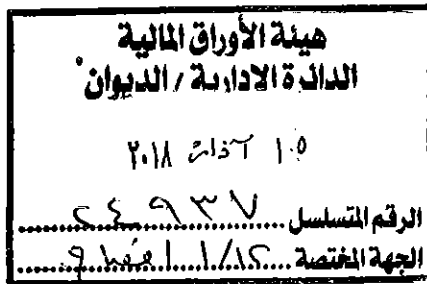


نموذج رقم (2-1) Form No. (1-2)	
To: Jordan Securities Commission Amman Stock Exchange Date:-2018/03/13 Ref.: 133/2018 Subject: Audited Financial Statements for the fiscal year ended 31/12/2017	السادة هيئة الأوراق المالية السادة بورصة عمان التاريخ: 2018/03/13 رقم الكتاب: 2018/133 الموضوع: البيانات المالية السنوية المدققة للسنة المنتهية في 2017/12/31
Attached the Audited Financial Statements of (Rumm Financial Brokerage Co. ) for the fiscal year ended 31/12/ 2017in Arabic and English Languages	مرفق طيه نسخة من البيانات المالية المدققة لشركة (رم للوساطة المالية (م.ع.م.) عن السنة المالية المنتهية في 2017/12/31 باللغتين العربية والإنجليزية.
Kindly accept our high appreciation and respect Rumm Financial Brokerage Co. General Manager's Signiture	وتفضلوا بقبول فائق الاحترام... شركة رم للوساطة المالية توقيع المدير العام



**Rum Financial Brokerage**  
**" Public Shareholding Company"**  
**Amman- The Hashemite Kingdom of Jordan**

**Final Financial Statements & Independent Auditor's Report**  
**As at December 31, 2017**

**Rum Financial Brokerage**  

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**"Public Shareholding Company"**  

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**Amman- The Hashemite Kingdom of Jordan**  

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RéfNo. : 60004/2018/112

**Independent Auditor's Report**

M/S General Assembly of  
Rum Financial Brokerage  
"Public Shareholding Company"  
Amman- The Hashemite Kingdom of Jordan

**Opinion**

We have audited the financial statements of Rum Financial Brokerage " Public Shareholding Company", which consist of the financial position statement as at 31 December 2017, as well as the statements of Comprehensive income, changes in equity and cash flows for the year then ended, and the related notes to the financial statements, along with a summary on the most significant accounting policies.

In our opinion, except of the effect of the mentioned below in basis of opinion paragraph the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2017, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Independency**

We are independent from the company as per the requirements of the International Ethics Standards Board for Accountants "Handbook of Code of Ethics for Professional Accountants" and the ethical requirements related to our audit of the financial statements, and we have met our other ethical responsibilities in accordance with those requirements.

**Key Audit Matters**

Key audit matters are, in our professional discretion, of great importance to our audit of the financial statements for the current year; these matters have been taken into consideration in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, rather than for the purpose of giving a detailed opinion on these matters.

1) **Financial Assets at Fair Value through Other Comprehensive Income :**

By referring to Note No. ( 5 ) in the financial statements, the fair value of the financial assets was in the amount of "682,373" Dinars, comparing to "1,427,258" Dinars at the end of the previous year, where the company has maintained these investments for trading purposes and generating profits through the fluctuations in the short term market prices.

Realized loss amount is " 56,992 " Dinars and unrealized losses resulting from presenting these investments at fair value is " 113,918 " Dinars .

**Our Procedures**

During our audit of line of financial assets at fair value through other Comprehensive income, we have performed the following :

- Verified the ownership of these assets by the company by examining the sale and purchase invoices and obtaining a certificate of ownership from Securities Depository Center.
- Verified any encumbrances or mortgages that would prevent the company from disposing of such assets.
- Verified that the company has recorded these assets at fair value on the date of purchase of the subsequent evaluation and presentation of these differences in the Comprehensive income statement.
- We have evaluated the completeness and authenticity of disclosures related to financial assets at fair value through the other Comprehensive income, and evaluated the compliance with the disclosure requirements according to the International Financial Reporting Standards.

