471		-		2,967,289
Total	421,834,745		165,689,330		65,266,972		512,873,719		1,165,664,766

For the Year Ended December 31, 2020 (Audited)

Current accounts and demand deposits	30,934,907		47,142,814		22,471,526		21,016,132		121,565,379
Saving deposits	78,079,718		112,984		617,347		28,248		78,838,297
Time and notice deposits	301,466,677		134,855,320		46,359,201		477,249,720		959,930,918
Certificates of deposit	2,990,105		-		10,571		-		3,000,676
Total	413,471,407		182,111,118		69,458,645		498,294,100		1,163,335,270

- Deposits of the Jordanian Government and the public sector inside the Kingdom amounted to JD 512,873,719 representing 44% of total deposits as of March 31, 2021 (JD 498,294,100 JD representing 42,83% as of December 31, 2020).

- The value of non-interest bearing deposits amounted to JD 100,619,860 representing 8.63 % of total deposits as of March 31, 2021 (JD 120,465,111 or 10.36% as of December 31, 2020).

- The amount of restricted deposits (restricted from withdrawals) amounted to JD 319 as of March 30, 2021 (JD 327 as of December 31, 2020).

- The value of dormant deposits amounted to JD 4,685,729 as of March 31, 2021 (JD 4,269,056 of total deposits as of December 31, 2020).

13. Borrowed Funds

The details of this item are as follows:

March 31, 2021 (Reviewed)	Amount	Number of Installments		Installments		Guarantees	Interest Rate	Re-lending Interest Rate
		Total	Remaining	Maturity	Frequency			
Central Bank of Jordan	387,369	54	43	Monthly installments		Bonds	%	%
Central Bank of Jordan	1,300,000	20	14	Semi-annual installments		-	Fixed 1	3.25
Central Bank of Jordan	1,496,000	15	7	Semi-annual installments		-	Variable 2.07	6-6.3
Central Bank of Jordan	15,428,211	114-17	114-2	Monthly installments		Bank notes	Fixed 2.5	6
Central Bank of Jordan - Himmat Watan Program	10,995,285	36-24	36-21	Monthly installments		Bank notes	Fixed 0.05-1	2 - 4.25
Jordan Mortgage Refinance Company	10,000,000	6	1	Semi-annual installments		Real - estate	Fixed 6.1	2
Jordan Mortgage Refinance Company	5,000,000	6	3	Semi-annual installments		Real - estate	Fixed 6.2	6.428
Jordan Mortgage Refinance Company	5,000,000	6	4	Semi-annual installments		Real - estate	Fixed 6.1	6.428
Jordan Mortgage Refinance Company	10,000,000	6	5	Semi-annual installments		Real - estate	Fixed 5.25	6.428
Jordan Mortgage Refinance Company	10,000,000	10	10	Semi-annual installments		Real - estate	Fixed 4.5	6.428
Repurchase agreements from the Central Bank of Jordan	12,500,000	-	-	The full amount is due on 12/4/2021		-	Fixed 2	-7
Repurchase agreements from the Central Bank of Jordan	4,166,667	-	-	The full amount is due on 7/4/2021		-	Fixed 2	7
Repurchase agreements from the Central Bank of Jordan	6,250,000	-	-	The full amount is due on 6/4/2021		-	Fixed 2	7
Repurchase agreements from the Central Bank of Jordan	18,452,381	-	-	The full amount is due on 27/4/2021		-	Fixed 2	7
Housing Bank for Trade and Finance - Revolving financing by SGB3 Finance Leasing Company	820,435	88	59	Monthly installments		-	Fixed 5.25	9-11
	<u>111,796,348</u>					-	Variable 5.25	

- The maturity dates of funds reborrowed from the Central Bank of Jordan range during the years from 2021 to 2030.

- Loans with a fixed interest rate amounted to JD 28,306,865 and loans with variable interest rate amounted to JD 1,300,000 as of March 31, 2021.

- The Central Bank's advances included an amount of JD 2,796,000 for supporting and financing micro, small and medium-sized companies, and JD 6,174,819 representing medium-term advances to support the industrial sector, JD 4,352,768 which represents a medium-term advances to support the tourism sector and JD 3,785,490 to support re-newable energy sector and JD 560,000 to support agricultural sector and JD 942,503 to support transportation sector and JD 10,995,285 for Himmat Watan Program.

- During the first quarter of 2021, the Bank has entered in an agreement with the Central Bank of Jordan to repurchase treasury bonds in an amount of JD 41,369,048

- The maturity dates of funds reborrowed from Jordan Mortgage Refinance Company range during the years from 2021 to 2026.

