

ARAB BANK GROUP  
(PUBLIC SHAREHOLDING LIMITED COMPANY)  
AMMAN - THE HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024  
TOGETHER WITH THE REVIEW REPORT

ARAB BANK GROUP  
AMMAN - THE HASHEMITE KINGDOM OF JORDAN  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

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## **Report on the Review of the Condensed Consolidated Interim Financial Information**

AM / 6631

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

### **Introduction**

We have reviewed the accompanying condensed consolidated interim statement of financial position for Arab Bank Group (A Public Shareholding Limited Company) as of June 30, 2024, and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three month and six months ended as of June 30, 2024, changes in owners' equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for preparation and fair presentation of interim financial information in accordance with International Accounting Standard 34 Interim Financial Reporting. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

### **Scope of Review**

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

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 Interim Financial Reporting.

### **Other Matters**

- The accompanying condensed consolidated interim financial information are a translation of the condensed consolidated interim financial information in the Arabic language to which reference is to be made.

Amman – Jordan  
July 28, 2024

  
Deloitte & Touche (M.E) - Jordan

**Deloitte & Touche (M.E.)**

ديلويت أند توش (الشرق الأوسط)

010105

**ARAB BANK GROUP**  
**CONDENSED CONSOLIDATED INTERIM**  
**STATEMENT OF FINANCIAL POSITION**

	Notes	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
<b><u>ASSETS</u></b>		<b>USD '000</b>	<b>USD '000</b>
Cash and balances with central banks	4	12 431 758	13 250 460
Balances with banks and financial institutions	5	3 403 626	4 204 480
Deposits with banks and financial institutions	6	566 941	273 807
Financial assets at fair value through profit or loss	7	66 136	55 012
Financial derivatives - positive fair value		186 552	217 629
Direct credit facilities at amortized cost - net	9	33 996 605	33 158 248
Financial assets at fair value through other comprehensive income	8	833 707	759 038
Other financial assets at amortized cost	10	11 113 654	10 376 401
Investments in associates		3 972 833	3 848 257
Fixed assets	11	518 613	523 638
Other assets	12	1 388 425	1 363 343
Deferred tax assets		263 793	243 658
<b>Total Assets</b>		<b>68 742 643</b>	<b>68 273 971</b>
<b><u>LIABILITIES AND SHAREHOLDERS' EQUITY</u></b>			
Banks and financial institutions' deposits		3 819 395	3 295 702
Customers' deposits	13	47 512 689	47 811 253
Cash margin		3 000 043	2 813 487
Financial derivatives - negative fair value		123 999	197 538
Borrowed funds	14	489 653	509 809
Provision for income tax	15	326 062	337 202
Other provisions		231 031	244 694
Other liabilities	16	1 719 968	1 691 322
Deferred tax liabilities		17 434	16 113
<b>Total Liabilities</b>		<b>57 240 274</b>	<b>56 917 120</b>
<b><u>Equity</u></b>			
Share capital	17	926 615	926 615
Share premium		1 225 747	1 225 747
Statutory reserve	17	926 615	926 615
Voluntary reserve		977 315	977 315
General reserve		1 211 927	1 211 927
General banking risks reserve		153 030	153 030
Reserves with associates		1 540 896	1 540 896
Foreign currency translation reserve		( 425 503)	( 323 174)
Investments revaluation reserve		( 368 314)	( 333 110)
Retained earnings	19	4 047 153	3 846 009
<b>Total Equity Attributable to the Shareholders of the Bank</b>		<b>10 215 481</b>	<b>10 151 870</b>
Perpetual tier 1 capital bonds	18	629 870	629 870
Non-controlling interests		657 018	575 111
<b>Total Equity</b>		<b>11 502 369</b>	<b>11 356 851</b>
<b>Total Liabilities and Equity</b>		<b>68 742 643</b>	<b>68 273 971</b>

The accompanying notes from (1) to (34) form an integral part of these condensed consolidated interim financial information and should be read with them and with the review report.