2) **Brokerages Client / Accounts Receivable**

As set forth in Note No. ( 3 ) of the financial statements, the brokerages client / accounts receivable were in the amount of "3,971,746 " Dinars before subtracting the provision for doubtful debts which total "662,559 " Dinars, so that the net value of brokerage client account receivable totaled "3,309,187 " Dinars, comparing to " 1,140,579 " Dinars in 2016.

- Since these liabilities are covered by client financial portfolios.
- Brokerages client account for which a provision is required to be made in accordance with the established principles of the Securities Commission totaled " 662,559 " Dinars, while the provision for doubtful debts as per the books of the company totaled " 662,559," where the management of the company indicated that the formed provision is sufficient to cover the doubtful debts.

**Our Procedures**

During our audit of line of Brokerages client / Accounts Receivable, we have performed the following:

- Evaluated the adopted methodology of the management for determining the value of the provision.
- Examined a sample of mediation clients classified by the management as insolvent with a view to evaluate the reasonability of their classification.
- Examined the procedures and systems of relevant internal control as adopted by the management.
- Examined the procedures observed by the management in determining the amount of the provision as at December 31, 2017.

( 4/22 )

### Other Information

The management is responsible for other information. Other information includes all information stated in the annual report of the company on 2017, except for the financial statements and the auditor's report. No other information has been provided to us up to the date of our report, as it is expected to provide us with other information after this date.

Our opinion on the financial statements does not cover the other information, and we do not and will not express any affirmative conclusion thereon. In auditing the financial statement, our responsibility involves reading the other information, through which we are to determine whether the other information is materially inconsistent with the financial statements or the knowledge we have obtained during the auditing process, or whether it appears to contain material misstatements.

### Responsibility of Management and Person in Charge of Governance for the Financial Statements

The management is responsible for the preparation and presentation of the financial statements in a fair manner in accordance with the International Financial Reporting Standards, and for the internal control that the management deems necessary for enabling it from preparing financial statements free from any material misstatements, whether resulting from an error or fraud.

Furthermore, responsibility of the management at preparing the financial statement includes an evaluation of the ability of company to continue, and the disclosing, as the case may be, of the matters related to the continuity of the company, and using the accounting continuity assumption unless the managements intended to liquidate the company or cease its operations, or if it has no other reasonable alternative for the same.

### Auditor's Responsibility for Auditing the Financial Statements

Our aim is to obtain reasonable assurance as to whether the financial statements are free of any material misstatements, whether resulting from an error or fraud, and to issue the auditor's reports that contains our opinion thereon.

Reasonable assurance is a high level of confirmation, yet not a guarantee that the audit we have conducted in accordance with the International Auditing Standards would always detect any material misstatement, if any.

As part of the auditing process in accordance with the International Auditing Standards, we use professional judgment and maintain the application of professional doubt principle in all aspect of the audit, in addition to :

- Determining and evaluating the risks of material misstatements in the financial statements, whether resulting from an error or fraud, designing and performing auditing procedures responsive to such risks; and obtaining sufficient and suitable to provide a basis for our opinion. The risk of failure to detect any material misstatements resulting from fraud is higher than the result of the misstatement. Furthermore, fraud may involve collusion, forgery, intentional omission, misrepresentations or violation of internal controls.
- Obtaining an understanding of the internal controls related to auditing with a view to design suitable audit procedures under circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal controls..

- Evaluating the appropriateness of the applicable accounting policies and the reasonableness of significant estimates and relevant notes made by the management.
- Reaching a conclusion as to the appropriateness of the use of the accounting ongoing concern assumption by the management and, based on the auditing evidence we have obtained, whether there is a material uncertainty related to events or circumstances that may give rise to major doubts on the ability of the company to continue as an ongoing concern. If we conclude that there is a material uncertainty, we are required to draw attention in our auditor's report to the related notes in the financial statements; or to adjust our opinion if the disclosure of such information was insufficient. Our conclusions depend on the auditing evidence that we have obtained up to the date of our auditor's report; however, future events or circumstances may cause the company to cease as an ongoing concern.
- Evaluating the general presentation, form and content of the financial statements, including the notes, and whether the financial statements represent transactions and events in a manner achieving fair representation.
- Obtaining sufficient and suitable auditing evidence on the financial information of the entities or business activities within the group in order to express opinion on the financial statement. We are responsible for directing, supervising and completing the audit of the group, and we remain absolutely responsible for the auditor's report.
- We have communicated with the persons in charge of governance with a statement of our compliance with the requirements of professional conduct related to independency, and have informed them of all relations and other matters that may affect our independency and the precautions, if any.
- With the matters communicated to those in charge of governance, we have defined the most important matters to our auditing of the financial statements for the current year, and thus they are basic auditing matters. We describe these matters in our report unless there is a law or legislation that prevent us from disclosing the same, or in rare cases, if we decide not to disclose the same in our report due to adverse effects that are expected to exceed the general benefits from such disclosures.