	Number of Installments		Installments		Guarantees	Interest Rate	Re-lending Interest Rate
	Amount	Total	Remaining	Maturity Frequency			
December 31, 2020 (Audited)							
Central Bank of Jordan	435,789	54	44	Monthly Installments	Bonds	Fixed 1	3.25
Central Bank of Jordan	1,400,000	20	14	Semi-annual Installments	-	Variable 2.07	6.3 - 6
Central Bank of Jordan	1,734,000	15	8	Semi-annual Installments	-	Fixed 2.5	6
Central Bank of Jordan	12,827,585	114 - 17	114 - 2	Monthly Installments	Bank notes	Fixed 0.5 - 1	4.25 - 2
Central Bank of Jordan - Himmat Watan	9,913,955	36 - 24	36 - 23	Monthly Installments	Bank notes	Fixed 0	2
Jordan Mortgage Refinance Company	2,000,000	4	1	Semi-annual Installments	Realstate Mortgage	Fixed 6.1	6.432
Jordan Mortgage Refinance Company	10,000,000	6	1	Semi-annual Installments	Realstate Mortgage	Fixed 6.2	6.432
Jordan Mortgage Refinance Company	5,000,000	6	3	Semi-annual Installments	Realstate Mortgage	Fixed 6.1	6.432
Jordan Mortgage Refinance Company	5,000,000	6	5	Semi-annual Installments	Realstate Mortgage	Fixed 5.25	6.432
Jordan Mortgage Refinance Company	10,000,000	6	6	Semi-annual Installments	Realstate Mortgage	Fixed 4.5	6.432
Central Bank of Jordan Repurchase Agreement	8,333,333	-	-	January 12, 2021	*	Fixed 2	7
Central Bank of Jordan Repurchase Agreement	13,550,136	-	-	January 11, 2021	*	Fixed 2	7
Central Bank of Jordan Repurchase Agreement	12,613,636	-	-	January 12, 2021	*	Fixed 2	7
Central Bank of Jordan Repurchase Agreement	6,250,000	-	-	January 6, 2021	*	Fixed 2	7
Housing Bank for Trade and Finance - Revolving financing by SGBJ Finance Leasing Company	846,886	88	65	Monthly Installments	-	Variable 6.25	8 - 11
	<u>99,905,320</u>						

- The maturity dates of funds borrowed from the Central Bank of Jordan range during the years from 2020 to 2028.

- Fixed interest loans amounted to JD 65,658,434 and variable interest loans were JD 1,400,000 as at December 31, 2020.

- The Central Bank's advances included an amount of JD 3,134,000 for supporting and financing micro, small and medium-sized companies, JD 4,454,367 representing medium-term advances to support the industrial sector, JD 4,748,247 which represents a medium-term predecessor to support the tourism sector and JD 3,131,175 to support the re-newable energy sector, in addition to JD 9,913,955 in amounts relating to the Himmat Watan program, JD 440,000 in medium term loans to the agricultural sector and JD 489,585 in medium term loans to the transportation sector.

- The maturity dates of all funds borrowed from Jordan Mortgage Refinance Company of Jordan range during the year from 2021 to 2023.

* During the year of 2020, the Bank has entered in an agreement with the Central Bank of Jordan to repurchase treasury bonds in an amount of JD 40,747,105.

14. Provision for Income Tax

a. Income tax provision:

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

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Balance at beginning of the period / year	4,649,784	5,346,308
Income tax paid	(861,424)	(6,613,482)
Income tax for the period / year	992,236	5,916,958
Balance at End of the Period / Year	4,780,595	4,649,784

b. Income tax expense for the period, which appears in the condensed consolidated interim statement of profit or loss, consists of the following:

	For the Three Month Ended March 31,	
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
Accrued income tax on the period's income	992,236	1,002,877
Deferred tax assets for the period	(205,624)	(152,429)
Deferred tax liabilities for the period	-	83,439
Balance at End of the Period	786,612	933,887

- A final settlement was reached with the income tax in relation to the Bank's income tax until the end of 2017, the tax return was accepted on a sample basis for the year 2018 by the Income Tax Department but it was returned and requested the file to be opened.
- The Bank has filed its income tax return for the year 2019 and paid declared income taxes, however, the Income Tax Department has not reviewed them yet.
- Societe Generale Brokerage Company has obtained a final clearance from the Income and Sales Tax Department until the end of 2018.
- Societe Generale Leasing Company has obtained a final clearance from the Income and Sales Tax Department until the end of 2019.
- Statutory tax rate for the bank is %38 including the national contribution. Whereas statutory tax rate for the subsidiaries of the Bank is 28% until the end of the year 2020.

15. Other Liabilities

The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Accrued interest expense	9,890,935	8,510,461
Restricted balances	2,569,644	3,257,059
Checks and payment orders	1,651,735	1,709,485
Interest and commissions received in advance	388,054	402,679
Accrued expenses	1,380,800	1,248,473
Inter- branches settlement	55,484	147,314
Social security and income tax deposits	202,473	300,362
Board of Directors remunerations	106,714	106,714
Provision for expected credit loss for items outside the statement of financial position	1,647,680	1,786,853
Payments against collection of outstanding debts	1,851,901	1,392,176
Other	1,715,878	1,599,114
Total	21,461,298	20,460,690

The movement of the indirect facilities during the period/ year:

For the Three Months Ended March 31, 2021 (Reviewed)

Balance at the beginning of the period (Audited)

New exposures during the period

Settled balances

Transferred to stage (1)

Transferred to stage (2)

Transferred to stage (3)

