

**THE HOUSING BANK FOR TRADE AND FINANCE
(PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - THE HASHEMITE KINGDOM OF JORDAN**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS FOR THE
THREE MONTHS ENDED 31 MARCH 2024
TOGETHER WITH THE REVIEW REPORT**

The Housing Bank for Trade and Finance
(Public shareholding limited company)
31 March 2024

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REVIEW REPORT ON THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

TO H.E. THE CHAIRMAN AND MEMBERS OF THE BOARD OF DIRECTORS OF THE HOUSING BANK FOR TRADE AND FINANCE

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of The Housing Bank for Trade and Finance (the "Bank") and its subsidiaries (together the "Group") as of 31 March 2024 and the related interim condensed consolidated statements of profit or loss and other comprehensive income and changes in equity and cash flows for the three-months then ended, and other explanatory notes.

Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (34) "interim financial reporting" as amended by the Central Bank of Jordan instructions. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.


Scope of Review

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

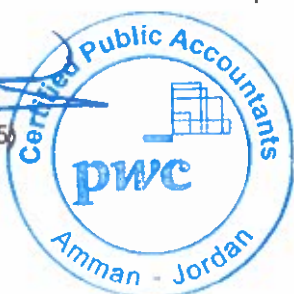
Conclusion

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

For and on behalf PricewaterhouseCoopers "Jordan"


Omar Kalanzi
License No (1015)

Amman, Jordan
25 April 2024



The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Interim condensed consolidated statement of financial position
As at 31 March 2024

		31 March 2024 (Reviewed) JD	31 December 2023 (Audited) JD
	Note		
Assets			
Cash and balances at central banks – net	5	567,252,149	553,689,927
Balances at banks and financial institutions – net	6	270,901,987	323,043,611
Deposits at banks and financial institutions – net	7	7,635,618	44,751,813
Financial assets at fair value through profit or loss	8	4,458,031	4,425,551
Financial assets at fair value through other comprehensive income	9	391,308,775	403,462,628
Direct credit facilities at fair value through profit or loss	10	32,272,111	31,496,582
Direct credit facilities at amortized cost - net	11	4,754,782,358	4,442,544,481
Financial assets at amortized cost – net	12	2,508,279,483	2,418,523,210
Property and equipment – net		158,098,123	159,245,811
Intangible assets – net		22,996,949	22,214,936
Right of use asset		22,939,407	21,364,626
Deferred tax assets		122,234,811	125,044,861
Other assets – net	13	145,320,553	127,072,572
Total Assets		9,008,480,355	8,676,880,609
Liabilities and owners' equity:			
Liabilities:			
Banks and financial institutions deposits		875,231,766	716,654,103
Customers' deposits	14	5,770,791,829	5,649,898,542
Cash margins		326,613,800	296,137,233
Borrowed funds	15	287,955,571	297,089,265
Sundry provisions		31,804,242	31,232,872
Income tax provision	16/a	56,910,360	61,676,475
Deferred tax liabilities		5,983,792	6,374,087
Lease liability		21,783,231	21,064,223
Other liabilities	17	267,101,986	268,891,814
Total liabilities		7,644,176,577	7,349,018,614
Owners' equity:			
Bank's shareholders' equity:			
Authorized and paid-up capital		315,000,000	315,000,000
Share premium		328,147,537	328,147,537
Statutory reserve		296,295,588	296,295,588
Special reserve		11,743,708	11,743,708
Foreign currencies translation		(131,770,664)	(130,825,280)
Fair value reserve – net	19	(4,701,766)	(3,920,263)
Retained earnings	20	452,965,949	452,965,949
Profit for the period/ year		37,308,322	-
Total bank's shareholders' equity		1,304,988,674	1,269,407,239
Non-controlling interest		59,315,104	58,454,756
Total owners' equity		1,364,303,778	1,327,861,995
Total liabilities and owners' equity		9,008,480,355	8,676,880,609

The accompanying notes constitute an integral part of these interim condensed consolidated financial statements and should be read with them and with the review report.

The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Interim condensed consolidated statement of profit or loss
For the Three Months Ended 31 March 2024

		For the Three Months Ended 31 March	
	Note	2024 (Reviewed) JD	2023 (Reviewed) JD
Interest income	21	149,358,365	134,468,457
Interest expense	22	(54,459,741)	(39,300,125)
Net Interest Income		94,898,624	95,168,332
Net commission income		6,940,837	6,994,336
Net Interest and Commission Income		101,839,461	102,162,668
Gain from foreign currencies		2,059,673	2,055,370
Gain from financial assets at fair value through profit or loss	23	403,957	767,963
Cash dividends from financial assets at fair value through other comprehensive income		150,000	240,882
Other income		6,994,111	7,423,211
Total Income		111,447,202	112,650,094
Expenses			
Employees' expenses		25,370,113	24,522,647
Depreciation and amortization		6,599,494	6,215,941
Other expenses		14,643,168	13,914,686
Allowance for expected credit loss	18	5,002,728	13,290,881
(Recovery) Expense Sundry provisions		(113,030)	126,044
Total Expenses		51,502,473	58,070,199
Profit for the period before income tax expense		59,944,729	54,579,895
Income tax expense	16/b	(21,520,775)	(18,367,232)
Profit for the period		38,423,954	36,212,663
Attributable to:			
Bank's Shareholders		37,308,322	35,252,725
Non-Controlling Interest		1,115,632	959,938
		38,423,954	36,212,663
Basic and diluted earnings per share for the period attributable to the Bank's Shareholders	24	0.118	0.112

The accompanying notes constitute an integral part of these interim condensed consolidated financial statements and should be read with them and with the review report.

**The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Interim condensed consolidated statement of comprehensive income
For the Three Months Ended 31 March 2024**

	For the Three Months Ended 31 March	
	2024	2023
	(Reviewed)	(Reviewed)
	JD	JD
Profit for the period	38,423,954	36,212,663
Other comprehensive income items which may be reclassified to profit or loss in the subsequent period		
Foreign currencies translation	(1,202,823)	1,941,014
Net change in valuation reserve of financial assets at fair value through comprehensive income after tax – debt instrument	(591,888)	252,450
Other comprehensive income items that will not be reclassified to profit or loss in the subsequent period		
Net change in valuation reserve of financial assets at fair value through comprehensive income after tax - equity instruments	(187,460)	-
Total other comprehensive income for the period after tax	(1,982,171)	2,193,464
Total Comprehensive Income for the Period	36,441,783	38,406,127
Attributable to:		
Bank's shareholders	35,581,435	37,297,813
Non-controlling interest	860,348	1,108,314
	36,441,783	38,406,127

The accompanying notes constitute an integral part of these interim condensed consolidated financial statements and should be read with them and with the review report.

The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Interim condensed consolidated statement of changes in owners' equity
For the Three Months Ended 31 March 2024

	Bank's Shareholders Equity										
	Reserves				Foreign Currency Translation	Fair Value Reserve – Net	Retained Earnings	Profit for the Period	Total bank's shareholders' equity	Non-controlling Interest	Total Owners' Equity
	Authorized and paid-up capital	Share Premium	Statutory	Special Reserve							
	JD	JD	JD	JD							
For the Three Months Ended 31 March 2024 (Reviewed)											
Beginning Balance for the Period (Audited)	315,000,000	328,147,537	296,295,588	11,743,708	(130,825,280)	(3,920,263)	452,965,949	-	1,269,407,239	58,454,756	1,327,861,995
Profit for the period	-	-	-	-	-	-	-	37,308,322	37,308,322	1,115,632	38,423,954
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax– debit instruments	-	-	-	-	-	(594,043)	-	-	(594,043)	2,155	(591,888)
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax - equity instruments	-	-	-	-	-	(187,460)	-	-	(187,460)	-	(187,460)
Foreign currencies translation	-	-	-	-	(945,384)	-	-	-	(945,384)	(257,439)	(1,202,823)
Total comprehensive income for the period	-	-	-	-	(945,384)	(781,503)	-	37,308,322	35,581,435	860,348	36,441,783
Ending Balance for the Period (Reviewed)	315,000,000	328,147,537	296,295,588	11,743,708	(131,770,664)	(4,701,766)	452,965,949	37,308,322	1,304,988,674	59,315,104	1,364,303,778
For the Three Months Ended 31 March 2023 (Reviewed)											
Beginning Balance for the Period (Audited)	315,000,000	328,147,537	274,745,075	11,553,745	(134,490,422)	(10,908,261)	416,843,387	-	1,200,891,061	58,170,812	1,259,061,873
Profit for the period	-	-	-	-	-	-	-	35,252,725	35,252,725	959,938	36,212,663
Net change in valuation reserve of financial assets at fair value through other comprehensive income after tax– debit instruments	-	-	-	-	-	239,840	-	-	239,840	12,610	252,450
Foreign currencies translation	-	-	-	-	1,805,248	-	-	-	1,805,248	135,766	1,941,014
Total comprehensive income for the period	-	-	-	-	1,805,248	239,840	-	35,252,725	37,297,813	1,108,314	38,406,127
Dividends	-	-	-	-	-	-	-	-	-	(3,310,350)	(3,310,350)
Ending Balance for the Period (Reviewed)	315,000,000	328,147,537	274,745,075	11,553,745	(132,685,174)	(10,668,421)	416,843,387	35,252,725	1,238,188,874	55,968,776	1,294,157,650

The accompanying notes constitute an integral part of these interim condensed consolidated financial statements and should be read with them and with the review report.