**ARAB BANK GROUP**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS**  
**(REVIEWED NOT AUDITED)**

	Notes	For the Six-Months Period Ended 30 June		For the Three-Months Period Ended 30 June	
		2024	2023	2024	2023
		USD '000	USD '000	USD '000	USD '000
<b>REVENUE</b>					
Interest income	20	1 983 540	1 723 198	993 950	891 689
Less: interest expense	21	909 521	739 117	457 118	385 950
<b>Net Interest Income</b>		<b>1 074 019</b>	<b>984 081</b>	<b>536 832</b>	<b>505 739</b>
Net commission income	22	230 985	199 557	119 266	104 810
<b>Net Interest and Commission Income</b>		<b>1 305 004</b>	<b>1 183 638</b>	<b>656 098</b>	<b>610 549</b>
Foreign exchange differences		57 234	57 434	36 393	29 597
Gain from financial assets at fair value through profit or loss	23	2 492	1 482	457	323
Dividends from financial assets at fair value through other comprehensive income	8	6 301	7 410	5 819	3 207
Group's share of profits of associates		305 090	258 162	157 687	126 436
Other revenue - net	24	20 319	22 714	4 426	9 991
<b>Total Income</b>		<b>1 696 440</b>	<b>1 530 840</b>	<b>860 880</b>	<b>780 103</b>
<b>EXPENSES</b>					
Employees' expenses		387 601	343 913	199 085	171 818
Other expenses		229 765	215 043	114 614	115 288
Depreciation and amortization		59 028	42 130	27 892	20 657
Expected credit loss on financial assets		270 758	298 894	147 218	167 440
Other provisions		17 445	13 132	8 723	7 349
<b>Total Expenses</b>		<b>964 597</b>	<b>913 112</b>	<b>497 532</b>	<b>482 552</b>
<b>Profit for the Period before Income Tax</b>		<b>731 843</b>	<b>617 728</b>	<b>363 348</b>	<b>297 551</b>
Less: Income tax expense	15	229 026	216 460	113 350	112 581
<b>Profit for the Period</b>		<b>502 817</b>	<b>401 268</b>	<b>249 998</b>	<b>184 970</b>
<b>Attributable to :</b>					
- Bank's shareholders		486 014	383 065	241 911	174 552
- Non-controlling interests		16 803	18 203	8 086	10 418
<b>Total</b>		<b>502 817</b>	<b>401 268</b>	<b>249 997</b>	<b>184 970</b>
Earnings per share attributable to the Bank's shareholders					
- Basic and Diluted (US Dollars)	31	0.74	0.59	0.36	0.26

The accompanying notes from (1) to (34) form an integral part of these condensed consolidated interim financial information and should be read with them and with the review report.

**ARAB BANK GROUP**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**(REVIEWED NOT AUDITED)**

	For the Six-Months Period Ended 30 June		For the Three-Months Period Ended 30 June	
	2024	2023	2024	2023
	USD '000	USD '000	USD '000	USD '000
<b>Profit for the period</b>	<b>502 817</b>	<b>401 268</b>	<b>249 998</b>	<b>184 970</b>
<u>Add:</u> Other comprehensive income items - after tax				
<b><u>Items that will be subsequently transferred to profit or loss</u></b>				
Exchange differences arising from the translation of foreign currencies	( 104 227)	24 364	( 13 546)	7 747
Revaluation gain (loss) on financial assets at fair value through other comprehensive income	380	( 2 652)	3 190	( 5 260)
<b><u>Items that will not be subsequently transferred to profit or loss</u></b>				
<b>Net change in fair value of financial assets at fair value through other comprehensive income</b>	<b>( 36 440)</b>	<b>( 7 573)</b>	<b>( 18 885)</b>	<b>( 5 305)</b>
Revaluation (loss) on equity instruments at fair value through other comprehensive income	( 34 305)	( 7 322)	( 16 740)	( 5 095)
(Loss) from sale of financial assets at fair value through other comprehensive income	( 2 135)	( 251)	( 2 145)	( 210)
<b>Total (Other Comprehensive Loss) Other Comprehensive Income Items - after Tax</b>	<b>( 140 287)</b>	<b>14 139</b>	<b>( 29 241)</b>	<b>( 2 818)</b>
<b>Total Comprehensive Income for the Period</b>	<b>362 530</b>	<b>415 407</b>	<b>220 757</b>	<b>182 152</b>
<u>Attributable to :</u>				
- Bank's shareholders	346 346	394 575	210 317	171 274
- Non-controlling interests	16 184	20 832	10 440	10 878
<b>Total</b>	<b>362 530</b>	<b>415 407</b>	<b>220 757</b>	<b>182 152</b>

The accompanying notes from (1) to (34) form an integral part of these condensed consolidated interim financial information and should be read with them and with the review report.