Balance End of the Period (Reviewed)

Stage (1)	Stage (2)	Stage (3)	Total
JD	JD	JD	JD
169,000,451	21,768,307	531,244	191,300,002
15,769,350	4,347,863	470,482	20,587,695
(31,034,066)	(2,046,463)	(531,244)	(33,611,773)
2,810,623	(2,810,623)	-	-
(690,212)	690,212	-	-
-	-	-	-
155,856,146	21,949,296	470,482	178,275,924

For the Year Ended December 31, 2020 (Audited)

Balance - beginning of the year

New exposures during the year

Settled balances

Transferred to stage (1)

Transferred to stage (2)

Transferred to stage (3)

Balance - End of the Year

151,817,841	24,853,873	477,724	177,149,438
59,900,971	1,967,086	-	61,868,057
(41,390,992)	(6,267,618)	(58,883)	(47,717,493)
42,701	(10,701)	(32,000)	-
(1,366,570)	1,366,570	-	-
(3,500)	(140,903)	144,403	-
169,000,451	21,768,307	531,244	191,300,002

The movement on the expected credit loss for indirect facilities during the period/ year:

For the Three Months Ended March 31, 2021 (Reviewed)

Balance at the beginning of the period (Audited)

Impairment loss on new exposures during the period

Recovered from the impairment loss of the paid exposures

Transferred to stage (1)

Transferred to stage (2)

Transferred to stage (3)

Balance End of the Period (Reviewed)

Stage (1)	Stage (2)	Stage (3)	Total
JD	JD	JD	JD
127,856	1,461,231	197,766	1,786,853
36,618	52,329	171,174	260,121
(44,589)	(156,939)	(197,766)	(399,294)
(5,533)	5,533	-	-
(3,163)	3,163	-	-
-	-	-	-
111,189	1,365,317	171,174	1,647,680

For the Year Ended December 31, 2020 (Audited)

Balance at the beginning of the year

Impairment loss on new exposures during the year

Recovered from the impairment loss of the paid exposures

Transferred to stage (1)

Transferred to stage (2)

Transferred to stage (3)

Effect on the provision due to changes in the classifications between the three stages during the year

Balance End of the Year

101,599	759,157	181,531	1,042,287
88,132	953,082	62,541	1,103,755
(60,972)	(251,282)	(46,935)	(359,189)
10	-	(10)	-
(891)	891	-	-
(22)	(617)	639	-
(903)	274	629	-
127,856	1,461,231	197,766	1,786,853

16. Fair Value Reserve - Net

The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Balance at beginning of the period / year	28,872,887	923,185
Change in fair value reserve	(780,540)	27,949,702
Balance at End of the Period / Year	<u>28,092,347</u>	<u>28,872,887</u>

17. Retained Earnings

The details of this item are as follows:

	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Balance at the beginning of the period / year	23,864,071	18,507,649
Profit for the period / year	-	6,318,177
Transferred to reserves	-	(961,755)
Cash dividends*	-	-
Transfer to retained earnings	132	-
Balance at the End of the Period / Year	<u>23,864,203</u>	<u>23,864,071</u>

- Retained earnings include an amount of JD 48,831 which represents the effect of the early adoption of IFRS 9 which cannot be used except for the amounts realized through the actual selling including capitalization and distribution of the respective assets.
- An amount of JD 6,136,854 is restricted from retained earnings which represents deferred tax assets according to the Central Bank of Jordan and Jordan Securities Commission regulations.

18. Interest Income

The details of this item are as follows:

Direct Credit Facilities:

Retail:

Loans and Bills

Credit Cards

Real Estate Loans

Corporate:

Overdrafts

Loans and Bills

SMEs

Overdrafts

Loans and Bills

Government and public sector

Balances at Central Bank of Jordan

Balances and deposits at banks and financial institutions

Financial assets held to maturity date

For the Three Months Ended March 31,	
2021 (Reviewed)	2020 (Reviewed)
JD	JD
1,387,670	1,446,111
6,753	15,335
1,604,110	1,902,474
1,445,644	2,200,235
5,406,254	6,944,041
241,255	371,158
1,183,583	1,035,571
893,701	1,531,473
532,137	252,036
44,243	277,917
7,009,905	7,323,373
19,755,255	23,299,724

19. Interest Expense

The details of this item are as follows:

Banks and financial institutions' deposits

Customers' deposits:

Current accounts and demand deposits

Saving deposits

Time deposits

Certificates of deposits

Margin accounts

Loans and borrowings

Deposit guarantee fees

For the Three Months Ended March 31,	
2021 (Reviewed)	2020 (Reviewed)
JD	JD
228,780	160,480
10,778,803	15,232,638
150,114	548,752
2,912	6,887
10,593,617	14,231,136
32,160	445,863
749,780	1,245,888
493,476	274,351
373,135	412,507
12,623,974	17,325,864

20. Provision of Expected Credit Losses

The details of this item are as follows:

Provision for expected credit loss of direct facilities

(Release) provision for expected credit loss of indirect facilities

Provision release of expected credit loss of financial assets at amortized cost

(Recovered from) expected credit loss for balances and deposits at banks and financial institutions