The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Interim condensed consolidated statement of cash flows
For the Three Months Ended 31 March 2024

Note	For the Three Months Ended 31 March,	
	2024	2023
	(Reviewed) JD	(Reviewed) JD
Operating activities		
Profit for the period before income tax	59,944,729	54,579,895
Adjustments for non-cash items:		
Depreciation and amortization	6,599,494	6,215,941
Provision for expected credit losses	5,002,728	13,290,881
Net unrealized gain from valuation of financial assets at fair value through profit or loss	(47,644)	(187,168)
Cash dividends from financial assets at fair value through other comprehensive income	(150,000)	(240,882)
Net unrealized gain from valuation of direct credit facilities at fair value through profit and loss	(339,854)	(564,597)
Unrealized loss from valuation of derivatives	339,854	564,597
Net accrued interest and commission income	(6,559,059)	2,637,823
Effect of the change in exchange rates on cash and cash equivalents	(1,275,125)	(1,276,664)
Provision for end of service indemnity expense	971,741	860,530
Premiums and discounts amortization	(918,712)	(1,096,704)
(Recovery) Expense Sundry provisions	(113,030)	126,044
Others	665,759	325,931
Cash flows from operating activities before changes in assets and liabilities	64,120,881	75,235,627
Decrease/ (increase) in assets:		
Deposits at banks and financial institutions (maturing within more than 3 months)	37,088,895	47,048,205
Direct credit facilities	(320,533,800)	(263,652,180)
Financial assets at fair value through profit or loss	15,164	14,861
Other assets	(10,846,559)	9,060,657
Decrease/ (increase) in liabilities:		
Banks and financial institutions' deposits (maturing within more than 3 months)	13,488,647	(7,612,704)
Customers' deposits	122,679,251	241,428,753
Cash margins	30,587,496	(10,933,633)
Other liabilities	(1,119,837)	(6,802,320)
Sundry provisions	(287,341)	(660,857)
Net cash flow (used in) generated from operating activities before income tax	(64,807,203)	83,126,409
Income tax paid	(23,422,094)	(12,671,440)
Net cash flow (used in) generated from operating activities	(88,229,297)	70,454,969
Investing activities		
Purchase of financial assets at fair value through comprehensive income	(79,214,732)	(46,652,547)
Selling/ Matured financial assets at fair value through comprehensive income	89,800,051	27,440,079
Cash dividends from financial assets at fair value through other comprehensive income	150,000	240,882
Purchase of financial assets at amortized cost	(314,815,171)	(142,117,507)
Matured financial assets at amortized cost	225,609,802	112,909,066
Purchase of property and equipment	(2,718,143)	(3,113,850)
(Loss) Proceeds from sale of property and equipment	(39,454)	17,971
Purchase of intangible assets	(2,520,155)	(1,889,960)
Net cash flow used in investing activities	(83,747,802)	(53,165,866)
Financing activities		
Borrowed funds	45,544,536	44,745,448
Paid from borrowed funds	(54,678,230)	(92,618,777)
Dividends paid to shareholders	(60,924)	(27,351)
Non-controlling Interest	-	(3,310,350)
Paid for lease liabilities	(2,227,599)	(1,546,881)
Net cash flows used in financing activities	(11,422,217)	(52,757,911)
Net decrease in cash and cash equivalent	(183,399,316)	(35,468,808)
Effect of the change in exchange rates on cash and cash equivalents	(183,092)	1,982,051
Cash and cash equivalents - beginning of the period	244,726,145	302,075,136
Cash and cash equivalents - end of the period	61,143,737	268,588,379

The accompanying notes constitute an integral part of these interim condensed consolidated financial statements and should be read with them and with the review report.

The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Notes to the interim condensed consolidated financial statements
For the Three Months Ended 31 March 2024

(1) General Information

The Housing Bank for Trade and Finance ("the Bank") was established in 1973 and registered as a public shareholding limited company in accordance with the Jordanian Companies Law No. (12) of 1964.

The Banks paid up capital amounted to JD 315 million distributed to 315 million shares, with a par value of JD 1 per share.

The Bank provides its banking and financing business activities through its headquarter in Amman – Jordan and through its branches in Jordan (106 branches) and abroad in Palestine and Bahrain (16 branches) and through its subsidiaries in Jordan, Syria, Algeria and the United Kingdom.

The Bank's shares are traded on Amman Stock Exchange.

The interim condensed consolidated financial statements were approved by the Bank's Board of Directors on 18 April 2024.

(2) Basis of Preparation of the Interim Condensed Consolidated Financial Statements

The accompanying interim condensed consolidated financial statements have been prepared in accordance with the International Accounting Standard No. (34) "Interim Financial Reporting", as amended by the Central Bank of Jordan instructions.

The interim condensed consolidated financial statements are prepared in accordance with the historical cost convention, except for financial assets and financial liabilities which are stated at fair value at the date of the interim condensed consolidated financial statements.

The reporting currency of the interim condensed consolidated financial statements is the Jordanian Dinar, which is the functional currency of the Bank.

The interim condensed consolidated financial statements do not include all notes and information presented in the annual financial statements which is prepared in accordance with the IFRS Accounting Standards as amended by the Central Bank of Jordan instructions and should be read with the Bank's annual report for the year ended 31 December 2023. The results of the three months ended 31 March 2024 do not indicate the expected results for the year ended 31 December 2024. There was no appropriation of the profit of the three months ended 31 March 2024 which is performed at year end.

The key differences between IFRS Accounting Standards that should be applied and what has been amended by the Central Bank of Jordan are as follows:

1-Item in the statement of financial position and statement of comprehensive income are presented and classified as per the instruction of the Central bank of Jordan, which those may not encompass all the International Financial Standard such as those outlined in IFRS Accounting standards number 7,9 and 13.

2- Provisions for expected credit losses are calculated in accordance with the Central Bank of Jordan (CBJ) instructions No. (13/2018) "International Financial Reporting Standard (9) Implementation" dated 6 June 2018 and in accordance with the regulatory authorities' instructions in the countries that the Bank operates whichever is more strict, the main significant differences are as follows:

- A-Exclusion of the debt instruments issued or guaranteed by the Jordanian Government, so that credit exposures issued or guaranteed by the Jordanian Government are treated with no credit losses.
 - B- When calculating credit losses against credit exposures, the calculation results in accordance with International Financial Reporting Standards (9) are compared with the calculation as per the instructions of the Central Bank of Jordan No. (47/2009) dated December 10, 2009 for each stage separately and the stricter results are recorded.
- 3- In accordance with the instructions of the Central Bank of Jordan and the instructions of the supervisory authorities in the countries in which the Bank operates, interest and commissions are suspended on non-performing credit facilities.
- 4- Additional provisions are calculated in the consolidated financial statements against some of the Bank's foreign investments in some neighboring countries.
- 5- In previous years, additional provisions were recorded against seized assets under the instructions of the Central Bank of Jordan until the 10/2022, when these instructions were canceled.

2-1 Basis of Consolidation of the Interim Condensed Consolidated Financial Statements

The results of the subsidiaries' operations in the consolidated statement of profit or loss effective from their acquisition date, which is the date on which control over the subsidiaries is effectively transferred to the Bank. Furthermore, the results of the disposed-of subsidiaries are consolidated in the consolidated statement of profit or loss up to the date of their disposal, which is the date on which the Bank loses control over the subsidiaries.

Control is achieved when the Bank:

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

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

Non-controlling interests in subsidiaries are determined separately from the Bank's ownership rights in these entities. Non-controlling interests currently held by equity interests granted to their holders in a proportionate share of the net assets upon liquidation may initially be measured at fair value or at the proportionate share of non-controlling interests in the fair value of the identifiable net asset purchase. The measurement is chosen on the basis of acquisition. Other non-controlling interests are initially measured at fair value after acquisition. The book value of non-controlling interests is the value of these interests upon initial recognition, in addition to the share of the non-controlling interests from subsequent changes in ownership rights. Total comprehensive income is attributed to the non-controlling interests, even if this leads to a deficit in the balance of the non-controlling interests.

Changes in the Bank's interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions. The present value of the Bank's and non-controlling interests is adjusted to reflect changes in their relative interests in subsidiaries. Any difference between the amount by which non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Bank.

When the Bank loses control of a subsidiary, the gain or loss on disposal is recognized in the income statement as the difference between the total fair value of the consideration received and the fair value of any remaining interests and the previous current value of the assets (including goodwill) less the liabilities of the subsidiary and any non-controlling interests.

All amounts previously recognized in other comprehensive income in respect of that subsidiary are accounted for as if the Bank had directly disposed of the assets or liabilities relating to the subsidiary. The fair value of the investment held in the former subsidiary at the date of loss of control is considered as fair value on initial recognition for subsequent accounting under IFRS 9 Financial Instruments when the provisions of the standard apply, or the cost of initial recognition of the investment in an associate or joint venture.

2-2 As of 31 March 2024, the Bank owns the following subsidiaries:

(a) Foreign subsidiaries:

International Bank for Trade and Finance / Syria: paid-in capital is Syrian Lira 10.5 billion, of which the Bank owns 49.063%. The Bank has the power to control the administrative and financial policies of this bank. Therefore, its financial statements have been consolidated with the financial statements of the Bank. In this regard, the Bank's main objective is to conduct commercial banking activities, and ownership of this bank dates back to 2003. In addition, the International Bank for Trade and Finance has a subsidiary – The International Financial Center/ Syria with an ownership percentage of 85% of the company's capital amounting to 100 million SYL, whereas The Housing Bank for Trade and Finance owns a percentage of 5% of the company's capital.

Housing Bank for Trade and Finance – Algeria: the ownership is 85% of the bank's capital of 20 billion Algerian dinars. The main objective of this Bank is to conduct commercial banking activities, and ownership of this bank dates back to 2002.

Jordan International Bank / London: The Bank ownership is 75% of paid-up capital, which amounts to 65 million pound sterling (65 million shares). The main objective of this Bank is to conduct banking activities.

(b) Local subsidiaries:

International Financial Center Company- Jordan: The Bank ownership is 77.5% of paid-up capital, which amounted to JD 5 million. The Company's main activity is financial brokerage in local and foreign markets, and it conducts purchase and sale transactions of financial instruments for customers and the company. The Bank's ownership in this Company dates back to 1998.

Specialized Lease Finance Company – Jordan: The Bank owns 100% of paid- in capital of JD 30 million (30 million shares). The Company's main activity is to conduct finance leases for various types of equipment and machinery, in addition to real estate, land, vehicles, and other items purchased by the company for finance lease purposes. The Bank's ownership in this Company dates back to 2005.

(3) Significant Accounting Policies

3-1 The accounting policies used in the preparation of the interim condensed consolidated financial statements for the period ended on 31 March 2024 are consistent with those used in the preparation of the annual consolidated financial statement for the year ended 31 December 2023. However, the Group has adopted the following amendments and interpretations that apply for the first time in January 2024 and have not materially affected the amounts and disclosures in the interim condensed consolidated financial statements for the period and prior years, which may have an impact on the accounting treatment of future transactions and arrangements.

3-2 Changes in accounting policy and disclosures

(A) New and amended standards and interpretations issued and adopted by the Group in the financial year beginning on 1 January 2024:

Classification of Liabilities as Current or Non-current – Amendments to IAS 1 Non-current Liabilities with Covenants – Amendments to IAS 1 - These amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these conditions.	1 January 2024
Lease Liability in a Sale and Leaseback – Amendments to IFRS 16: These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted.	1 January 2024
Supplier finance arrangements – Amendments to IAS 7 and IFRS 7: These amendments require disclosures to enhance the transparency of supplier finance arrangements and their effects on an entity's liabilities, cash flows and exposure to liquidity risk. The disclosure requirements are the IASB's response to investors' concerns that some companies' supplier finance arrangements are not sufficiently visible, hindering investors' analysis.	1 January 2024
Sale or contribution of assets between an investor and its associate or joint venture – Amendments to IFRS 10 and IAS 28 - The IASB has made limited scope amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures. The amendments clarify the accounting treatment for sales or contribution of assets between an investor and their associates or joint ventures. They confirm that the accounting treatment depends on whether the nonmonetary assets sold or contributed to an associate or joint venture constitute a 'business' (as defined in IFRS 3 Business Combinations).	1 January 2024

The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Notes to the interim condensed consolidated financial statements
For the Three Months Ended 31 March 2024

Where the non-monetary assets constitute a business, the investor will recognize the full gain or loss on the sale or contribution of assets. If the assets do not meet the definition of a business, the gain or loss is recognized by the investor only to the extent of the other investor's interests in the associate or joint venture. The amendments apply prospectively.