**ARAB BANK GROUP**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**(REVIEWED NOT AUDITED)**

	Notes	Share Capital	Share Premium	Statutory Reserve	Voluntary Reserve	General Reserve	General Banking Risks Reserve	Reserves with Associates	Foreign Currency Translation Reserve	Investments revaluation reserve	Retained Earnings	Total Equity Attributable to the Shareholders of the Bank	Perpetual Bonds (Tier 1 Capital)	Non-Controlling Interests	Total Equity	
		USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	
<b>For the Six-Months Period Ended 30 June 2024</b>																
Balance at the beginning of the period		926 615	1 225 747	926 615	977 315	1 211 927	153 030	1 540 896	(323 174)	(333 110)	3 846 009	10 151 870	629 870	575 111	11 356 851	
Profit for the period		-	-	-	-	-	-	-	-	-	486 014	486 014	-	16 803	502 817	
Other comprehensive income for the period		-	-	-	-	-	-	-	(102 329)	(37 339)	-	(139 668)	-	(619)	(140 287)	
<b>Total Comprehensive Income for the Period</b>		-	-	-	-	-	-	-	(102 329)	(37 339)	486 014	346 346	-	16 184	362 530	
Transferred from investments revaluation reserve to retained earnings	19	-	-	-	-	-	-	-	-	2 135	(2 135)	-	-	-	-	
Dividends distributed	19	-	-	-	-	-	-	-	-	-	(277 402)	(277 402)	-	-	(277 402)	
Net new Investments at subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	69 108	69 108	
Interest paid on perpetual tier 1 capital bonds*	19	-	-	-	-	-	-	-	-	-	(13 387)	(13 387)	-	(7 186)	(20 573)	
Adjustments during the period	19	-	-	-	-	-	-	-	-	-	8 054	8 054	-	3 801	11 855	
<b>Balance at the End of the Period</b>		<b>926 615</b>	<b>1 225 747</b>	<b>926 615</b>	<b>977 315</b>	<b>1 211 927</b>	<b>153 030</b>	<b>1 540 896</b>	<b>(425 503)</b>	<b>(368 314)</b>	<b>4 047 153</b>	<b>10 215 481</b>	<b>629 870</b>	<b>657 018</b>	<b>11 502 369</b>	
<b>For the Six-Months Period Ended 30 June 2023</b>																
Balance at the beginning of the period		926 615	1 225 747	926 615	977 315	1 211 927	153 030	1 540 896	(400 986)	(362 590)	3 289 293	9 487 862	360 527	554 067	10 402 456	
Profit for the period		-	-	-	-	-	-	-	-	-	383 065	383 065	-	18 203	401 268	
Other comprehensive income for the period		-	-	-	-	-	-	-	20 982	(9 472)	-	11 510	-	2 629	14 139	
<b>Total Comprehensive Income for the Period</b>		-	-	-	-	-	-	-	20 982	(9 472)	383 065	394 575	-	20 832	415 407	
Transferred from investments revaluation reserve to retained earnings	19	-	-	-	-	-	-	-	-	251	(251)	-	-	-	-	
Dividends distributed	19	-	-	-	-	-	-	-	-	-	(231 640)	(231 640)	-	(1 763)	(233 403)	
Adjustments during the period	19	-	-	-	-	-	-	-	-	-	(6 934)	(6 934)	-	(6 976)	(13 910)	
<b>Balance at the End of the Period</b>		<b>926 615</b>	<b>1 225 747</b>	<b>926 615</b>	<b>977 315</b>	<b>1 211 927</b>	<b>153 030</b>	<b>1 540 896</b>	<b>(380 004)</b>	<b>(371 811)</b>	<b>3 433 533</b>	<b>9 643 863</b>	<b>360 527</b>	<b>566 160</b>	<b>10 570 550</b>	

- The retained earnings include restricted deferred tax assets in the amount of USD 249.7 million as of 30 June 2024 (USD 229.7 million as of 31 December 2023).

- The Bank cannot use a restricted amount of USD 368.3 million which represents the negative investments revaluation reserve in accordance with the instructions of the Jordan Securities Commission and Central Bank of Jordan as of 30 June 2024.