Total

For the Three Months Ended March 31,	
2021 (Reviewed)	2020 (Reviewed)
JD	JD
1,633,631	587,204
(139,173)	135,215
50,000	(4,757)
(3,821)	(5,018)
1,540,637	712,644

21. Earnings Per share for the Period

The details of this item are as follows:

Profit for the period
Weighted average number of shares
Basic and diluted earnings per share attributable to the bank's shareholders

For the March Months Period Ended March 31,		
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
	1,277,341	1,560,751
	100,000,000	100,000,000
	0.013	0.016

22. Cash and Cash Equivalents

The details of this item are as follows:

Cash and balances with central bank maturing within 3 months
Add: Balances at banks and financial institutions maturing within 3 months
Less: Banks and financial institutions' deposits maturing within 3 months
Restricted balances

For the March Months Period Ended March 31,		
	2021 (Reviewed)	2020 (Reviewed)
	JD	JD
	231,770,557	108,451,570
	57,496,808	41,128,330
	(23,742,860)	(667,370)
	-	-
	265,524,505	148,912,530

23. Business Segment Information

1. Information about the Bank's Activities:

The Bank is organized for administrative purposes so that the segments are measured according to reports used by the Bank's General Manager and Chief Decision Maker through the following main business segments:

- Consumer Accounts: This includes monitoring the deposits of individual customers and granting them credit facilities, credit cards and other services.
- Small and medium enterprises (SMEs): Includes follow-up of deposits and credit facilities granted to customers of this sector and classified according to the volume of deposits and facilities under the instructions and policies existing in the bank and commensurate with the instructions of regulatory bodies.
- Corporate account: Includes follow-up of deposits and credit facilities granted to customers of this sector and classified according to the volume of deposits and facilities under the instructions and policies existing in the bank and commensurate with the instructions of the regulatory bodies.
- Treasury: This segment includes the provision of trading and treasury services, management of the Bank's funds and long-term investments at amortized cost and held to collect contractual cash flows.

The following is information on the Bank's business segments, broken down by activities:

	Total					
	March 31,			2020 (Reviewed)		
	Retail	SMEs	Corporate	Treasury	Others	2020 (Reviewed)
	JD	JD	JD	JD	JD	JD
Total revenues	3,437,393	1,424,838	6,851,898	7,377,613	1,779,051	20,870,793
(Provision) expected credit losses	(474,390)	121,925	(1,226,881)	(3,821)	42,530	(1,540,637)
Segmental results	(2,400,920)	806,507	200,613	6,278,401	1,821,581	6,706,182
Unallocated expenses						(4,642,229)
Profit before Tax						2,063,953
Income tax						(786,612)
Net Profit for the Period						1,277,341
Other Information:						140,431
Capital Expenditures						1,216,281
Depreciation and Amortization						622,854
Total Segment Assets	245,586,074	72,708,713	341,538,453	600,961,131	345,012,293	1,605,806,664
Total Segment Liabilities	421,834,745	65,266,972	206,509,765	23,742,860	719,655,216	1,437,009,558
						1,409,815,630
						1,409,815,630

2. Geographic Distribution Information:

This sector represents the geographical distribution of the Bank's operations. The Bank operates mainly in Jordan, which represents the local business. The Bank also carries out international activities in the Middle East, Europe, Asia, United States and the Near East representing international business.

The distribution of the Bank's assets by geographical segment is as follows:

	Inside Jordan		Outside Jordan		Total
	March 31,	December 31,	March 31,	December 31,	December 31,
	2021 (Reviewed)	2020 (Audited)	2021 (Reviewed)	2020 (Audited)	2020 (Audited)
	JD	JD	JD	JD	JD
Bank's Assets	1,584,161,700	1,550,301,905	21,644,964	27,813,898	1,605,806,664
					1,578,115,803
	Inside Jordan		Outside Jordan		Total
	For the Three Months Ended		For the Three Months Ended		For the Three Months Ended
	2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)	2020 (Reviewed)
	JD	JD	JD	JD	JD
Total Revenue	8,082,424	7,061,819	164,395	92,926	8,246,819
Capital Expenditure	140,431	124,011	-	-	140,431
					7,154,745
					124,011

24. Balances and Transactions with Related Parties

- a. The Bank has entered into transactions with major shareholders, directors and senior management within the normal activities of the Bank and using trading interest rates and commissions. All facilities granted to related parties are considered to be performing and no provision has been made against those facilities, except for the amount JD 30,366 which represent non-performing credit facilities guaranteed by the board of directors and a provision for impairment has been made with an amount of JD 15,944.