The implementation of the above standards did not have a material impact on the interim condensed consolidated financial statements.

b. The Group has not yet applied the following new standards, amendments and interpretations that have been issued but are not yet effective:

<p>Amendments to IAS 21 – Lack of Exchangeability</p> <p>An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.</p>	<p>Annual periods beginning on or after 1 January 2025 (early adoption is available)</p>
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The management is still in the process of evaluating the impact of these new amendments on the Group's consolidated financial statements, and it believes that there will be no significant impact on the interim condensed consolidated financial statements when they are implemented.

There are no other standards that are not yet effective and that would be expected to have a material impact on the Group in the current year starting 1 January 2024 or future reporting periods and on foreseeable future transactions.

(4) Significant Accounting Judgments and key Sources of Uncertainty Estimates:

Preparation of the interim condensed consolidated financial statements and application of the accounting policies require management to make judgments, estimates, and assumptions that affect the amounts of financial assets and financial liabilities, and to disclose potential liabilities. Moreover, these estimates and judgments affect revenues, expenses, provisions, in general, expected credit losses, as well as changes in fair value that appear in the interim condensed consolidated 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 interim condensed consolidated financial statements are reasonable and consistent with those used in the preparation of the Bank's annual consolidated financial statements for the year ended 31 December 2023.

The housing bank for trade and finance
(Public shareholding limited company)
Amman - the Hashemite kingdom of Jordan
Notes to the interim condensed consolidated financial statements
For the Three Months Ended 31 March 2024

(5) Cash and Balances at Central Banks - Net

The details of this item are as follows:

	31 March 2024	31 December 2023
	(Reviewed)	(Audited)
	JD	JD
Cash in hand and vault	117,926,981	95,538,393
Balance at central banks:		
Current accounts and demand deposits	133,485,495	156,580,071
Term and notice deposits	78,545,223	66,452,395
Statutory cash reserve	237,330,943	235,155,656
Total Balances at Central Banks	449,361,661	458,188,122
Total Cash and Balances at Central Banks	567,288,642	553,726,515
<u>Less:</u> Provision for expected credit losses	(36,493)	(36,588)
Net	567,252,149	553,689,927

Except for the statutory cash reserve, there are no restrictions balances as of 31 March 2024 and 31 December 2023.

The above balances are classified under stage 1. There were no transfers between stages (1, 2 and 3) for the balances and expected loss provision or written off balances during the three months period ended 31 March 2024 and for the year ended 31 December 2023.

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(6) Balances at Banks and Financial Institutions - Net

The details of this item are as follows:

Description:	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	(Reviewed)	(Audited)	(Reviewed)	(Audited)	(Reviewed)	(Audited)
	JD	JD	JD	JD	JD	JD
Current and demand accounts	1,834,560	1,886,490	100,269,362	131,420,838	102,103,922	133,307,328
Deposits maturing within or less than 3 months	52,002,468	18,137,629	117,114,248	171,831,200	169,116,716	189,968,829
Total	53,837,028	20,024,119	217,383,610	303,252,038	271,220,638	323,276,157
Provision for expected credit losses	(76,487)	(22,881)	(242,164)	(209,665)	(318,651)	(232,546)
Net	53,760,541	20,001,238	217,141,446	303,042,373	270,901,987	323,043,611

The non-interest bearing balances at banks and financial institutions are amounted to JD 29.2 million as of 31 March 2024 (JD 27.4 million as of 31 December 2023).

There were no restricted balances as of 31 March 2024 and 31 December 2023.

The above balances are classified under stage 1. There were no transfers between stages (1, 2 and 3) for balances and expected credit loss provision or written off balances during the three months period ended 31 March 2024 and for the year ended 31 December 2023.

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(7) Deposits at Banks and Financial Institutions - Net

The details of this item are as follows:

	Local Banks and Financial Institutions		Foreign Banks and Financial Institutions		Total	
	31 March 2024 (Reviewed)	31 December 2023 (Audited)	31 March 2024 (Reviewed)	31 December 2023 (Audited)	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD	JD	JD	JD	JD
<u>Deposits mature during the period:</u>						
From 3 months to 6 months	-	30,000,000	743,364	11,427,972	743,364	41,427,972
From 6 months to 9 months	-	-	3,009,259	472,050	3,009,259	472,050
From 9 months to 12 months	-	-	4,086,091	3,027,587	4,086,091	3,027,587
Total	-	30,000,000	7,838,714	14,927,609	7,838,714	44,927,609
Provision for expected credit losses	-	-	(203,096)	(175,796)	(203,096)	(175,796)
Net	-	30,000,000	7,635,618	14,751,813	7,635,618	44,751,813

There were no restrictions on deposits as of 31 March 2024 and 31 December 2023.

The above balances are classified under stage 1. There were no transfers between stages (1,2 and 3) for balances and expected loss provision or written off balances during the three months period ended 31 March 2024 and for the year ended 31 December 2023.

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(8) Financial Assets at Fair Value through Profit or Loss

The details of this item are as follows:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Quoted Financial Assets:		
Companies shares and funds listed in financial markets	4,458,031	4,425,551
Total	4,458,031	4,425,551

(9) Financial Assets at Fair Value through Other Comprehensive Income

The details of this item are as follows:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Shares with available market prices	14,359,473	5,794,878
Shares and funds with no available market prices	45,771,491	45,578,991
Total Shares	60,130,964	51,373,869
Jordanian treasury bonds	164,002,814	180,139,559
Jordanian government bills and bonds	36,841,161	37,348,952
Foreign governments bills and bonds	69,246,724	68,231,824
Corporate bonds	61,519,588	66,659,891
Total Bonds	331,610,287	352,380,226
<u>Less: Provision of expected credit losses</u>	<u>(432,476)</u>	<u>(291,467)</u>
Total Bonds – Net	331,177,811	352,088,759
Total	391,308,775	403,462,628

The maturity dates for Bonds range from year 2024 to year 2036.

Interest rates on bonds and treasury bills ranges from 1.4% to 7.67%.

The following represents the movement on shares at fair value through other comprehensive income for shares during the period/year:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Fair value - beginning balance period / year	51,373,869	42,699,806
New investments during the period / year	9,050,700	6,728,145
Change in fair value during the period / year	(293,605)	1,990,783
Adjustments resulted from change in exchange rates	-	(44,865)
Balance – End of the Period/Year	60,130,964	51,373,869

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The following represents the movement on bonds at fair value through other comprehensive income for bonds during the period / year:

	Stage (1) Individual	Stage (2) Individual	Stage (3)	Total
	JD	JD	JD	JD
For the Three Months Period Ended 31 March 2024 (Reviewed)				
Fair value – beginning of the period	343,176,172	9,204,054	-	352,380,226
New investments during the period	70,164,032	-	-	70,164,032
Matured investments during the period	(89,800,051)	-	-	(89,800,051)
Change in fair value during the period	(1,815,610)	818,826	-	(996,784)
Amortization of premium/ discount	251,733	(20,923)	-	230,810
Adjustments resulted from change in exchange rates	(226,488)	(141,458)	-	(367,946)
Balance – End of the Period	321,749,788	9,860,499	-	331,610,287
For the Year Ended 31 December 2023 (Audited)				
Fair value – beginning of the year	323,781,644	2,904,743	-	326,686,387
New investments during the year	95,181,309	-	-	95,181,309
Matured investments during the year	(80,291,355)	-	-	(80,291,355)
Transferred to stage (2)	(5,889,206)	5,889,206	-	-
Change in fair value during the year	8,970,664	20,684	-	8,991,348
Amortization of premium/ discount	1,047,873	168,447	-	1,216,320
Adjustments resulted from change in exchange rates	375,243	220,974	-	596,217
Balance – End of the Year	343,176,172	9,204,054	-	352,380,226

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The following represents the movement on expected credit losses during the period / year:

	Stage (1) Individual	Stage (2) Individual	Stage (3)	Total
	JD	JD	JD	JD
For the Three Months Period Ended 31 March 2024 (Reviewed)				
Balance – beginning of the period	190,133	101,334	-	291,467
Expected credit loss for new investments during the period	8,239	-	-	8,239
Reversed from impairment losses on matured investments	(46)	-	-	(46)
Effect on provision resulted from adjustments	(13,119)	147,539	-	134,420
Adjustments resulted from change in exchange rates	(1,366)	(238)	-	(1,604)
Balance – End of the Period	183,841	248,635	-	432,476
For the Year Ended 31 December 2023 (Audited)				
Balance – beginning of the year	195,993	95,196	-	291,189
Expected credit loss for new investments during the year	10,364	-	-	10,364
Reversed from impairment losses on matured investments	(635)	-	-	(635)
Effect on provision due to adjustments between stages during the year	-	73,255	-	73,255
Effect on provision resulted from adjustments	(28,922)	(67,429)	-	(96,351)
Adjustments resulted from change in exchange rates	13,333	312	-	13,645
Balance – End of the Year	190,133	101,334	-	291,467

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(10) Direct Credit Facilities at Fair Value through Profit or Loss

The following represents the movement on direct credit facilities at fair value through profit or loss during the period / year:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Balance – beginning of the period / year	31,496,582	61,967,403
Paid credit facilities during the period / year	-	(32,641,948)
Effect of adjustments	435,675	368,650
Change in fair value during the period / year	339,854	1,802,477
Balance – End of the Period/Year	32,272,111	31,496,582

(11) Direct Credit Facilities at Amortized Cost – Net

The details of this item are as follows:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Individuals (retail):		
Overdraft accounts	10,385,802	9,894,896
Loans and discounted bills *	1,033,699,899	1,021,291,763
Credit cards	27,467,868	26,592,656
Real estate loans	1,450,056,922	1,428,803,673
Includes Housing loans	846,493,293	838,630,863
Companies:		
Large		
Overdraft accounts	280,858,366	218,591,162
Loans and discounted bills *	1,399,961,190	1,274,488,310
Small and Medium		
Overdraft accounts	142,067,746	103,772,398
Loans and discounted bills *	350,018,763	345,959,026
Government and public sector	683,656,668	620,198,707
Total	5,378,173,224	5,049,592,591
<u>Less:</u> Provision of expected credit losses	(453,773,755)	(450,901,539)
Interest in suspense	(169,617,111)	(156,146,571)
Net Direct Credit Facilities	4,754,782,358	4,442,544,481

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* Net after deducting interest and commission received in advance of JD 23,820,702 as of 31 March 2024 (JD 25,225,416 as of 31 December 2023).