#### Report on Legal Requirements

The company keeps regular accounting entries and records, and the financial statements are consistent with them in all material sides. We recommend attestation of these financial statements.

Amman- The Hashemite Kingdom of Jordan  
27/01/2018

Scientific Office for Auditing, Accounting & Consulting  
Jamal Mohammed Falah  
License No. "285"  
Signed and Sealed

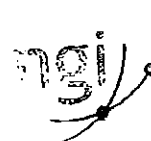
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Public Accountants

**Rum Financial Brokerage**  
**" Public Shareholding Company "**  
**Amman- The Hashemite Kingdom of Jordan**  
**Statement of the Financial Position as at 31 December 2017**

<u>Description</u>	<u>Note</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
<b><u>Current Assets</u></b>			
Cash and cash equivalent	2	143,083	520,744
Brokerage clients / Accounts receivable	3	3,309,187	1,140,579
Other current assets	4	120,573	41,257
<b>Total current assets</b>		<b>3,572,843</b>	<b>1,702,580</b>
<b><u>Non-current assets</u></b>			
Financial assets at the fair value through other comprehensive income statement	5	682,373	1,427,258
Guarantees deposits		122,000	122,000
Contributions to settlement guarantee fund	6	26,118	25,000
Intangible assets	7	1	1
Property and equipment, net	8	16,733	6,182
<b>Total non-current assets</b>		<b>847,225</b>	<b>1,580,441</b>
<b>Total assets</b>		<b>4,420,068</b>	<b>3,283,021</b>
<b><u>Liabilities and equity</u></b>			
<b><u>Current liabilities</u></b>			
Brokerage client / accounts payable		58,052	197,482
Related parties accounts payable	9	560	64,959
Securities depository center		9,385	14,155
Other credit liabilities	10	53,111	103,107
<b>Total current liabilities</b>		<b>121,108</b>	<b>379,703</b>
<b><u>Shareholding Equity</u></b>			
Authorized capital		4,500,000	4,500,000
Paid-up capital		4,000,000	3,000,000
Complosry reserve		147,415	138,930
Voluntary reserve		332,462	332,462
Fair value reserve		(113,918)	(445,078)
Accumulated losses		(66,999)	(122,996)
<b>Net shareholding equity</b>		<b>4,298,960</b>	<b>2,903,318</b>
<b>Total Liabilities and Shareholding Equity</b>		<b>4,420,068</b>	<b>3,283,021</b>

The accompanying notes constitute an integral part of this statement

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Rum Financial Brokerage


" Public Shareholding Company "

Amman- The Hashemite Kingdom of Jordan

Statement of Comprehensive Income as at 31 December 2017

<u>Description</u>	<u>Note</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
<u>Revenues</u>			
Brokerage commission revenues		386,883	307,315
Credit interest revenues		-	125
Other revenues		6,873	1,140
<b>Total Revenues</b>		<b>393,756</b>	<b>308,580</b>
<u>Expenses</u>			
Depreciations and amortizations		(2,092)	(1,543)
Administrative and general expenses	11	(249,827)	(258,182)
<b>Total expenses</b>		<b>(251,919)</b>	<b>(259,725)</b>
<b>Profit for the year before tax</b>		<b>141,837</b>	<b>48,855</b>
Income tax	12	(20,363)	(87,267)
<b>Profit ( loss ) for the year after tax</b>		<b>121,474</b>	<b>(38,412)</b>
<u>Comprehensive Income Items</u>			
Profits ( Losses ) realized from sale of financial assets at fair value / other Comprehensive income		(56,992)	314,758
Change in fair value of financial assets through Other Comprehensive Income	5	(113,918)	(524,517)
<b>Comprehensive loss of the year</b>		<b>(49,436)</b>	<b>(248,171)</b>
<b>Basic and diluted portion of the share from losses of the year</b>		<u><b>Dinar/ Fils</b></u>	<u><b>Dinar/ Fils</b></u>
Share portion from loss of the year	13	(0.014)	(0.083)
<b>Weighted average of number of shares</b>		<b>3,586,300</b>	<b>3,000,000</b>