- b. Details of balances and transactions with related parties during the period / year are presented below:

	Other (Employees, Relatives of Employees and Relatives of Members of the Top Executive Management)										Total		
	The Owner Company (Societe Generale de Lebanon)*		Board Members		Subsidiaries		Executive Management Members		March 31, 2021 (Reviewed)			December 31, 2020 (Audited)	
	JD		JD		JD		JD		JD			JD	
<u>Items within the Condensed Consolidated Interim Statement of Financial Position:</u>													
Credit facilities	-		1,513,498		870,096		2,246,034		12,825,701		17,455,330		17,314,501
Deposits	3,568,451		88,755		927,688		160,270		1,007,651		5,762,814		3,067,876
Cash margins	-		1,700		50,000		52,286		855,791		959,777		949,521
Bank's deposits with related parties	5,616		-		-		-		-		5,616		41,496
<u>Items off the Condensed Consolidated Interim Statement of Financial Position:</u>													
Indirect facilities	1,569,461		20,600		450,000		8,000		3,300		2,051,361		2,685,614

- c. The following table summarizes transactions with related parties during the period:

	For the Three Month Period Ended March 31,	
	2021	2020
	JD	JD
Elements of the Interim Condensed Consolidated Statement of Profit or Loss:		
Interest and commission revenue	-	177,264
Interest and commission expense	731	13,326

- d. The salaries and bonuses of the top executive management of the Bank and the fees, transfers and bonuses of the Board Members amounted to JD 286,790 for the Three months period ended March 31, 2021 (305,868 JD for the Three months ended March 31, 2020).

- The interest income rates on the facilities in Jordanian dinars range from 1% to 17%.
- The interest income rates on facilities in foreign currency range from 4% to 7.5%.
- The interest expense rates on deposits in Jordanian dinars range from 0.05% to 5.5%.
- The interest expense rates on deposits in foreign currency range from 0.03% to 1%.

* Societe Generale De Banque - Jordanian is a separate legal entity registered as Jordanian public shareholding company which follows Central Bank of Jordan rules and regulations. The bank shares are listed in Amman stock Exchange in Jordan.

25. Capital Adequacy

In addition to subscribed capital, Capital accounts include Statutory reserve, Voluntary reserve, Issuance premium, Retained Earnings, Fair value reserve, General banking risk reserve, and Treasury stock. The Bank complies with the requirements of the regulatory authorities regarding capital as follows:

1. The directives of the Central Bank of Jordan regarding the capital adequacy ratio, which shall not be less than 12%.
2. Commitment to the minimum paid-up capital of Jordanian banks of not less than 100 million Jordanian Dinars.
3. The Bank's investments in stocks and shares, which shall not exceed 50% of its subscribed capital.
4. Ratios of Credit limit "credit concentrations" to regulatory capital.
5. The law of banks and companies relating to the deduction of statutory reserve at an amount equal to 10% of the bank's profits before taxes.

	March 31, 2020 (Reviewed)	December 31, 2020 (Audited)
	JD	JD
Primary capital items		
Authorized and paid up capital	100,000,000	100,000,000
Change in fair value reserve - Net	28,092,347	28,872,887
Statutory reserve	15,463,215	15,463,215
Voluntary reserve	100,000	100,000
Retained earnings	23,864,203	23,864,071
<u>Add:</u> Profit for the period	1,277,341	-
<u>Less:</u> Cash Dividends	(8,000,000)	(8,000,000)
Total statutory capital for common shareholders	160,797,106	160,300,173
Regulatory adjustments (deductions from capital)		
Intangible assets	3,491,274	4,011,880
Deferred tax assets due to investments within the first limit (10%)	6,136,854	5,931,230
Net primary capital (Tier 1)	151,168,978	150,357,063
Net Statutory capital (capital Tier 1)	151,168,978	150,357,063
Supplementary Capital (Tier 2)		
Provision against debt instruments classified under stage 1	1,484,408	1,649,480
Net supplementary Capital (Tier 2)	1,484,408	1,649,480
Regulatory Capital	152,653,386	152,006,543
Total Risk-Weighted Assets	753,006,892	761,326,907
Capital Adequacy Ratio (CET 1)	20.27%	19.97%
Statutory Capital adequacy ratio	20.08%	19.75%
Supportinative Capital adequacy ratio	8.59%	8.62%

Capital Adequacy ratio calculated as of March 31, 2021 and December 31, 2020 according to Basel III.

26. Risk Management

The Bank's risk is managed on the basis of a comprehensive strategy to mitigate and address risks, after determining the risks accepted by the Bank to manage its business in a manner that ensures maintaining the level and quality of the various risks that the Bank wishes to take and accept, in a manner that does not affect of its strategic made in addition to minimize the effect of internal and external events on the Bank's profitability. Capital level, market share and any other intangible factors such as the Bank's reputation and goodwill.

The Bank's risk management policies for the Three months ended March 31, 2021 are consistent with those for the year ended December 31, 2020, which were disclosed and read in conjunction with the annual report of the Bank as of December 31, 2020.