Non-performing credit facilities amounted to JD 463,790,074 which is equivalent to 8.6% of total direct credit facilities at amortized cost as of 31 March 2024 (JD 388,939,256 which is equivalent to 7.7% of total direct credit facilities at amortized cost as of 31 December 2023).

Non-performing credit facilities after deducting interest and commissions in suspense amounted to JD 324,645,895 which is equivalent to 6.2% of total direct credit facilities balance at amortized cost after deducting interest and commission in suspense as of 31 March 2024 (JD 265,332,134 which is equivalent to 5.4% of total credit facilities balance at amortized cost after deducting interest and commission in suspense as of 31 December 2023).

Non-performing credit facilities transferred to off-the statement of financial position amounted to JD 5,812,834 during the three months period ended 31 March 2024 (JD 40,594,540 during the year 2023), the off-balance sheet item balance is amounted to JD 483,437,214 as of 31 March 2024 (JD 478,218,410 as of 31 December 2023). These debts are fully covered with provisions and interest in suspense.

Direct credit facilities granted to and guaranteed by the Government of Jordan amounted to JD 576,769,542 which is equivalent to 10.7% of total direct credit facilities as of 31 March 2024 (JD 520,190,865 which is equivalent to 10.2% as of 31 December 2023).

Loans rescheduled are amounted to JD 9.9 million during the period ended 31 March 2024 against JD 8.8 million during the year 2023.

Loans restructured are amounted to JD 42.9 million during the period ended 31 March 2024 against JD 246.1 million during the year 2023.

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The following represents the movement on direct credit facilities during the period / year:

	Stage (1)		Stage (2)		Stage (3)	Total
	Individual	Collective	Individual	Collective		
	JD	JD	JD	JD	JD	JD
For the Three Months Period Ended 31 March 2024						
(Reviewed)						
Balance - beginning of the period	2,364,415,649	1,827,942,755	345,744,346	117,628,983	393,860,858	5,049,592,591
New credit facilities during the period	286,285,033	94,609,950	1,773,669	1,523,704	1,541,774	385,734,130
Paid credit facilities during the period	(90,179,986)	(55,770,573)	(13,790,604)	(1,641,783)	(3,884,618)	(165,267,564)
Transferred (from) to stage (1) – net	10,382,538	12,575,357	(10,371,157)	(12,480,567)	(106,171)	-
Transferred (from) to stage (2) – net	(27,581,905)	(40,194,949)	29,775,273	42,520,178	(4,518,597)	-
Transferred (from) to stage (3) – net	(118)	(2,740,324)	(73,976,878)	(9,817,023)	86,534,343	-
Changes resulted from adjustments	131,381,382	(26,289,815)	5,249,611	(2,824,885)	10,134,991	117,651,284
Credit facilities written off and transferred to off balance sheet items	-	-	-	-	(6,305,988)	(6,305,988)
Adjustments resulting from change in exchange rates	(854,528)	(1,958,288)	(77,772)	(135,354)	(205,287)	(3,231,229)
Balance - End of the Period	2,673,848,065	1,808,174,113	284,326,488	134,773,253	477,051,305	5,378,173,224
For the Year Ended 31 December 2023 (Audited)						
Balance - beginning of the year	2,165,398,505	1,813,945,729	318,585,521	127,462,028	358,578,155	4,783,969,938
New credit facilities during the year	710,665,320	366,523,574	32,993,848	24,199,834	6,737,885	1,141,120,461
Paid credit facilities during the year	(364,078,631)	(251,005,946)	(35,010,658)	(12,337,645)	(11,855,728)	(674,288,608)
Transferred (from) to stage (1) – net	30,516,697	29,704,018	(28,143,365)	(26,123,277)	(5,954,073)	-
Transferred (from) to stage (2) – net	(63,075,279)	(47,750,236)	64,748,981	50,185,434	(4,108,900)	-
Transferred (from) to stage (3) – net	(4,948,653)	(28,246,991)	(5,621,279)	(42,014,623)	80,831,546	-
Changes resulting from adjustments	(112,894,589)	(59,281,703)	(2,363,447)	(3,737,055)	20,938,857	(157,337,937)
Credit facilities written off and transferred to off balance sheet items	-	-	-	-	(45,020,841)	(45,020,841)
Adjustments resulting from change in exchange rates	2,832,279	4,054,310	554,745	(5,713)	(6,286,043)	1,149,578
Balance - End of the Year	2,364,415,649	1,827,942,755	345,744,346	117,628,983	393,860,858	5,049,592,591

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The following represents the movement on the provision of expected credit loss during the period / year:

	Corporate	SME's	Retail	Real Estate	Governmental and Public	Total
	JD	JD	JD	JD	JD	JD
For the Three Months Ended 31 March 2024 (Reviewed)						
Balance - beginning of the period	190,857,754	46,714,501	59,195,817	145,689,389	8,444,078	450,901,539
Reclassification impact	1,875,965	(154,259)	(204,564)	(1,517,142)	-	-
Adjusted Beginning Balance	192,733,719	46,560,242	58,991,253	144,172,247	8,444,078	450,901,539
Impairment loss on new facilities during the period	3,891,598	495,572	619,914	1,176,477	411	6,183,972
Reversed from impairment loss on paid facilities	(1,869,308)	(998,413)	(908,440)	(868,155)	(411)	(4,644,727)
Transferred (from) to stage (1)	342,708	(295,821)	1,294,553	332,009	-	1,673,449
Transferred (from) to stage (2)	(21,351,133)	249,509	(2,192,890)	(18,563,247)	-	(41,857,761)
Transferred (from) to stage (3)	21,008,425	46,312	898,337	18,231,238	-	40,184,312
Effect on the provision as of the end of the period resulting from reclassification between three stages during the period	(1,011,343)	691,492	2,915,696	(1,293,219)	-	1,302,626
Effect resulted from to adjustments	5,264,810	(215,704)	(718,912)	(5,403,076)	2,905,229	1,832,347
Credit facilities written off and transferred to off balance sheet items	-	(1,188,465)	(179,411)	(358,020)	-	(1,725,896)
Adjustments resulted from change in exchange rates	(13,128)	(39,113)	(330)	(23,535)	-	(76,106)
Balance - End of the Period	198,996,348	45,305,611	60,719,770	137,402,719	11,349,307	453,773,755
Redistribution based on portfolio:						
Provisions on an individual level	198,188,772	44,704,910	50,016,615	111,647,781	11,349,307	415,907,385
Provisions on a collective level	807,576	600,701	10,703,155	25,754,938	-	37,866,370
	198,996,348	45,305,611	60,719,770	137,402,719	11,349,307	453,773,755
Redistribution based on stages:						
Stage (1)	15,305,887	2,892,843	4,776,074	22,952,311	11,349,307	57,276,422
Stage (2)	34,650,082	12,676,772	7,796,539	60,369,918	-	115,493,311
Stage (3)	149,040,379	29,735,996	48,147,157	54,080,490	-	281,004,022
	198,996,348	45,305,611	60,719,770	137,402,719	11,349,307	453,773,755

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	Corporate	SME's	Retail	Real Estate	Governmental and Public	Total
	JD	JD	JD	JD	JD	JD
For the year ended 31 December 2023 (Audited)						
Balance - beginning of the period	208,433,406	43,270,920	43,114,322	137,305,942	79,802	432,204,392
Reclassification impact	85,182	(144,963)	19,252	40,529	-	-
Adjusted Beginning Balance	208,518,588	43,125,957	43,133,574	137,346,471	79,802	432,204,392
Impairment loss on new facilities during the period	8,369,543	5,068,351	4,444,245	7,100,671	133,657	25,116,467
Reversed from impairment loss on paid facilities	(5,264,325)	(5,613,445)	(2,944,076)	(6,242,112)	(5,605)	(20,069,563)
Transferred (from) to stage (1)	(435,790)	56,370	3,414,279	2,783,043	-	5,817,902
Transferred (from) to stage (2)	(398,796)	(119,332)	(4,197,742)	(4,312,331)	-	(9,028,201)
Transferred (from) to stage (3)	834,586	62,962	783,463	1,529,288	-	3,210,299
Effect on the provision as of the end of the period resulting from reclassification between three stages during the period	4,186,544	2,030,643	14,721,327	6,355,848	-	27,294,362
Effect resulted from to adjustments	(11,587,327)	3,238,145	1,187,375	1,788,979	8,236,224	2,863,396
Credit facilities written off and transferred to off balance sheet items	(13,300,992)	(1,162,439)	(1,346,479)	(728,512)	-	(16,538,422)
Adjustments resulted from change in exchange rates	(64,277)	27,289	(149)	68,044	-	30,907
Balance - End of the Period	190,857,754	46,714,501	59,195,817	145,689,389	8,444,078	450,901,539
Redistribution based on portfolio:						
Provisions on an individual level	190,042,553	46,076,081	48,190,456	118,549,442	8,444,078	411,302,610
Provisions on a collective level	815,201	638,420	11,005,361	27,139,947	-	39,598,929
	190,857,754	46,714,501	59,195,817	145,689,389	8,444,078	450,901,539
Redistribution based on stages:						
Stage (1)	13,523,694	3,049,481	4,696,538	22,906,417	8,444,078	52,620,208
Stage (2)	49,477,852	12,692,864	7,937,069	86,499,338	-	156,607,123
Stage (3)	127,856,208	30,972,156	46,562,210	36,283,634	-	241,674,208
	190,857,754	46,714,501	59,195,817	145,689,389	8,444,078	450,901,539

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Interest in Suspense

The following is the movement on interest in suspense:

	Corporate Entities					
	Corporate	SME's	Retail	Real Estate loans	Governmental and Public	Total
	JD	JD	JD	JD	JD	JD
For the Three Months Ended 31 March 2024 (Reviewed)						
Balance – beginning of the period	43,459,532	26,469,903	34,569,753	45,113,550	6,533,833	156,146,571
Reclassification impact	(511,871)	819,682	(165,820)	(141,991)	-	-
Adjusted Beginning Balance	42,947,661	27,289,585	34,403,933	44,971,559	6,533,833	156,146,571
Interest suspended on new exposure during the period	-	21,284	47,887	129,793	-	198,964
Interest in suspense transferred to income from exposure paid during the period	(234,946)	(285,319)	(237,598)	(246,834)	-	(1,004,697)
Effect on interest suspended due to reclassification between stages	241,467	10,201	4,590	6,058,262	-	6,314,520
Effect on interest in suspense due to adjustments	3,581,859	2,795,743	2,633,058	2,285,052	1,272,008	12,567,720
Credit facilities written off and transferred to off balance sheet items	(16,098)	(1,734,640)	(1,470,744)	(1,358,610)	-	(4,580,092)
Adjustments resulted from change in exchange rates	(4,497)	(18,417)	(289)	(2,672)	-	(25,875)
Balance – End of the Period	46,515,446	28,078,437	35,380,837	51,836,550	7,805,841	169,617,111
For the year ended 31 December 2023 (Audited)						
Balance at the beginning of the year	47,842,871	25,103,210	31,830,670	37,921,968	-	142,698,719
Reclassification	(40)	(12,414)	19,082	(6,628)	-	-
Adjusted Beginning Balance of the Year	47,842,831	25,090,796	31,849,752	37,915,340	-	142,698,719
Interest suspended on new exposure during the year	13,608	114,035	166,207	105,967	-	399,817
Interest in suspense transferred to income from exposure paid during the year	(1,754,799)	(223,845)	(435,258)	(733,007)	-	(3,146,909)
Effect on interest suspended due to reclassification between stages	274,892	88,590	616,380	2,120,106	-	3,099,968
Effect on interest in suspense due to adjustments	11,066,569	5,275,952	7,770,229	10,895,782	6,533,833	41,542,365
Credit facilities written off and transferred to off balance sheet items	(13,970,369)	(3,923,338)	(5,397,710)	(5,191,002)	-	(28,482,419)
Adjustments resulted from changes in exchange rates	(13,200)	47,713	153	364	-	35,030
Balance at the End of the Year	43,459,532	26,469,903	34,569,753	45,113,550	6,533,833	156,146,571

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The following table shows the total credit facilities classified by economic sector and geographic distribution:

Economic Sector	31 March 2024 (Reviewed)			31 December 2023
	Inside Jordan	Outside Jordan	Total	(Audited)
	JD	JD	JD	Total
				JD
Financial	124,273,840	113,531,218	237,805,058	201,144,464
Industrial	466,855,865	192,889,617	659,745,482	610,901,188
Trading	416,421,537	328,021,740	744,443,277	621,243,978
Real estate	1,027,539,947	384,055,201	1,411,595,148	1,394,626,259
Agriculture	45,094,326	24,573,847	69,668,173	74,687,745
Shares	17,685,862	-	17,685,862	7,192,178
Individuals	1,041,091,147	35,082,042	1,076,173,189	1,059,666,571
Government and public sector	592,847,771	90,808,897	683,656,668	620,198,707
Other	406,646,893	70,753,474	477,400,367	459,931,501
	4,138,457,188	1,239,716,036	5,378,173,224	5,049,592,591

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(12) Financial Assets at Amortized Cost - Net

The details of this item are as follows:

	31 March 2024	31 December 2023
	(Reviewed)	(Audited)
	JD	JD
Quoted Financial Assets:		
Jordanian treasury bills	48,868,159	48,167,881
Jordanian treasury bonds *	1,737,228,977	1,636,729,257
Governmental or guaranteed by Government bonds	492,687,416	492,681,023
Foreign governments bonds	121,727,489	126,419,639
Corporate bonds and debentures	108,128,059	114,894,517
Total Quoted Financial Assets	2,508,640,100	2,418,892,317
Unquoted Financial Assets:		
Corporate bonds and debentures	3,000,001	3,000,001
Total Unquoted Financial Assets	3,000,001	3,000,001
Total	2,511,640,101	2,421,892,318
<u>Less:</u> Provision for excepted credit losses	(3,360,618)	(3,369,108)
Net	2,508,279,483	2,418,523,210
Bonds and Bills Analysis:		
At fixed rate	2,506,519,145	2,415,001,102
At floating rate	1,760,338	3,522,108
Total	2,508,279,483	2,418,523,210

The maturity dates for Bonds range from year 2024 to year 2036.

Interest rate on bonds and Treasury Bills ranges from 2.93% to 7.68%.

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The following is the movement on financial assets at amortized cost during the period / year:

	Stage (1) Individual JD	Stage (2) Individual JD	Stage (3) JD	Total JD
For the Three Months Ended 31 March 2024 (Reviewed)				
Balance – beginning of the period	2,418,892,317	-	3,000,001	2,421,892,318
New investments during the period	314,815,171	-	-	314,815,171
Matured investments during the period	(225,609,802)	-	-	(225,609,802)
Amortization of premium/ discount	687,901	-	-	687,901
Adjustments resulted from changes in exchange rates	(145,487)	-	-	(145,487)
Balance – End of the Period	2,508,640,100	-	3,000,001	2,511,640,101
For the Year Ended 31 December 2023 (Audited)				
Balance – beginning of the year	2,231,487,705	-	3,000,001	2,234,487,706
New investments during the year	698,221,424	-	-	698,221,424
Matured investments during the year	(514,173,029)	-	-	(514,173,029)
Amortization of premium/ discount	3,356,217	-	-	3,356,217
Balance – End of the Year	2,418,892,317	-	3,000,001	2,421,892,318

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The following is the movement on provision for expected credit losses during the period / year:

	Stage (1) Individual JD	Stage (2) Individual JD	Stage (3) JD	Total JD
For the Three Months Ended 31 March 2024 (Reviewed)				
Balance – beginning of the period	369,108	-	3,000,000	3,369,108
Expected credit loss for matured investments during the period	(1,399)	-	-	(1,399)
The effect on the provision resulting from the adjustments	(5,254)	-	-	(5,254)
Adjustments resulted from changes in exchange rates	(1,837)	-	-	(1,837)
Balance – End of the Period	360,618	-	3,000,000	3,360,618
For the Year Ended 31 December 2023 (Audited)				
Balance – beginning of the year	503,260	-	3,000,000	3,503,260
Expected credit loss for new investments during the year	32,597	-	-	32,597
Expected credit loss for matured investments during the year	(79,291)	-	-	(79,291)
The effect on the provision resulting from the adjustments	(100,512)	-	-	(100,512)
Adjustments resulted from changes in exchange rates	13,054	-	-	13,054
Balance – End of the Year	369,108	-	3,000,000	3,369,108

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(13) Other Assets - Net

The details of this item are as follows:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Accrued revenues and interest	48,390,772	40,643,445
Prepaid expenses	12,534,787	5,511,636
Assets seized by the Bank *	61,113,982	58,261,619
Revaluation gain / Hedge derivatives	851,316	950,459
Cheques under collection	11,202,931	10,898,152
Other	11,340,485	10,924,218
Total	145,434,273	127,189,529
Provision for expected credit loss	(113,720)	(116,957)
Net	145,320,553	127,072,572

* The regulations of Central Bank of Jordan require the Banks to dispose-off the assets it seizes during a maximum period of two years from the date of the acquisition.

The following is a summary of the movement on assets seized by the Bank:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Beginning balance period/ year	58,261,619	63,489,483
Additions during the period / year	4,637,698	17,550,732
Disposals during the period / year	(1,535,335)	(19,169,821)
Impairment loss during the period / year	(250,000)	(3,587,460)
Foreign currencies translation difference during the period / year	-	(21,315)
Balance – Ending of the Period / Year	61,113,982	58,261,619

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(14) Customers' Deposits

The details of this item are as follows:

	Retail	Corporate	SME's	Governmental and Public	Total
	JD	JD	JD	JD	JD
31 March 2024 (Reviewed)					
Current accounts and demand deposits	638,906,138	240,184,390	456,163,857	40,178,449	1,375,432,834
Saving deposits	1,688,323,624	1,076,654	67,297,053	719,302	1,757,416,633
Time and notice deposits	1,322,119,454	467,014,612	97,047,509	475,824,010	2,362,005,585
Certificates of deposit	231,019,538	44,496,064	373,957	-	275,889,559
Others	47,218	-	-	-	47,218
Total	3,880,415,972	752,771,720	620,882,376	516,721,761	5,770,791,829
31 December 2023 (Audited)					
Current accounts and demand deposits	647,613,803	236,807,008	430,712,285	66,939,912	1,382,073,008
Saving deposits	1,671,351,743	1,311,191	56,381,184	633,401	1,729,677,519
Time and notice deposits	1,274,527,111	430,570,714	88,655,400	467,137,629	2,260,890,854
Certificates of deposit	232,032,528	44,802,038	375,377	-	277,209,943
Others	47,218	-	-	-	47,218
Total	3,825,572,403	713,490,951	576,124,246	534,710,942	5,649,898,542

The deposits of the public sector and the Government of Jordan inside the Kingdom amounted to approximately JD 502.8 million representing 8.7% of total deposits as of 31 March 2024 (approximately JD 522.1 million, representing 9.2% of total deposits as of 31 December 2023).

Non-interest bearing deposits are amounted to JD 1.54 billion, representing 26.6% of total deposits as of 31 March 2024 (around JD 1.48 billion, representing 26.1% of total deposits as of 31 December 2023).

Restricted deposits (Restricted withdrawal) amounted to JD 96.1 million, representing 1.7% of total deposits as of 31 March 2024 (JD 103.8 million, representing 1.8% of total deposits as of 31 December 2023).

Dormant accounts amounted to JD 179.6 million, representing 3.1% of total deposits as of 31 March 2024 (JD 185.3 million, representing 4.5% of total deposits as of 31 December 2023).

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(15) Borrowed funds:

This item consists of the following:

31 March 2024 (Reviewed)	JD	Number of Total Payments	Number of Remaining Payments	Periodicity	Guarantee	Borrowing Interest Rate	Re-lending interest rate
Central Bank of Jordan loans:							
SME's Support programs	15,940,512	110	72	Semi Annual	Financial Solvency	2.5% to 7.66%	Guaranteed 6.0% to 9.85% Without Guarantee: 6.5% to 10.35%
Main Economic Sectors Support Programs	69,380,032	Based on the Periodicity of instalments due			On demand promissory note	Inside the capital city: 1% Outside the capital city: 0.5%	Inside the capital city: 3.75% as a minimum Outside the capital city: 3.25% as a minimum
National program to face COVID-19 pandemic	26,865,640	Based on the Periodicity of instalments due			On demand promissory note	0.00%	2.00%
Borrowing / local institutions	132,050,615	27	27	Monthly/Semi annual	Financial Solvency / Mortgage	4.75% to 6.35%	8.5% to 12% Based on interest rate at the bank
Borrowing / foreign insinuations	43,718,772	88	86	Semi annual	Financial Solvency	5.86% to 6.95%	
Total	<u>287,955,571</u>						

The maturity dates of funds borrowed from the Central Bank of Jordan range from year 2024 to year 2039.