The accompanying notes constitute an integral part of this statement  
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**Rum Financial Brokerage**  
**" Public Shareholding Company "**  
**Amman- The Hashemite Kingdom of Jordan**  
**Changes in Shareholders' Equity Statement as at 31 December 2017**

<u>Description</u>	<u>Capital</u>		<u>Compulsory reserve</u>		<u>Voluntary reserve</u>		<u>Accumulated change in the fair value</u>		<u>Accumulated losses</u>		<u>Total</u>	
	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>	<u>JD</u>
<u>Balance at 31 December 2015</u>	3,000,000		102,569		332,462		79,439		(362,981)		3,151,489	
Profit of the year	-		-		-		-		363,613		363,613	
Compulsory reserve	-		36,361		-		-		(36,361)		-	
Provision for income tax	-		-		-		-		(87,267)		(87,267)	
Change in the fair value reserve	-		-		-		(524,517)		-		(524,517)	
<u>Balance at 31 December 2016</u>	<u>3,000,000</u>		<u>138,930</u>		<u>332,462</u>		<u>(445,078)</u>		<u>(122,996)</u>		<u>2,903,318</u>	
Increase in capital	1,000,000		-		-		-		-		1,000,000	
Profit of the year	-		-		-		-		84,845		84,845	
Compulsory reserve	-		8,485		-		-		(8,485)		-	
Provision for income tax	-		-		-		-		(20,363)		(20,363)	
Change in the fair value reserve	-		-		-		331,160		-		331,160	
<u>Balance at 31 December 2017</u>	<u>4,000,000</u>		<u>147,415</u>		<u>332,462</u>		<u>(113,918)</u>		<u>(66,999)</u>		<u>4,298,960</u>	

The accompanying notes constitute an integral part of this statement

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Rum Financial Brokerage  
" Public Shareholding Company "  
Amman- The Hashemite Kingdom of Jordan  
Statement of Cash flow as at 31 December 2017

<u>Description</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
<u>Cash flows from operational activities</u>		
Profit of the year	141,837	48,855
Depreciation and amortization	2,092	1,543
Change in fair value reserve	331,160	(524,517)
<u>Changes in the working capital items</u>		
Brokerages client Accounts receivables	(2,168,608)	(188,724)
Contribution to the Settlement Guarantee Fund	(1,118)	-
Other currents assets	(79,316)	(2,011)
Financial assets at the fair value through other comprehensive income statement	687,893	820,956
Brokerage clients / accounts payable	(139,430)	136,425
Related parties / accounts payable	(64,399)	58,878
Other currents liabilities	(75,129)	(70,062)
Net cash from operational activities	(1,365,018)	281,343
<u>Cash flows from investment activities</u>		
Property and equipment purchase	(12,643)	(747)
Net cash flows from investment activities	(12,643)	(747)
<u>Cash flows from financing activities</u>		
capital	1,000,000	-
Net cash flow from financing activities	1,000,000	-
Change in the cash and cash equivalent balance	(377,661)	280,596
cash and cash equivalent on 1 january 2017	520,744	240,148
Cash and cash equivalent at 31 December 2017	143,083	520,744

The accompanying notes constitute an integral part of this statement  
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**Rum Financial Brokerage**  
**"Public Shareholding Company"**  
**Amman- The Hashemite Kingdom of Jordan**

**Most Important Accounting Policies Used**

**Use of Estimations:**

The preparation of the financial statements and the application of the accounting policies require the management of the company to make certain estimations and discretions that affect the financial statements and the notes therewith enclosed. Such estimations are based on assumptions subject to variable degrees of accuracy and certainty. Thus, the actual results in the future may vary from the estimations of the management due to the change in conditions and circumstances of the assumptions on which those estimations were based.