1. Exposure allocation according to economic sectors:

a. Total credit exposure by financial instrument:

a. Total credit exposure by financial instrument:																																		
Economic sector	Financial		Manufacturing		Trade		Transportation		Real Estate		Agriculture		Stock		Tourism, Hotels and Restaurants		Public facilities		Mining		Government and Public sector		Other		Gross		Suspended Interest		Expected Credit Losses		NET			
	JD		JD		JD		JD		JD		JD		JD		JD		JD		JD		JD		JD		JD		JD		JD		JD			
Balances at central banks																																		
Balances at banks and financial institutions- Net	57,503,833																				223,225,242				223,225,242							223,225,242		
Deposits at banks and financial institutions- Net	3,063,500																								57,503,833						(7,025)	57,496,808		
Credit facilities	25,657,102		82,623,021		216,690,701		14,719,586		179,316,992		2,629,971		15,708,295		16,487,061		52,268,301		5,381,063		68,495,665											(9,424)	3,054,076	
Bonds and bills:																																		
Financial assets at fair value through comprehensive																																		
Financial assets at amortized cost																																		
Mortgaged financial assets (Debt Securities)																																		
Other Assets - net																																		
Total /Current period	86,224,435		82,632,021		219,380,701		14,719,586		179,316,992		2,629,971		15,708,295		16,487,061		52,268,301		5,381,063		818,918,405		8,121,917		1,612,536,671		(24,016,013)		(40,230,638)		1,548,290,032			
Letter of guarantees	18,419,189		1,445,388		19,783,756		514,400		5,074,841		37,000		-		1,038,600		4,186,938		348,035		3,127,536											(647,465)	54,923,173	
Letter of credit			461,533		7,288,818						700,000						192,362		36,051													(979,602)	7,699,162	
Acceptances			1,097,871		149,116						2,770,132						505,106		204,577													(20,613)	4,706,189	
Unutilized limits	3,144,651		23,332,531		36,508,260		2,477,930		7,176,381				520,516		3,659,192		11,513,530		235,619		14,999,929												109,299,720	
Total /Current period (Reviewed)	107,788,275		108,960,344		283,020,651		17,711,916		191,568,214		6,137,103		16,228,811		21,184,853		68,666,237		6,195,345		837,045,871		8,121,917		1,790,812,595		(24,016,013)		(41,878,306)		1,724,919,276			
Total /Prior Year (Audited)	100,079,544		104,969,383		312,627,923		12,979,800		195,120,195		11,541,837		16,078,410		22,536,461		76,189,016		4,801,137		780,836,798		9,681,043		1,769,450,602		(21,939,245)		(40,337,689)		(1,707,173,689)			

b. Exposure allocation according to classification stages as per IFRS (9):

	Stage (1)	Stage (2)	Stage (3)	Total
	JD	JD	JD	JD
Financial	56,190,285	51,597,990	-	107,788,275
Manufacturing	76,132,000	20,519,769	12,308,575	108,960,344
Trade	177,846,979	80,494,532	24,679,140	283,020,651
Real estate	154,226,775	25,105,877	12,235,562	191,568,214
Mining	3,186,343	3,000,000	9,002	6,195,345
Agriculture	3,848,312	-	2,288,791	6,137,103
Stocks	16,228,811	-	-	16,228,811
Tourism and hotels	16,816,410	2,038,835	2,329,608	21,184,853
Public facilities	63,595,104	1,362,787	3,708,346	68,666,237
Transportation	16,517,543	772,989	421,384	17,711,916
Retail	95,563,885	6,742,295	15,876,878	118,183,058
Government and public sector	837,045,871	-	-	837,045,871
Others	8,121,917	-	-	8,121,917
Suspended interest	-	-	(24,016,013)	(24,016,013)
Expected credit losses	(1,484,408)	(9,882,800)	(30,511,098)	(41,878,306)
Total /Current Period (Reviewed)	1,523,835,827	181,752,274	19,330,175	1,724,918,276
Total /Prior Period (Audited)	1,527,409,974	162,979,857	16,783,857	1,707,173,688

2. Credit exposure allocation according to geographical distribution:

a. Total credit exposure allocation according to geographical distribution:

Geographical Area	Inside Jordan	Other Middle East countries	Europe	Asia	America	Other Countries	Gross	Suspended Interest	Expected Credit Losses	Net
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Balances at central banks	223,225,242	-	-	-	-	-	223,225,242	-	-	223,225,242
Balances at banks and financial institutions	36,922,274	317,835	6,359,768	55,974	13,847,982	-	57,503,833	-	(7,025)	57,496,808
Deposits at banks and financial institutions- Net	2,000,000	-	1,063,500	-	-	-	3,063,500	-	(9,424)	3,054,076
Credit facilities	791,024,680	-	-	-	-	-	791,024,680	(24,016,013)	(38,764,177)	728,244,490
Bonds and bills										
Financial assets at amortized cost	19,758,672	-	-	-	-	-	19,758,672	-	(1,450,000)	18,308,672
Mortgaged financial assets (Liabilities)	279,649,161	-	-	-	-	-	279,649,161	-	-	279,649,161
Financial assets at fair value through comprehensive income	230,189,666	-	-	-	-	-	230,189,666	-	-	230,189,666
Other assets - net	8,121,917	-	-	-	-	-	8,121,917	-	-	8,121,917
Total for the period	1,590,891,612	317,835	7,423,268	55,974	13,847,982.00	-	1,612,536,671	(24,016,013)	(40,230,626)	1,548,290,032
Letter of guarantees	55,570,638	-	-	-	-	-	55,570,638	-	(647,465)	54,923,173
Letter of credit	8,678,764	-	-	-	-	-	8,678,764	-	(979,602)	7,699,162
Acceptances	4,726,802	-	-	-	-	-	4,726,802	-	(20,613)	4,706,189
Unutilized Limits	109,299,720	-	-	-	-	-	109,299,720	-	-	109,299,720
Total /Current Period (Reviewed)	1,769,167,536	317,835	7,423,268	55,974	13,847,982	-	1,790,812,595	(24,016,013)	(41,876,306)	1,724,919,276
Total /Prior Year (Audited)	1,741,636,704	827,551	10,441,667	61,886	16,482,794	-	1,769,450,602	(21,939,245)	(40,337,669)	1,707,173,688