- The Central Bank of Jordan issued regulations No. 13/2018 dated 6 June 2018, which requires the transfer of the general banking risk reserve balance (calculated in accordance with the Central Bank of Jordan's regulations) to the retained earnings to offset the effect of IFRS 9 on the opening balance of the retained earnings account as of 1 January 2018. The regulations also instructs that the extra balance of the general banking risk reserve amounting to (USD 37.6 million) should be restricted and may not be distributed as dividends to the shareholders or used for any other purposes without prior approval from the Central Bank of Jordan.

\* The total interest on perpetual tier 1 capital bonds is USD 24.5 million, paid net of tax in the amount of USD 4 million, as of 30 June 2024.

The accompanying notes from (1) to (34) form an integral part of these condensed consolidated interim financial information and should be read with them and with the review report.

**ARAB BANK GROUP**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS**  
**(REVIEWED NOT AUDITED)**

	Notes	For the Six-Months Period Ended 30 June	
		2024	2023
		USD '000	USD '000
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>			
<b>Profit for the period before tax</b>		<b>731 843</b>	<b>617 728</b>
Adjustments for:			
Group's share of associates' profits		( 305 090)	( 258 162)
Depreciation and amortization		59 028	42 130
Expected credit losses on financial assets		270 758	298 894
Net accrued interest		( 21 853)	70 836
(Gain) from sale of fixed assets		( 86)	( 189)
Dividends on financial assets at fair value through other comprehensive income	8	( 6 301)	( 7 410)
(Gain) from revaluation of financial assets at fair value through profit or loss	23	( 1 339)	( 1 019)
Other provisions		17 445	13 132
<b>Total</b>		<b>744 405</b>	<b>775 940</b>
<b><u>(Increase) decrease in assets:</u></b>			
Deposits with banks and financial institutions (maturing after 3 months)		( 293 148)	232 735
Direct credit facilities at amortized cost		(1 114 834)	( 828 453)
Financial assets at fair value through profit or loss		( 9 785)	6 143
Other assets and financial derivatives		39 454	( 186 642)
<b><u>Increase (decrease) in liabilities:</u></b>			
Banks' and financial institutions' deposits (maturing after 3 months)		44 829	( 13 287)
Customer's deposits		( 298 564)	538 127
Cash margin		186 556	2 794
Other liabilities and financial derivatives		13 218	17 596
<b>Net Cash Flows (Used in) From Operating Activities before Income Tax</b>		<b>( 687 869)</b>	<b>544 953</b>
Income tax paid	15	( 258 978)	( 210 252)
<b>Net Cash Flows (Used in) From Operating Activities</b>		<b>( 946 847)</b>	<b>334 701</b>
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>			
(Purchase) of financial assets at fair value through other comprehensive income		( 110 878)	( 11 733)
(Purchase) Maturity of other financial assets at amortized cost		( 730 719)	514 823
(Increase) of investments in associates		( 132)	( 9 167)
Dividends received from associates		138 619	122 775
Dividends received from financial assets at fair value through other comprehensive income		6 301	7 410
(Increase) in fixed assets - net	11	( 42 947)	( 28 209)
<b>Net Cash Flows (Used in) From Investing Activities</b>		<b>( 739 756)</b>	<b>595 899</b>
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>			
(Decrease) Increase in borrowed funds		( 20 156)	16 341
Interest paid on perpetual tier 1 capital bonds		( 24 548)	( 13 678)
Net cash flows paid from minority for investment in subsidiaries		69 108	-
Dividends paid to shareholders		( 275 905)	( 230 845)
Dividends paid to non-controlling interests		-	( 1 763)
<b>Net Cash Flows (used in) Financing Activities</b>		<b>( 251 501)</b>	<b>( 229 945)</b>
Net (Decrease) increase in cash and cash equivalents		(1 938 104)	700 655
Exchange differences - change in foreign exchange rates		( 104 227)	24 364
Cash and cash equivalents at the beginning of the period		14 512 791	12 434 674
<b>Cash and Cash Equivalents at the End of the Period</b>	32	<b>12 470 460</b>	<b>13 159 693</b>
<b><u>Operational Cash Flows from Interest</u></b>			
Interest Paid		885 455	633 486
Interest Received		1 937 621	1 688 403

The accompanying notes from (1) to (34) form an integral part of these condensed consolidated interim financial information and should be read with them and with the review report.