The most important estimations used in preparing the financial statements are indicated below:

- The management periodically revaluates useful life of tangible assets for the purposes of calculating annual depreciations based on the general conditions of those assets and the useful life estimations expected in the future. The impairment loss ( if any ) is also taken into account in the income statement.
- The management performs a periodical review of the financial assets which is expressed at cost to estimate any impairment in the value thereof where such impairment is taken into account in the income statement of the year.
- The management of the company estimates the value of the provision for doubtful debts taking into consideration the potential for collecting these Receivables.

**Cash and cash equivalents:**

Cash and cash equivalents are those in hand, balances with banks, and investments liquid able to certain amounts with maturity dates not exceeding three months so that they do not involve the risk of change in value.

**Rum Financial Brokerage**  
**"Public Shareholding Company"**  
**Amman- The Hashemite Kingdom of Jordan**

**Accounts Receivable:**

Accounts receivable are presented at cost after deducting the accumulated provision for doubtful debts. Accounts receivable are written off in case of inability to collect them by means of deducting from the allocated provision where the amounts collected from written off debts are then added to the revenues.

**Fair Value:**

Closure prices (purchase of assets/ sale of liabilities) at the date of the financial statements in active markets represent the fair value of financial instruments with market prices.

In case that there are no announced prices, absence of active trading in certain financial instruments, or lack of active market, the fair value thereof is estimated in several methods, including :

- Comparing the current market value thereof of a financial management of substantially similar nature.
- Analyzing the future cash flows and deducting the expected cash flows at a rate used in a similar financial management.
- Option pricing models.

Methods of evaluation aim at obtaining a fair value that reflect the expectations of the market and take into account the market factors and any expected risks or benefits at evaluating the value of the financial instruments. In the event that there are financial instruments whose value cannot be reliably measured, they are presented at cost after deducting any impairment in the value thereof.

**Rum Financial Brokerage**  
**"Public Shareholding Company"**  
**Amman- The Hashemite Kingdom of Jordan**

**Financial Assets at Fair Value through Other Comprehensive Income:**

Change differences in fair value of financial assets specified at fair value are recorded through the other Comprehensive income statement. The financial assets of specified value are presented through the other Comprehensive income statement for which market prices in active markets are available at fair value after deducting the accumulated losses of impairment in their fair value.

Financial assets specified at fair value are presented through the other Comprehensive income statement for which there are no market prices in active markets and whose fair value cannot be reliably determined at cost, where any impairment in the value thereof is recorded in the other Comprehensive income statement.

Profits and losses resulting from differences in foreign currency exchange of debt instruments bearing interests are recorded within the financial assets specified at fair value through the other Comprehensive income statement, while differences in foreign currency exchange of equity instruments are recorded in the line of accumulated change in fair value within the equity.

**Property and equipment and Accumulated Depreciation:**

Property, equipment and machinery are presented at cost after deducting the accumulated depreciation. Property and equipment are depreciated when ready for use by the fixed installment method throughout the expected useful life thereof at the following rates :

Furniture, furnishings and decorations	20 %
Office equipment and computers	15 %

When the revocable amount of any property and equipment becomes lower than the net book value thereof, their value is imperil below that previously estimated. The remaining book value shall be depreciated over the remaining useful life after re-estimation as of the year in which re-estimation has been made

**Rum Financial Brokerage**  
**"Public Shareholding Company"**  
**Amman- The Hashemite Kingdom of Jordan**

- **Accounts Payable and accrued Amounts:**

Accounts payable and accrued amounts are recorded at benefiting from the service by the company, whether claimed by the supplier or not.

- **Off Set :**

An off set between the financial assets and financial liabilities is made and the net amount is presented in the financial statements when the legal rights requiring the same exist, as well as when the same is settled on off set basis or when the realization of assets and settlement of liabilities are concurrent.

- **Provisions :**

Provisions are recorded whenever the company incurs legal liabilities or expected liabilities as a result of previous events, where the company would probably pay cash amounts to settle these liabilities. The provisions are reviewed at the date of the financial position and the value thereof is adjusted based on the latest information available to the management.