b. Exposure allocation according to classification stages as per IFRS (9):

	Stage (1)	Stage (2)	Stage (3)	Gross	Suspended Interest	Expected Credit Losses	Net
	JD	JD	JD	JD	JD	JD	JD
Inside Jordan	1,503,701,316	191,608,933	73,857,287	1,769,167,536	(24,016,013)	(41,878,211)	1,703,273,312
Other Middle East Countries	291,692	26,143	-	317,835	-	-	317,835
Europe	7,423,268	-	-	7,423,268	-	(95)	7,423,173
Asia	55,974	-	-	55,974	-	-	55,974
America	13,847,982	-	-	13,847,982	-	-	13,847,982
Other	-	-	-	-	-	-	-
Total /Current Period (Reviewed)	1,525,320,232	191,635,076	73,857,287	1,790,812,595	(24,016,013)	(41,878,306)	1,724,918,276
Total /Prior Year (Audited)	1,529,059,454	172,275,265	68,115,883	1,769,450,602	(21,939,245)	(40,337,669)	1,707,173,688

3. Credit Exposure that have been Reclassified

The disclosures below are prepared in two phases: the first for the total credit exposures and the second for the expected credit loss exposure:

a. Total credit exposure that have been reclassified

	Stage (2)		Stage (3)			Percentage of Exposure that have been Classified
	Exposure that have been		Exposure that have been			
	Total Exposure	Reclassified	Total Exposure	Reclassified	Total Exposure that have been	
	Amount	JD	Amount	JD	Reclassified	
Direct credit facilities	JD	JD	JD	JD	JD	%
	130,757,889	13,287,004	70,986,804	4,463,439	17,750,443	8.80
	130,757,889	13,287,004	70,986,804	4,463,439	17,750,443	8.80
Total	21,949,296	690,212	470,482	-	690,212	3.08
Financial guarantees	152,707,185	13,977,216	71,457,286	4,463,439	18,440,655	8.23
	140,130,459	39,337,310	65,715,883	14,410,142	53,747,452	26.0

b. Expected Credit Loss for Exposure that have been Reclassified

	Exposures that have been Reclassified			Expected Credit Loss due to Reclassified Exposures		
	Exposure	Exposure	Total Exposures			
	Reclassified	Reclassified	That Have Been			
	from Stage (2)	from Stage (3)	Reclassified	Stage (2) -	Stage (3) -	Total
	JD	JD	JD	Individual	Individual	JD
Direct credit facilities	13,287,004	4,463,439	17,750,443	227,962	185,101	413,063
Total	13,287,004	4,463,439	17,750,443	227,962	185,101	413,063
Indirect credit facilities	690,212	-	690,212	3,163	-	3,163
Grand Total / Current Period (Reviewed)	13,977,216	4,463,439	18,440,655	231,125	185,101	416,226
Grand Total / Prior Year (Audited)	39,337,310	14,410,142	53,747,452	560,756	299,432	860,188

27. Contingent Liabilities and Commitments:

The details of this item are as follows:

	March 31, 2021(Reviewed)	December 31, 2020(Audited)
	JD	JD
Letters of credit	8,678,764	10,034,188
Acceptances	4,726,802	7,960,427
Letters of guarantee:	55,570,638	57,927,721
- Payment	19,357,783	17,312,841
- Performance	23,381,590	24,996,110
- Other	12,831,265	15,618,770
Unutilized credit facilities	109,299,720	115,377,666
Total	178,275,924	191,300,002

28. Legal Cases

Total legal cases against the Group amounted to JD 4,629,111 as of March 31, 2021 (JD 4,401,833 as of December 31, 2020) and the related provision were JD 111,836 as of March 31, 2021 (JD 109,899 as of December 31, 2020). The Bank's management and their legal counsel, concluded that existing provision against these claims is sufficient.