**ARAB BANK GROUP**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION**  
**30 JUNE 2024**  
**(REVIEWED NOT AUDITED)**

**1 - GENERAL INFORMATION**

Arab Bank was established in 1930, and is registered as a Jordanian public shareholding limited company. The Head Office of the Group is domiciled in Amman - Hashemite Kingdom of Jordan and the Bank operates worldwide through its 68 branches in Jordan and 122 branches abroad. Also, the Group operates through its subsidiaries and Arab Bank (Switzerland) limited.

Arab Bank Plc shares are traded on Amman Stock Exchange. The shareholders of Arab Bank PLC are the same shareholders of Arab Bank Switzerland (every 18 shares of Arab Bank PLC equal/ traded for 1 share of Arab Bank Switzerland).

The accompanying condensed consolidated interim financial information was approved by the Board of Directors in its meeting Number (4) on 25 July 2024.

**2 - BASIS OF PREPARATION AND CONSOLIDATION**

**2 - 1 BASIS OF PREPARATION**

The accompanying condensed consolidated interim financial information was prepared in accordance with the international Accounting Standard (IAS) 34 "interim financial reporting".

The condensed consolidated interim financial information is prepared in accordance with the historical cost principle, except for financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial derivatives which are stated at fair value as of the date of the interim condensed consolidated financial information.

The accompanying condensed consolidated interim financial information do not include all the information and disclosures required for the annual financial statements, which are prepared in accordance with the International Financial Reporting Standards and must be read with the Group consolidated financial statements as of 31 December 2023. In addition, the results of the Group's operations for the six-months period ended 30 June 2024 do not necessarily represent indications of the expected results for the year ending 31 December 2024, and do not contain the appropriation of the profit of the current period, which is usually performed at year end.

The condensed consolidated interim financial information is presented in US dollars (USD) which is the functional currency of the Group.

## **2-2 BASIS OF CONSOLIDATION**

The accompanying condensed consolidated interim financial information of Arab Bank Group, presented in US dollars, comprise the financial statements of Arab Bank plc and the following key subsidiaries:

Company Name	Percentage of Ownership %		Date of Acquisition	Principal Activity	Place of Incorporation	Paid in Capital
	30 June 2024	31 December 2023				
Europe Arab Bank plc	100.00	100.00	2006	Banking	United Kingdom	€ 570m
Arab Bank Australia Limited	100.00	100.00	1994	Banking	Australia	AUD 119.3
Islamic International Arab Bank plc	100.00	100.00	1997	Banking	Jordan	JD 100m
Arab National Leasing Company LLC	100.00	100.00	1996	Financial Leasing	Jordan	JD 50m
Al-Arabi Investment Group LLC	100.00	100.00	1996	Brokerage and financial services	Jordan	JD 14m
Arab Sudanese Bank Limited	100.00	100.00	2008	Banking	Sudan	SDG 117.5m
Arab Tunisian Bank	64.24	64.24	1982	Banking	Tunisia	TND 128m
Oman Arab Bank	49.00	49.00	1984	Banking	Oman	OMR 166.9m
Arab Bank Syria	51.29	51.29	2005	Banking	Syria	SYP 5.05b
Arab Bank Iraq	63.77	-	2024	Banking	Iraq	IQD 250b
Al Nisr Al Arabi Insurance Company	68.00	68.00	2006	Insurance	Jordan	JD 10m

Arab Bank Switzerland (Limited) which is an integral part of Arab Bank Group is also consolidated in the Group's financial statements.

The condensed consolidated interim financial information includes the financial statements of the Bank and the subsidiary companies controlled by the Bank. Control is achieved when the Bank has the power to govern the financial and operating policies of the subsidiaries to obtain benefits from their activities. All intra-group transactions, balances, income, and expenses are eliminated.

The subsidiaries' financial information is prepared under the same accounting policies adopted by the Bank. If the subsidiaries apply different accounting policies than those used by the Bank, the necessary modifications shall be made to the subsidiaries' financial information to ensure compliance with the accounting policies used by the Bank.

The results of the subsidiary companies are incorporated into the condensed consolidated interim statement of profit or loss from the effective date of acquisition, which is the date when the Bank assumes actual control over the subsidiary. Moreover, the operating results of the disposed subsidiary are incorporated into the consolidated condensed interim statement of profit or loss up to the effective date of disposal which is the date on which the Bank loses control over the subsidiary companies.

Non-controlling interest represents the portion of equity not held by the Bank in the subsidiary.