- **Recognition of Revenues:**

Revenues from commissions are realized upon completing the purchase and sale of shares for the clients of the company and issuing the invoice to the client.

Revenues of interests are realized on a time basis so that to reflect the actual return on assets.

Other revenues are realized on the basis of maturity principle.

Dividend's investment revenues are realized when declared by the investee general assembly

- **Date of Recognition of Financial Assets:**

Purchase and sale of financial asset are recognized at the date of trading (date of commitment of the company to sell or purchase financial assets. )

- **Impairment of Financial Assets:**

The company reviews the value of the financial assets recorded in the books of the company at the date of the financial statements to determine whether there are indicators to the existence of impairment in the value thereof. In case that such indicators are available, the redeemable fair value of the assets shall be estimated with a view to determine the impairment loss in case of decrease in the revocable value below the book value as recorded in the books of the company. The decrease value is recorded in the Comprehensive income statement.

**Rum Financial Brokerage**  
**"Public Shareholding Company"**  
**Amman- The Hashemite Kingdom of Jordan**

**Income Tax:**

The company is governed by the Income Tax Law, as subsequently amended, and the instructions issued by the Income Tax Department of the Hashemite Kingdom of Jordan. Settlement thereof is made according to the maturity principle where the provision for income tax is calculated on the basis of the adjusted profit.

Noting that the company delivers self-assessment returns on annual basis to the Income and Sales Tax Department, where the returns submitted to the Department had been accepted up to 2014.

**Principles for preparation of the financial statements**

- The financial statements of the company were prepared in accordance with the Standards issued by the International Accounting Standard Board and interpretations issued by the International Financial Reporting Interpretations Committee under the International Accounting Standards Board.
- The financial statement were prepared in accordance with the historical cost method except for the financial assets specified at fair value that are presented at fair value through the Comprehensive income statement.
- The financial statement were prepared in accordance with the International Financial Reporting Standards.
- The Followed accounting policies for the current year are similar to those principles followed in the last year.
- The Jordanian Dinar is the currency of presentation of the financial statements which represents the main currency of the company.



**Rum Financial Brokerage**  
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**Amman- The Hashemite Kingdom of Jordan**

- **General Note :**
- Al-Safwah Financial Investment Co. was incorporated on 05/09/2005 as a company with limited liability, and was registered in the Registry of Companies with Limited Liability under No. ( 10698 ) with a capital in the amount of ( 2.469.232 ) Jordanian Dinars. On 24/07/2008, an approval on conversion of the company into a public shareholding company was made and it was registered under No. ( 457 ) in the Registry of Public Shareholding Companies on 17/08/2008, with an authorized and paid up capital in the amount of ( 2.469.232 ) Dinars/ shares. On 27/05/2015, the capital had been increased to become "3.000.000" Dinars.
- The accompanying financial statements were approved by the Board of Directors in its session held on 27/02/2018 They need to be approved by the General Assembly.
- On 27/05/2015, name of Al-Safwah Financial Investment Co. was changed into RUM Financial Brokerage PLC.
- On 26/12/2016 the authorized capital of the company was increased to JD 4,500,000 instead of JD 3,000,000 through a private subscribed to shareholders of JD 1,000,000 / share and JD 500,000 through strategic partner. .
- On 20/04/2017, the subscription value of "726,768" JD / share was completed. On 01/06/2017, the subscribed shares of "273,232" JD / share were completed. The authorized share capital is 4,500,000 JD / The money subscribed and paid "4,000,000" dinars / share

**Objectives of the company include:**

Financial brokerage, financial consultancy, acquisition of movable and immovable properties, mediation for commission, borrowing, investment in properties that it deems to realize the objectives of the company, registration of trademarks, and entering into agreements for realizing the objectives of the company.