Borrowed funds from local institutions includes an amount of JD 90 million that borrowed from Jordan Mortgage Refinance Co and the maturity dates of these borrowed funds range from year 2024 to year 2029.

Borrowed funds with a fixed interest rate amounted to JD 243,548,182 and borrowed funds with a variable interest rate amounted to JD 44,407,389.

The maturity dates of borrowed funds from foreign insinuations range from year 2024 to year 2028.

Borrowed funds during the period ended on 31 March 2024, amounted to JD 45,544,536 and settled borrowed funds amounted to JD 54,678,230 during the same period.

There were no renewed loans during the period ended on 31 March 2024.

The Group has complied with all the covenant terms of borrowed funds agreements.

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31 December 2023 (Audited)	JD	Number of Total Payments	Number of Remaining Payments	Periodicity	Guarantee	Borrowing Interest Rate	Re-lending interest rate
Central Bank of Jordan loans:							
SME's Support programs	16,109,324	110	75	Semi Annual	Financial Solvency	2.5% to 6.9%	Guaranteed 6.0% to 9.85% Without Guarantee: 6.5% to 10.35%
Main Economic Sectors Support Programs	62,633,631	Based on the Periodicity of instalments due			On demand promissory note	Inside the capital city: 1% Outside the capital city: 0.5%	Inside the capital city: 3.75% as a minimum
National program to face COVID-19 pandemic	33,053,236	Based on the Periodicity of instalments due			On demand promissory note	0.00%	Outside the capital city: 3.25% as a minimum
Borrowing / local institutions	139,129,219	27	27	Monthly/Semi annual	Financial Solvency / Mortgage	4.25% to 8%	8.5% to 11%
Borrowing / foreign insinuations	46,163,855	99	97	Semi annual	Financial Solvency	6.06% to 6.97%	Based on interest rate at the bank
Total	<u>297,089,265</u>						

The maturity dates of funds borrowed from the Central Bank of Jordan range from year 2024 to year 2039.

Borrowed funds from local institutions includes an amount of JD 90 million that borrowed from Jordan Mortgage Refinance Co and the maturity dates of these borrowed funds range from year 2024 to year 2029.

Borrowed funds with a fixed interest rate amounted to JD 252,133,133 and borrowed funds with a variable interest rate amounted to JD 44,956,132.

The maturity dates of borrowed funds from foreign insinuations range from year 2024 to year 2028.

Borrowed funds during 2023 amounted to JD 139,743,704 and settled borrowed funds amounted to JD 195,725,742 during 2023, excluding repurchase agreement. There were no renewed loans during the year 2023.

The Group has complied with all the covenant terms of borrowed funds agreements.

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(16) Income Tax

(a) Income tax provision

The movement on the income tax provision is as follows:

	31 March 2024 (Reviewed) JD	31 December 2023 (Audited) JD
Balance – beginning of the period / year	61,676,475	53,415,160
Income tax paid	(23,422,094)	(68,809,941)
Accrued income tax	18,664,441	74,370,593
Accrued income tax of distribution profits from a subsidiary	-	2,813,347
Currency translation	(8,462)	(112,684)
Balance – Ending of the Period / Year	56,910,360	61,676,475

Income tax rate for Banks in Jordan is 35% and a 3% for the national contribution account. In addition, the income tax rates in the countries in which the Bank has investments range from 0% to 31%.

- The Bank has reached a final settlement with the Income and Sale Tax Department in Jordan up to the year 2020 and declared taxes have been paid and have filed the tax returns for the year 2021 and 2022, The related income tax returns were not reviewed by the Income and Sale Tax Department in Jordan.
- A final settlement has been reached for Palestine branches on income tax up to the year 2021, and declared taxes have been paid and have filed the tax returns for the year 2023.
- The income tax for the Housing Bank for Trade and Finance /Algeria was paid up to the year 2022.
- The income tax for the International Bank for Trade and Finance /Syria was paid up to the year 2022.
- The income tax for Jordan International Bank/ London was paid up to the year 2022.
- A final settlement has been reached for the International Financial Centre Company on income tax up to the year 2022.
- The income tax for the Specialized Leasing Company was paid up to the year 2020 and declared taxes have been paid and have filed the tax returns for the year 2021 and 2022.

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(b) Income tax expense appearing in the interim condensed consolidated statement of profit or loss represents the following:

	For the Three Months Ended March 31,	
	2024	2023
	(Reviewed)	(Reviewed)
	JD	JD
Provision for income tax for the period	18,664,441	16,960,899
Deferred tax assets for the period	(20,739,165)	(10,755,513)
Amortization of deferred tax assets	23,595,499	12,161,846
Amortization of deferred tax liabilities	-	(2,813,347)
Income tax due on subsidiaries dividend's distribution	-	2,813,347
Total	21,520,775	18,367,232

(17) Other Liabilities

The details for this item are as follows:

	31 March 2024	31 December 2023
	(Reviewed)	(Audited)
	JD	JD
Accrued interest	39,803,067	38,105,289
Interests and commissions received in advance	4,459,263	4,968,773
Accrued expenses	19,531,873	24,192,474
Certified cheques	38,668,679	37,748,026
Transfers in process	57,675,177	58,048,042
Payment in process	17,362,002	16,948,019
Prizes	3,818,208	1,768,836
Amounts payable to correspondent banks	1,194,194	1,438,673
General management trusts	4,313,720	4,383,652
Dividends payable to shareholders	11,122,412	11,183,336
Accounts payable	2,919,551	2,736,123
Unrealized loss / hedge derivatives	455,861	2,333,746
Other payable accounts	24,192,860	24,487,533
Provision for indirect facilities' expected credit loss	36,179,695	36,127,209
Others	5,405,424	4,422,083
Total	267,101,986	268,891,814

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The following is the movement on indirect facilities during the period / year:

	Stage (1)		Stage (2)		Stage (3)	Total
	Individual	Collective	Individual	Collective	JD	JD
	JD	JD	JD	JD		
For the Three Months Period 31 March 2024 (Reviewed)						
Balance at the beginning of the period	1,074,762,043	54,960,747	33,646,972	4,587,452	17,727,266	1,185,684,480
New exposures during the period	279,432,309	10,378,927	153,366	3,102	-	289,967,704
Matured exposures during the period	(308,701,022)	(2,710,946)	(1,584,585)	(83,416)	(364,314)	(313,444,283)
Transferred (from) to stage (1)	232,021	107,040	(232,021)	(107,040)	-	-
Transferred (from) to stage (2)	(772,224)	(210,282)	772,224	247,414	(37,132)	-
Transferred (from) to stage (3)	(25,000)	-	(3,570,147)	(176,822)	3,771,969	-
Effect of the reclassification	(48,486,877)	(5,259,604)	(375,164)	(824,426)	(88,629)	(55,034,700)
Adjustments resulted from changes in exchange rate	(821,802)	(40,007)	(3,332)	(222,907)	(7,709)	(1,095,757)
Balance at the Ending of the Period	995,619,448	57,225,875	28,807,313	3,423,357	21,001,451	1,106,077,444
For the Year Ended 31 December 2023 (Audited)						
Balance at the beginning of the year	970,690,613	68,557,365	29,294,851	5,708,465	20,792,613	1,095,043,907
New exposure during the year	527,837,885	19,043,923	1,942,789	164,985	48,814	549,038,396
Matured exposure during the year	(383,862,633)	(19,242,425)	(4,547,881)	(84,785)	(2,392,029)	(410,129,753)
Transferred (from) to stage (1)	2,176,098	401,646	(2,148,398)	(397,146)	(32,200)	-
Transferred (from) to stage (2)	(7,617,826)	(290,410)	8,646,376	308,410	(1,046,550)	-
Transferred (from) to stage (3)	(120,000)	(86,000)	(175,500)	(2,000)	383,500	-
Effect of the reclassification	(37,982,052)	(11,620,614)	614,424	(431,179)	313,054	(49,106,367)
Adjustments resulted from changes in exchange rate	3,639,958	(1,802,738)	20,311	(679,298)	(339,936)	838,297
Balance at the End of the Year	1,074,762,043	54,960,747	33,646,972	4,587,452	17,727,266	1,185,684,480

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

	Stage (1)		Stage (2)		Stage (3)	Total
	Individual	Collective	Individual	Collective		
	JD	JD	JD	JD	JD	JD
For the Three Months Period 31 March 2024 (Reviewed)						
Balance at the beginning of the period	10,967,426	255,998	8,120,286	674,312	16,109,187	36,127,209
Impairment loss on the new facilities	2,555,745	46,937	518	55	-	2,603,255
Reversed from impairment loss on the matured facilities	(1,656,818)	(19,661)	(38,783)	(7,349)	(252,273)	(1,974,884)
Transferred (from) to stage (1)	9,481	9,231	(9,481)	(9,231)	-	-
Transferred (from) to stage (2)	(4,106)	(2,287)	4,106	18,102	(15,815)	-
Transferred (from) to stage (3)	(168)	-	(2,059,041)	(158,229)	2,217,438	-
Effect on provision as end of the period resulted from reclassification between the three stages during the period	(2,801)	(7,991)	4,334	(7,043)	661,543	648,042
Effect of the adjustments	(1,135,571)	14,658	19,166	(183,012)	88,896	(1,195,863)
Adjustments resulted from changes in exchange rate	(12,357)	(657)	(105)	(374)	(14,571)	(28,064)
Balance at the Ending of the Period	10,720,831	296,228	6,041,000	327,231	18,794,405	36,179,695
For the Year Ended 31 December 2023 (Audited)						
Balance at the beginning of the year	8,643,993	287,164	7,684,490	310,411	18,451,230	35,377,288
Impairment loss on the new facilities during the year	5,690,688	87,425	82,141	15,830	20,230	5,896,314
Reversed from impairment loss on the matured facilities	(3,568,467)	(246,226)	(418,780)	(4,007)	(2,270,474)	(6,507,954)
Transferred (from) to stage (1)	85,576	17,897	(69,919)	(17,897)	(15,657)	-
Transferred (from) to stage (2)	(238,669)	(2,133)	919,823	7,667	(686,688)	-
Transferred (from) to stage (3)	(1,435)	(529)	(54,072)	(105)	56,141	-
Effect on provision as of the end of year resulted from reclassification between the three stages during the year	(75,914)	(15,449)	(632,140)	18,095	191,185	(514,223)
Effect of the adjustments	375,846	136,460	608,647	415,843	379,960	1,916,756
Adjustments resulted from changes in exchange rate	55,808	(8,611)	96	(71,525)	(16,740)	(40,972)
Balance at the Ending of the Year	10,967,426	255,998	8,120,286	674,312	16,109,187	36,127,209