29. Fair Value Levels

a. Financial Assets and Financial Liabilities of the Bank that are Measured at Fair Value on an Ongoing Basis:

Some of the financial assets and financial liabilities of the Bank are measured at fair value at the end of each financial period. The table below provides information on how to measure the fair value of these financial assets and financial liabilities (valuation methods and inputs used)

	Fair Value		Fair Value Hierarchy	Valuation Method and Inputs Used	Important Intangible Inputs	Relationship Between Important Intangible Inputs and Fair Value
	March 31, 2021 (Reviewed)	December 31, 2020 (Audited)				
	JD	JD				
Financial Assets						
Financial Assets at Fair Value						
Financial Assets at Fair Value Through other Comprehensive Income:						
Quoted stocks	799,122	799,122	Level 1	Prices quoted at Financial Markets	Not Applicable	Not Applicable
Unquoted stocks	2,918,311	2,890,036	Level 2	Using the equity method and the latest available financial information	Not Applicable	Not Applicable
Governmental bonds and its guarantees through other comprehensive income	509,838,827	520,212,656	Level 1	Prices quoted at Financial Markets	Not Applicable	Not Applicable
Total Financial Assets at Fair Value	513,556,260	523,901,814				

There were no transfers between Level I and Level II during the period ended March 31, 2021 and December 31, 2020.

b. Financial Assets and Financial Liabilities of the Bank that are not Measured at Fair Value on an Ongoing Basis:

Except as described in the table below, we believe that the carrying amounts of financial assets and financial liabilities denominated in the Bank's condensed consolidated financial statements approximate their fair values:

	March 31, 2021 (Reviewed)		December 31, 2020 (Audited)		Fair Value Hierarchy
	Book Value	Fair Value	Book Value	Fair Value	
	JD	JD	JD	JD	
Financial Assets not Measured at Fair Value					
Term deposits subject to notice and certificates of deposit with central banks	223,225,242	223,226,591	151,557,763	151,563,133	Level 2
Current accounts and deposits with banks and financial institutions	60,550,884	60,556,178	55,527,637	55,577,493	Level 2
Direct credit facilities at amortized cost	728,244,490	731,268,359	755,173,200	757,111,985	Level 2
Other financial assets at amortized cost	18,308,672	17,799,609	25,508,240	24,760,678	Level 1 & 2
Assets Seized against debt	4,751,751	4,751,751	4,488,978	4,488,978	Level 2
Total Financial Assets not Measured at Fair Value	1,035,081,039	1,037,602,488	992,255,818	993,502,267	
Financial Liabilities not Measured at Fair Value					
Banks and financial institutions deposits	23,742,860	23,758,041	17,670,734	17,684,837	Level 2
Customer deposits	1,165,664,766	1,174,715,662	1,163,335,270	1,171,083,358	Level 2
Cash margins	91,189,785	91,573,552	84,732,493	85,033,908	Level 2
Borrowed funds	111,796,348	112,237,438	99,905,320	100,352,175	Level 2
Total Financial Liabilities not Measured at Fair Value	1,392,393,759	1,402,284,693	1,365,643,81	1,374,154,27	

For the above items, the fair value of financial assets and liabilities for Level II has been determined in accordance with agreed upon pricing models that reflect the credit risk of the parties to be dealt with.

30. Impact of Covid 19

The coronavirus ("COVID – 19") pandemic has spread across various geographies globally, causing disruption to business and economic activities. COVID – 19 has brought about uncertainties in the global economic environment.

The Bank is closely monitoring the situation and has activated its business continuity planning and other risk management practices to manage the potential business disruption the COVID – 19 outbreak may have on its operations and financial performance.

The Bank has performed an assessment of COVID – 19 pandemic which has resulted in the following changes to the expected credit loss methodology and valuation estimates and judgements as at and for the year ended December 31, 2020 noting that there were no changes to policies, estimates and judgments during the period ended March 31, 2021:

a. Expected credit losses

The uncertainties caused by COVID – 19, have required the Bank to update the inputs and assumptions used for the determination of ECLs during the year, 2020. ECLs were estimated based on a range of forecast economic conditions as at that date and considering that the situation is fast evolving, the Bank has considered the impact of higher volatility in the forward-looking macro-economic factors, when determining the severity and likelihood of economic scenarios for ECL determination.

This volatility has been reflected through adjustment in the methods of scenario construction and the underlying weightages assigned to these scenarios. The forward-looking factor (here Credit Index or CI) used is determined from the observed historical credit index. The credit index is used to forecast expected probability of defaults for the credit portfolio of the Bank.

In addition to the assumptions outlined above, the Bank has given specific consideration to the relevant impact of COVID – 19 on the qualitative and quantitative factors when determining the significant increase in credit risk and assessing the indicators of impairment for the exposures in potentially affected sectors and reflecting the Bank's management estimates (Management Overlay) in evaluating the impact on certain sectors or specific customers based on studying each sector or customers separately.

b. Valuation estimates and judgements

The Bank has also considered potential impacts of the current economic volatility in determination of the reported amounts of the Bank's financial and non-financial assets and these are considered to represent management's best assessment based on available or observable information.

c. Deferred installments and customer credit ratings

Based on the Central Bank of Jordan Circular number 10/3/4375 and 10/3/13960 issued on March 15, 2020 and November 22, 2020 to the banks operating in Jordan, the bank postponed the installments due or that would be due on some customers without considering this as a restructuring and without affecting the customer credit rating, the postponed installments amounted to around JD 16 million during the period ended March 31, 2021 (JD 29 million during the year 2020).