**Rum Financial Brokerage**  
**" Public Shareholding Company "**  
**Amman- The Hashemite Kingdom of Jordan**  
**Notes to the final financial statements**

**2- Cash and Cash Equivalents:**

<u>Description</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
Cash on hand	832	68
visa	162	-
Investment Bank accounts/ current	22,194	3,667
Investment Bank/ Cash deposits	657	657
Investment Bank/ client notes	63,050	475,474
Housing Bank/ current	5,584	591
Housing Bank/ clients	50,441	40,092
Jordan Commercial Bank	163	195
<b>Total</b>	<b>143,083</b>	<b>520,744</b>

**3- Brokerages Client / Accounts Receivable :**

<u>Description</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
Brokerages client / Accounts Receivable	3,971,746	1,892,565
Less provision for doubtful debts	(662,559)	(751,986)
<b>Total</b>	<b>3,309,187</b>	<b>1,140,579</b>

The movement on the provision for doubtful debts during the year is as follows :

<u>Description</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
Balance at 1 January 2017	751,986	751,986
Debt Execution	(89,427)	-
<b>Total</b>	<b>662,559</b>	<b>751,986</b>

**4- Other Current Assets :**

<u>Description</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
Pre-paid Expenses	8,695	3,880
Bank income tax deposits	644	545
Employee transaction errors	30,329	32,579
Employees Account's	2,565	4,253
Other receivables	78,340	-
<b>Total</b>	<b>120,573</b>	<b>41,257</b>

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**5- Financial Assets at Fair Value through Other Comprehensive Income :**

<u>Description</u>	<u>Number of shares 2017</u>	<u>2017 Dinars</u>	<u>Number of shares 2016</u>	<u>2016 Dinars</u>
Arab Union International Insurance Company	97,998	112,698	617,557	778,122
Century investment group Co.	20,000	45,400	171,893	536,306
Rum investment group Co.	718,186	524,275	-	-
Al-Ro'ya for investment .	-	-	1,000	510
Jordan Clothing Co. ( CJC )	-	-	208,000	112,320
<b>Total</b>		<b>682,373</b>		<b>1,427,258</b>

Net change in the fair value of financial assets during the year :

<u>Description</u>	<u>Number of shares</u>	<u>Share Cost</u>	<u>Closure price</u>	<u>Share difference</u>	<u>evaluation loss</u>
Arab Union International Insurance Company	97,998	1.265	1.150	0.115	(11,270)
Century investment group Co.	20,000	2.663	2.270	0.393	(7,860)
Rum investment group Co.	718,186	0.862	0.730	0.132	(94,788)
<b>Total</b>					<b>(113,918)</b>

**6- Contribution to settlement guarantee fund :**

This balance represents the value of cash contribution incurred upon the company in accordance with the requirements of the Securities Depository Center in favor of Settlement Guarantee Fund.

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**7- Intangible Assets**

<u>Description</u>	<u>Software Use</u> <u>License</u> <u>Dinar</u>	<u>Computer</u> <u>Software</u> <u>Dinar</u>	<u>Total</u> <u>Dinar</u>
<u>Cost</u>			
Balance as of December 31, 2016	2,293	17,686	19,979
Balance as of December 31, 2017	2,293	17,686	19,979
<u>Amortization</u>			
Balance as of December 31, 2016	2,293	17,685	19,978
Additions	-	-	-
Balance as of December 31, 2017	2,293	17,685	19,978
Book value as at December 31, 2017	-	1	1
Book value as at December 31, 2016	-	1	1

**8- Net value of Property and equipment :**

<u>Description</u>	<u>Furniture &amp;</u> <u>decorations</u> <u>Dinar</u>	<u>Office</u> <u>equipment and</u> <u>computers</u> <u>Dinar</u>	<u>Total</u> <u>Dinar</u>
<u>Cost</u>			
Balance as of December 31, 2016	64,501	63,356	127,857
Additions	545	12,098	12,643
Balance as of December 31, 2017	65,046	75,454	140,500
<u>Acumelated depriciation</u>			
Balance as of December 31, 2016	62,414	59,261	121,675
Additions	735	1,357	2,092
Balance as of December 31, 2017	63,149	60,618	123,767
Book value as at December 31, 2017	1,897	14,836	16,733
Book value as at December 31, 2016	2,087	4,095	6,182

**9- Related Parties / Accounts Payable :**

<u>Description</u>	<u>2017</u> <u>Dinar</u>	<u>2016</u> <u>Dinar</u>
Portfolios managed by the CEO, Board member	27	64,731
Financial brokerage board's members	20	227
Employee Accounts	513	1
<b>Total</b>	<b>560</b>	<b>64,959</b>