## **2 - 3 BUSINESS COMBINATIONS**

### **2 – 3 - 1 Acquisition**

During the year 2023, the Bank acquired 90% shares of Gonet & Cie Bank – Switzerland

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### **2 – 3 - 2 Purchase price and identifiable net assets acquired**

The acquisition has been accounted for using the acquisition method of accounting and accordingly, assets acquired, liabilities assumed, and consideration exchanged were recorded at estimated fair value on the acquisition date. The fair value of assets and liabilities have been determined by an external expert.

The purchase price of the acquisition have been allocated to the assets acquired using the preliminary fair values at the acquisition date.

The allocation of the purchase price may be modified within a period of twelve months from the date of business combination (if needed), as more information is obtained about the fair value of assets acquired and liabilities assumed, including alignment to business model.

The twelve-month allocation period referred to above expired during June 2024, with USD 75 Million in Goodwill and USD 113 Million in intangible assets recognized as a result of the transaction above.

## **2 - 4 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies used in the preparation of the condensed consolidated interim financial information for the period ended on June 30, 2024 are consistent with those used in the preparation of the annual consolidated financial statement for the year ended December 31, 2023. However, the following new and revised IFRS Accounting Standards, which became effective for annual periods beginning on or after January 1, 2023, have been adopted in this condensed consolidated interim financial information, and have not materially affected the amounts and disclosures in the condensed consolidated interim financial information for the current period and prior years, which may have an impact on the accounting treatment of future transactions and arrangements.

### New and amended IFRS Standards that are effective for the current period

- Amendments to IFRS 16 Leases – Lease Liability in as Sale and Leaseback
- Amendments to IAS 1 Presentation of Financial Statements relating to classification of liabilities as current or non-current
- Amendments to IAS 1 Presentation of Financial Statements - Non-current Liabilities with Covenants
- Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures - Supplier Finance Arrangements
- IFRS S1 - General Requirements for Disclosure of Sustainability – related financial information\*
- IFRS S2 - Climate Related Disclosures\*

\* Provided that the regulatory authorities in the countries in which the bank operates approve its application, noting that no instructions have been issued regarding it until the date of the condensed interim consolidated financial information.

### IFRS Accounting Standards in issue but not yet effective

The Group has not early adopted the following new and revised standards that have been issued but are not yet effective. The management is in the process of assessing the impact of the new requirements.

<u>New and revised IFRS Accounting Standards</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to IAS 21 - Lack of Exchangeability	January 1, 2025
Amendment to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures relating to treatment of sale or contribution of assets from investors	Effective deferred indefinitely.
Amendment to IFRS 18 - Presentation and Disclosure in Financial Statements	January 1, 2027
Amendment to IFRS 19 - Subsidiaries without Public Accountability: Disclosures.	January 1, 2027

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group's consolidated financial statements for the period of initial application and adoption of these new standards, interpretations and amendments may have no material impact on the consolidated financial statements of the Group in the period of initial application, except for IFRS 18 except for IFRS 18 which is related to reclassification of the financial statements items.

### **3 - CHANGES IN SIGNIFICANT ACCOUNTING JUDGEMENTS AND MAIN SOURCES FOR UNCERTAIN ESTIMATES**

Preparation of the condensed consolidated interim financial information and the application of the Group's accounting policies require the Group's management to make judgments and estimates that affect the financial assets and financial liabilities balances and disclosure of contingent liabilities. They also affect revenue, expenses, provisions, the provision for expected credit loss and the changes in fair value that appear in the condensed statement of comprehensive income and within owner's equity. In particular, this requires the Group's management to make significant judgments to estimate future cash flows and their timing. The mentioned estimates are necessarily based on different assumptions and factors that have varying amounts of estimation and uncertainty, and the actual results may differ from estimates due to changes resulting from those estimates future circumstances.

The estimates and assumptions adopted in preparing these condensed consolidated interim financial information are reasonable and consistent with those used when preparing the year 2023 Consolidated financial statements.

#### 4. CASH AND BALANCES WITH CENTRAL BANKS

The details of this item are as follows:

	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
	USD '000	USD '000
Cash in vaults	884 083	810 683
Balances with central banks:		
Current accounts	4 025 999	3 923 958
Time and notice	6 257 034	7 088 062
Mandatory cash reserve	1 468 327	1 554 990
Certificates of deposit	202 758	223 203
<b>Total Cash and Balances with Central Bank</b>	<b>12 838 201</b>	<b>13 600 896</b>
<u>Less:</u> Expected credit loss	( 406 443)	( 350 436)
<b>Net Cash and Balances with Central Bank</b>	<b>12 431 758</b>	<b>13 250 460</b>

- Except for the mandatory cash reserve, there are no restricted balances at Central Banks.
- There were no balances and certificates of deposits maturing after three months as of 30 June 2024 and 31 December 2023.