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(18) Expected Credit Losses Expense

The detail of this item is as follows:

	For the Three Months Ended March 31,	
	2024	2023
	(Reviewed)	(Reviewed)
	JD	JD
Balances and deposits at banks and financial institutions	115,238	(173,445)
Financial assets at fair value through other comprehensive income	142,613	9,020
Financial assets at amortized cost	(6,653)	22,874
Direct credit facilities	4,674,218	13,238,363
Commitments and contingent liabilities	80,550	199,888
Other assets	(3,238)	(5,819)
	5,002,728	13,290,881

(19) Fair Value Reserve – Net

The details of this item is as follows:

	31 March 2024	31 December 2023
	(Reviewed)	(Audited)
	JD	JD
Balance – beginning of the period/ year	(3,920,263)	(10,908,261)
Unrealized gain - debt instrument	(981,814)	8,916,680
Unrealized gain – equity instrument	(293,607)	1,990,783
Deferred tax assets	103,623	(2,576,882)
Deferred tax liabilities	390,295	(1,342,583)
Net change in valuation reserve of financial assets at fair value through comprehensive income after tax	(781,503)	6,987,998
Balance at the End of the Period/Year	(4,701,766)	(3,920,263)

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(20) Retained Earnings

The movement on retained earnings is as follows:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Balance – beginning of the period / year	452,965,949	416,843,387
Income for the year	-	136,729,879
Dividends distribution*	-	(78,750,000)
Transferred (to) reserves	-	(21,758,764)
The effect of the disposal of a subsidiary	-	(98,553)
Balance – End of the Period / Year	452,965,949	452,965,949

* The Shareholders General Assembly, at its ordinary meeting held on April 18, 2024, resolved to distribute cash dividends to shareholders for the year of 2023 at a rate of 25% of the subscribed and paid-up capital, equivalent to JD 78.750 million.

The Bank cannot use a restricted amount of JD 6,275,955 from retained earnings which represents the financial assets revaluation differences in accordance with the instructions of the Jordan Securities Commission.

Retained earnings includes an amount of JD 627,232 which represents the effect of early implementation of the International Financial Reporting Standard No (9). This amount may not be used except for the amounts actually realized from sale.

The Bank cannot use a restricted amount of JD 122,234,811 from retained earnings which represents deferred tax assets which are restricted against capitalization or distribution only to the extent if actually recognized in accordance with the instructions of the Central Bank of Jordan and the Jordan Securities Commission.

Retained earnings includes a restricted amount of JD 482,849 which represents the gain from the valuation of foreign currencies at the International Bank for Trade and Finance /Syria for the current period and the prior years.

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(21) Interest Income

The details of this item are as follows:

	For the Three Months Ended March 31,	
	2024	2023
	(Reviewed)	(Reviewed)
	JD	JD
Direct Credit Facilities:		
Individual retail customer:		
Overdraft	104,607	77,075
Loans and discounted bills	25,083,918	25,464,806
Credit cards	759,701	628,839
Real estate loans	26,967,310	24,183,938
Large corporates		
Overdraft	4,992,324	3,721,247
Loans and discounted bills	26,743,907	25,736,431
SME's		
Overdraft	2,732,578	1,461,546
Loans and discounted bills	6,443,286	5,645,761
Government and Public Sector	10,190,102	9,437,441
Balances at central banks	1,443,866	1,150,499
Balances and deposits at banks and financial institutions	3,751,654	4,216,187
Financial assets at amortized cost	35,714,648	28,912,249
Financial assets at fair value through other comprehensive income	4,430,464	3,832,438
	149,358,365	134,468,457

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(22) Interest Expense

The details of this item are as follows:

	For the Three Months	
	Ended March 31,	
	2024	2023
	(Reviewed)	(Reviewed)
	JD	JD
Banks and financial institutions deposits	13,165,422	10,801,023
Customers deposits:		
Current accounts and demand deposits	1,004,138	480,769
Saving deposits	942,353	828,351
Time and notice deposits	29,959,758	18,692,522
Certificates of deposits	3,090,800	2,560,766
Cash margins	1,356,523	911,711
Borrowed funds	3,314,541	3,520,011
Deposits insurance fees	1,249,901	1,161,070
Lease liability	376,305	343,902
	54,459,741	39,300,125

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(23) Gain (Loss) from Financial Assets at Fair Value Through Profit or Loss

The details of this item are as follows:

	Realized		Unrealized		Dividends	Total
	Gain	(Loss)	Gain	(Loss)	Received	
	JD	JD	JD	JD	JD	
For the Three Months Period Ended 31 March 2024						
(Reviewed)						
Corporate shares	-	(3,251)	47,644	-	19,710	64,103
Direct credit facilities	-	-	339,854	-	-	339,854
Total	-	(3,251)	387,498	-	19,710	403,957
For the Three Months Period Ended 31 March 2023						
(Reviewed)						
Corporate shares	-	(6,590)	187,168	-	22,788	203,366
Direct credit facilities	-	-	564,597	-	-	564,597
Total	-	(6,590)	751,765	-	22,788	767,963

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(24) Basic and diluted earnings per share for the period attributable to the Bank's Shareholders

The details of this item are as follows:

	For the Three Months Ended 31 March	
	2024	2023
	(Reviewed)	(Reviewed)
	JD	JD
Profit for the period attributable to shareholders'	37,308,322	35,252,725
Weighted average number of shares	315,000,000	315,000,000
Basic and diluted earnings per share attributable to shareholders of the Bank	0.118	0.112

(25) Cash and Cash Equivalents

This item consists of the following:

	For the Three Months Ended 31 March	
	2024	2023
	(Reviewed)	(Reviewed)
	JD	JD
Cash and balances with central banks maturing within 3 months	567,288,642	632,219,101
<u>Add:</u> Balances with banks and financial institutions maturing within 3 months	271,220,638	348,511,157
<u>(Less):</u> Banks and financial institutions deposits maturing within 3 months	(777,365,543)	(712,141,879)
	61,143,737	268,588,379

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(26) Capital Adequacy

The capital adequacy calculated according to the instructions of the Central Bank of Jordan, based on the instructions of Basel Committee, and the following the capital adequacy ratio:

	31 March 2024 (Reviewed) JD	31 December 2023 (Audited) JD
Common Equity Tier 1 Capital		
Paid-in capital	315,000,000	315,000,000
Retained earnings	366,829,915	366,828,980
Other comprehensive income items	(136,472,430)	(134,745,543)
Net fair value reserve	(4,701,766)	(3,920,263)
Foreign currency translation reserve	(131,770,664)	(130,825,280)
Share premium	328,147,537	328,147,537
Statutory reserve	296,295,588	296,295,588
Other reserve	11,743,708	11,743,708
Non-controlling interest	17,328,172	17,594,850
Condensed gains after tax and expected distribution value	13,683,322	-
Total capital for ordinary shares	1,212,555,812	1,200,865,120
Regulatory amendments (Propositions of the capital)	(166,984,014)	(160,139,089)
Goodwill and intangible assets	(22,996,949)	(22,214,936)
Deferred tax assets	(122,234,811)	(125,044,861)
Mutual investments in banks' capital, financial companies, and insurance companies Within the CET1	(21,752,254)	(12,879,292)
Net ordinary shareholder's equity	1,045,571,798	1,040,726,031
Non-controlling Interest	3,057,913	3,104,974
Total additional capital	3,057,913	3,104,974
Net Additional Capital	3,057,913	3,104,974
Net additional capital Tier 1	1,048,629,711	1,043,831,005
Tier 2 Capital		
Expected credit losses provision for the first stage – does not exceed 1.25% of the assets weighted credit risks	66,358,033	64,261,410
Non-controlling interest	4,077,217	4,139,964
Total Capital	70,435,250	68,401,374
Regulatory amendments (Propositions of the capital)	-	-
Investments in the capital of non-consolidated subsidiaries with the bank	-	-
Net additional capital Tier 2	70,435,250	68,401,374
Regulatory capital	1,119,064,961	1,112,232,379
Total Risk weighted assets	6,063,690,125	5,905,441,161
Capital Adequacy ordinary shareholders (CETI) Ratio %	17.24%	17.62%
Capital Adequacy Tier 1 Ratio %	17.29%	17.68%
Capital Adequacy Ratio %	18.46%	18.83%

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(27) Related Party Transactions

- (a) The Bank entered into transactions with major shareholders, Board of Directors, and executive management in the course of its ordinary activities at commercial rates of interest and commissions. All facilities granted to related parties are performing and no provisions have been taken.
- (b) Summary of related party balances during the period/year:

	Related Party				Total	
	Major Shareholders	Subsidiaries	Board of Directors and their related	Executive Management and their related	March 31, 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD	JD	JD	JD	JD
Financial position items						
Total deposits with related parties	9,487,196	65,480,174	-	-	74,967,370	78,115,509
Total deposits from related parties	744,027,682	73,869,693	3,012,284	5,612,481	826,522,140	845,790,746
Loans and advances granted to related parties	54,298,807	105,611	1,220,518	1,911,717	57,536,653	41,144,023
Loans and advances granted from related parties	-	1,646,389	-	-	1,646,389	2,151,329
Financial assets at fair value through other comprehensive income	3,314,256	-	-	-	3,314,256	6,829,762
Items off-statement of financial position						
Letters of guarantees and credits	13,761,928	2,421,814	-	-	16,183,742	17,027,069
Forward foreign currency contracts	51,153,395	-	-	-	51,153,395	51,323,442
Interest swap contracts	31,905,000	-	-	-	31,905,000	31,905,000

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(c) Summary of related party transactions during the period:

	Related Party				Total	
					For the Three Months	
					Ended March 31,	
	Major Shareholders	Subsidiaries	Board of Directors and their related	Executive Management and their related	2024 (Reviewed)	2023 (Reviewed)
	JD	JD	JD	JD	JD	JD
Statement of Profit or Loss items						
Interest and commissions income	1,426,582	927,403	18,528	22,200	2,394,713	2,252,594
Interest and commissions expense	11,485,446	1,073,208	27,961	67,781	12,654,396	8,605,314
Consulting fees	-	-	-	-	-	3,648
Rent income	-	39,250	-	-	39,250	56,432

- Interest income rates range from 0% to 16.5%.
- Interest expense rates range from 0% to 11.25%.