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**10- Other Current Liabilities :**

<u>Description</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
Provision for income tax	20,363	87,267
Other accounts payable	8,462	6,148
Accrual expenses	3,201	3,778
Other deposits	17,094	1,923
Provision of Jordanian universities' fees	1,572	1,572
Provision for support of scientific research	1,572	1,572
Provision of Vocational Education and Training Support Fund	847	847
<b>Total</b>	<b>53,111</b>	<b>103,107</b>

**11- Administrative and General Expenses :**

<u>Description</u>	<u>2017</u> <u>JD</u>	<u>2016</u> <u>JD</u>
Salaries and wages	124,951	109,530
Social security	16,964	13,242
Rent-exp	15,000	15,000
Subscriptions fees	14,215	18,186
Capital increase fees	11,518	7,618
Post, phone and internet	6,258	6,149
Professional fees	12,267	41,113
Investment protection fund	11,213	8,765
Health insurance	9,671	7,439
Guarantee commissions	6,945	7,738
Water and electricity	4,562	4,022
Miscellaneous	766	3,986
Stationery, publications, and computer supplies	3,766	2,226
Advertisement expenses	778	1,060
General Maintenance	440	461
Commission bank exp	1,779	535
Hospitality and cleaning	2,952	2,308
Legal fees	280	3,221
Remuneration for board of directors session attendance	3,745	3,500
Transportation	1,757	2,083
<b>Total</b>	<b>249,827</b>	<b>258,182</b>

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12- Income Tax Provision :

<u>Description</u>	<u>2017</u>	<u>2016</u>
	<u>JD</u>	<u>JD</u>
Profit for the year	141,837	48,855
Plus : profits ( losses ) realized from sale of financial assets at fair value / Comprehensive income	(56,992)	314,758
<b>Taxable profit for the year</b>	<b>84,845</b>	<b>363,613</b>
<b>Income tax provision ( 24 % )</b>	<b>20,363</b>	<b>87,267</b>

13- Share portion from loss of the year :

<u>Description</u>	<u>2017</u>	<u>2016</u>
	<u>JD</u>	<u>JD</u>
Loss for the year	(49,436)	(248,171)
	<u>Share</u>	<u>Share</u>
Weighted average of shares	3,586,300	3,000,000
<b>Basic</b>	<b>(0.014)</b>	<b>(0.083)</b>

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14- **Potential Liabilities :**

At the date of the financial statements, the company has the following potential liabilities

- Bank guarantees issued in favor of the Securities Depository Center in the amount of "75,000" Dinars with deposits in the amount of "30,000" Dinars.
- Bank guarantees issued in favor of the Jordan Securities Commission in the amount of "310,000" Dinars with deposits in the amount of "92,000" Dinars

15- **Risk Management :**

**Interest Rate Risks:**

Interest rate risks result from the potential effect of changes in interest rates on profits of the company or the fair value of financial instruments. Since most of the financial instruments bear fixed interest rate and are represented at amortized cost, the sensitivity of the profits of the company and equity to changes in interest rate is considered immaterial.

**Credit Risks:**

Credit risks are risks resulting from inability or failure of the other party of the Financial Management to meet the obligations thereof to the company the matter that may result in occurrence of losses. The company works on minimizing credit risks by means of dealing with reputable banks.

**Foreign Currency Rates Risks:**

Foreign currency risks are represented in the risk of fluctuation of the value of the financial instruments due to the fluctuations of foreign currency rates. Since most of the transactions of the company are in Jordanian Dinar, with some in US Dollar, the sensitivity of the profits of the company and equity to changes in foreign exchange rates is considered immaterial.

**Share Price Risks:**

Share price risks result from change in the fair value of investment in shares, where the company works on managing such risks by means of diversification of investments in several geographic zones and economic sectors.

**Liquidity Risks**

Liquidity risks are represented in the inability of the company to provide necessary funding for performing its obligations at maturity dates. With a view to avoid these risks, the company diversifies the sources of funding, manages assets and liabilities and reconciles the terms thereof.

16- **Comparative Figures**

Some of the comparative figures for the previous year were reclassified to be consistent with the classification of the figures of the current year.

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