(d) The Bank's executive management remuneration were as follows:

	For the Three Months	
	Ended March 31,	
	2024 (Reviewed)	2023 (Reviewed)
	JD	JD
Salaries, bonuses, and other benefits	1,671,188	1,919,803
Salaries, bonuses, and other benefits/ Subsidiaries	1,081,438	948,276

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(28) Segment Analysis

Information on the Bank Activities:

For management purposes, the Bank is divided into four major business segments according to reports sent to the chief operating officer:

- Retail Banking: Principally handling individual customers' and small businesses' deposits and providing loans, overdrafts, credit cards and other services.
- Corporate Banking: Principally handling deposits, credit facilities, and other financial services for corporate and institutional customers.
- Corporate Finance: Principally arranging structured finance and providing services relating to privatizations, IPO's, mergers and acquisitions.
- Treasury: Principally providing trading and treasury services and the management of the Bank's funds in money and capital markets.

Information of the Bank's business segment, distributed according to operations is as follows:

							Total	
							For the Three Months	
							Ended March 31,	
							2024	2023
							(Reviewed)	(Reviewed)
	Retail	Corporate	Corporate	Treasury	Others	Elimination	JD	JD
	JD	JD	Finance	JD	JD	JD		
	JD	JD	JD	JD	JD	JD		
Gross Income	81,692,463	61,383,442	1,445,779	55,618,998	731,694	(34,965,433)	165,906,943	151,950,219
Allowance for expected credit loss for the period	(400,335)	(4,453,380)	102,186	(251,199)	-	-	(5,002,728)	(13,290,881)
Segment results	38,141,711	18,716,508	505,085	4,730,887	731,693	-	62,825,884	57,675,545
Unallocated expenses							(2,881,155)	(3,095,650)
Income before Tax							59,944,729	54,579,895
Income Tax							(21,520,775)	(18,367,232)
Profit for the Period							38,423,954	36,212,663

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							Total	
	Retail	Corporate	Corporate	Treasury	Others	Elimination	31 March	31 December
	JD	JD	Finance	JD	JD	JD	2024	2023
			JD				(Reviewed)	(Audited)
							JD	JD
Segment Assets	4,479,874,856	3,013,717,607	74,694,188	3,822,595,297	1,560,167,364	-	12,951,049,312	12,526,680,041
Elimination of assets between segments	(2,562,893,875)	-	-	(659,047,092)	(842,862,801)	-	(4,064,803,768)	(3,974,844,293)
Unallocated assets on segments							122,234,811	125,044,861
Total Assets							9,008,480,355	8,676,880,609
Segment Liabilities	4,443,320,796	3,119,573,432	74,026,376	3,985,488,867	80,587,083	-	11,702,996,553	11,317,488,820
Elimination of liabilities between segments	-	(1,216,616,024)	(26,482,784)	(2,821,704,960)	-	-	(4,064,803,768)	(3,974,844,293)
Unallocated liabilities							5,983,792	6,374,087
Total Liabilities							7,644,176,577	7,349,018,614
							For the Three Months	
							Ended March 31,	
							2024	2023
							(Reviewed)	(Reviewed)
							JD	JD
Capital expenditures							5,238,298	5,003,810
Depreciation and amortization							6,599,494	6,215,941

(29) Risk Management

Banking risks are managed based on a comprehensive mitigation strategy where acceptable risks are defined along with ways to limit and confront such risks. Such a strategy allows the Bank to better manage its business while maintaining a certain level and type of risk the Bank is willing to bear and handle without affecting strategic goals and objectives. Meanwhile, the Bank minimizes the negative effects of internal and external incidents on the Bank's profitability, capitalization, market share and any other intangible factors such as reputation and goodwill.

The Bank's risk management policies for the three-month period ended 31 March 2024 are identical to the policies followed for the year ended 31 December 2023, which are disclosed in the Bank's annual report as of 31 December 2023.

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The Group's Operations in Palestine

The war in the Gaza Strip during the last quarter of 2023 resulted in destruction of economic and service facilities. Furthermore, numerous economic and commercial sectors in the West Bank have been adversely impacted by recurrent restrictions and closures. These factors have significantly increased the potential risks associated with the Group's operations in Palestine. While there are no notable credit exposures in the Gaza Strip, the complete outcome of the conflict remains difficult to foresee. The management is diligently monitoring the situation and proactively addressing anticipated effects in compliance with best practices and regulatory standards.

Expected credit losses for the ended period of 31 March 2024 have been assessed based on a range of anticipated economic scenarios, taking into account impairment indicators for exposures in sectors potentially affected by the conflict. This evaluation includes the Bank management's estimates regarding the impact on specific sectors or customers. Management maintains confidence in the Group's ability to sustain operations in Palestine in the future.

1. Distributed according to economic sector is as follows:

	Financial JD	Industrial JD	Trading JD	Real Estate JD	Agriculture JD	Shares JD	Individuals JD	Government and Public JD	Other JD	Total JD
Cash at central banks	-	-	-	-	-	-	-	449,325,168	-	449,325,168
Balances at banks and financial institutions	270,901,987	-	-	-	-	-	-	-	-	270,901,987
Deposits at banks and financial institutions	7,635,618									7,635,618
Credit facilities at amortized cost	233,818,634	534,354,908	626,810,559	1,241,693,589	57,875,088	5,283,360	971,932,985	664,500,082	418,513,153	4,754,782,358
Credit facilities at fair value through profit or loss	-	32,272,111	-	-	-	-	-	-	-	32,272,111
Bonds and bills:										
Within Financial assets at fair value through other comprehensive income	61,501,603	-	-	-	-	-	-	269,676,208	-	331,177,811
Within Financial assets at amortized cost	108,857,781	-	-	-	-	-	-	2,394,265,273	5,156,429	2,508,279,483
Total for the Period	682,715,623	566,627,019	626,810,559	1,241,693,589	57,875,088	5,283,360	971,932,985	3,777,766,731	423,669,582	8,354,374,536
Letter of guarantees	-	-	430,752,413	-	-	-	-	-	-	430,752,413
Letter of credit	-	-	530,280,967	-	-	-	-	-	-	530,280,967
Other liabilities	-	-	108,864,369	-	-	-	-	-	-	108,864,369
Total	682,715,623	566,627,019	1,696,708,308	1,241,693,589	57,875,088	5,283,360	971,932,985	3,777,766,731	423,669,582	9,424,272,285
Prior Year Total	729,127,512	524,077,119	1,657,013,170	1,215,661,365	62,723,633	4,903,475	965,163,327	3,652,604,446	408,883,214	9,220,157,261

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2. Total Exposure Distribution According to Geographic Region:

	Inside Jordan JD	Other Middle East Countries JD	Europe JD	Asia JD	Africa JD	America JD	Other Countries JD	Total JD
Cash at central banks	212,388,923	163,176,221	-	-	73,760,024	-	-	449,325,168
Balances at banks and financial institutions	57,473,500	38,288,169	101,633,277	2,421,463	3,656,916	67,428,662	-	270,901,987
Deposits at banks and financial institutions		564,000	2,113,336	4,958,282		-	-	7,635,618
Credit facilities at amortized cost	3,719,851,230	424,653,413	319,476,719	-	275,874,807	-	14,926,189	4,754,782,358
Credit facilities at fair value through profit or loss	32,272,111	-	-	-	-	-	-	32,272,111
Bonds and bills:								
Within Financial assets at fair value through other comprehensive income	200,843,976	22,454,409	59,504,041	10,174,694	9,088,140	29,112,551	-	331,177,811
Within Financial assets at amortized cost	2,332,653,322	58,209,615	5,105,040		110,513,109	1,798,397	-	2,508,279,483
Total for the Period	6,555,483,062	707,345,827	487,832,413	17,554,439	472,892,996	98,339,610	14,926,189	8,354,374,536
Letter of guarantees	254,462,637	92,978,957	2,892,095	-	80,418,724	-	-	430,752,413
Letter of credit	406,934,345	39,822,776	8,892,159	-	74,631,687	-	-	530,280,967
Other liabilities	83,089,312	-	25,775,057	-	-	-	-	108,864,369
Total	7,299,969,356	840,147,560	525,391,724	17,554,439	627,943,407	98,339,610	14,926,189	9,424,272,285
Prior Year Total	7,045,888,148	753,362,395	547,680,387	16,185,675	649,894,894	167,761,790	39,383,972	9,220,157,261

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(30) Commitments and Contingent Liabilities:

This item consists of the following:

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
	JD	JD
Letters of credit	359,099,924	535,653,303
Acceptances	174,953,174	116,798,327
Guarantees:		
- Payment	179,859,067	183,091,674
- Performance bonds	208,777,763	203,335,170
- Other	73,037,051	68,757,390
Forward foreign currency contracts	348,538,428	318,081,799
Currency swap contracts	41,905,000	41,905,000
Un-utilized direct credit facilities ceilings	685,641,981	774,933,607
Total	2,071,812,388	2,242,556,270

(31) Lawsuits Raised Against the Bank and Lawsuits Raised by the Bank Against Others

Lawsuits raised against the Bank amounted to approximately JD 25.3 million as of 31 March 2024 (approximately JD 23.5 million as of 31 December 2023). In the opinion of the Bank's management and legal advisor, no liabilities will arise therefrom that exceed the booked provision of JD 7.7 million as of 31 March 2024 (JD 7.8 million as of 31 December 2023).

The lawsuits raised by the Bank against others amounted to approximately JD 660.1 million as of 31 March 2024 (approximately JD 670.6 million as of 31 December 2023).

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(32) Fair Value Hierarchy

The following table analyzes the financial instruments recorded at fair value based on the valuation method, which is defined at different levels as follows:

Level (1): List prices (unadjusted) for identical assets or liabilities in active markets.

Level (2): Information other than the stated price included in level 1, which is monitored for the asset or liability, either directly (such as prices) or indirectly (i.e., derived from the prices).

Level (3): Information on the asset or liability not based on those observed in the market (unobservable information).

	Level (1)	Level (2)	Level (3)	Total
	JD	JD	JD	JD
31 March 2024 (Reviewed)				
Financial assets:				
Financial assets at fair value through other comprehensive income	345,537,284	-	45,771,491	391,308,775
Direct credit facilities at fair value through profit or loss	4,458,031	-	-	4,458,031
Financial assets at fair value through profit or loss	32,272,111	-	-	32,272,111
Total	382,267,426	-	45,771,491	428,038,917
31 December 2023 (Audited)				
Financial assets:				
Financial assets at fair value through other comprehensive income	357,883,637	-	45,578,991	403,462,628
Financial assets at fair value through profit or loss	4,425,551	-	-	4,425,551
Direct credit facilities at fair value through profit or loss	31,496,582	-	-	31,496,582
Total	393,805,770	-	45,578,991	439,384,761