The movement of expected credit loss "ECL" charges on Balances with Central Banks ended was as follows:

	For the Six-Months Period Ended 30 June 2024 (Reviewed not Audited)			For the Year Ended 31 December 2023 (Audited)	
	USD '000	USD '000	USD '000	USD '000	USD '000
	Stage 1	Stage 2	Stage 3	Total	Total
<b>Balance at the beginning of the year</b>	<b>1 845</b>	<b>348 591</b>	<b>-</b>	<b>350 436</b>	<b>232 784</b>
Net ECL Charges for the period/ year	735	7 218	-	7 953	92 649
Adjustments during the period/ year and translation adjustments	( 17)	48 071	-	48 054	25 003
<b>Balance at the end of the period/ year</b>	<b>2 563</b>	<b>403 880</b>	<b>-</b>	<b>406 443</b>	<b>350 436</b>

#### 5. BALANCES WITH BANKS AND FINANCIAL INSTITUTIONS

The details of this item are as follows:

	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
	USD '000	USD '000
<b>Local banks and financial institutions</b>		
Current accounts	4 042	2 375
Time deposits maturing within 3 months	260 134	213 443
<b>Total</b>	<b>264 176</b>	<b>215 818</b>
<b>Banks and financial institutions abroad</b>		
Current accounts	1 468 318	2 079 488
Time deposits maturing within 3 months	1 647 383	1 912 117
Certificates of deposit maturing within 3 months	26 774	-
<b>Total</b>	<b>3 142 475</b>	<b>3 991 605</b>
<b>Total balances with banks and financial institutions local and abroad</b>	<b>3 406 651</b>	<b>4 207 423</b>
<u>Less:</u> Expected credit loss	( 3 025)	( 2 943)
<b>Net balances with banks and financial institutions local and abroad</b>	<b>3 403 626</b>	<b>4 204 480</b>

- There are no non-interest bearing balances as of 30 June 2024 and 31 December 2023.
- There are no restricted balances as of 30 June 2024 and 31 December 2023.

The movement of expected credit loss "ECL" charges on Balances with Banks & Financial Institutions during the period / year ended was as follows:

	For the Six-Months Period Ended 30 June 2024 (Reviewed not Audited)				For the Year Ended 31 December 2023 (Audited)
	USD '000	USD '000	USD '000	USD '000	USD '000
	Stage 1	Stage 2	Stage 3	Total	Total
Balance at the beginning of the year	2 943	-	-	2 943	2 630
Net ECL Charges for the period/ year	199	-	-	199	115
Adjustments during the period/ year and translation adjustments	( 117)	-	-	( 117)	198
<b>Balance at the end of the period/ year</b>	<b>3 025</b>	<b>-</b>	<b>-</b>	<b>3 025</b>	<b>2 943</b>

## 6. DEPOSITS WITH BANKS AND FINANCIAL INSTITUTIONS

The details of this item are as follows:

### Deposits with Local Banks and Financial Institutions:

	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
	USD '000	USD '000
Time deposits maturing after 3 months and before 6 months	33 728	-
Time deposits maturing after one year	46 167	55 673
<b>Total</b>	<b>79 895</b>	<b>55 673</b>

### Deposits with Banks and Financial Institutions Abroad:

Time deposits maturing after 3 months and before 6 months	392 248	140 232
Time deposits maturing after 6 months and before 9 months	82 490	-
Time deposits maturing after 9 months and before a year	2 503	3 816
Certificates of deposits maturing after 3 months and before 6 months	-	74 977
Certificates of deposits maturing after 6 months and before 9 months	10 710	-
<b>Total</b>	<b>487 951</b>	<b>219 025</b>

### Total deposits with banks and financial institutions local and abroad

	567 846	274 698
--	---------	---------

Less: Expected credit loss

	( 905)	( 891)
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### Net deposits with banks and financial institutions local and abroad

	<b>566 941</b>	<b>273 807</b>
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- There are no restricted deposits as of 30 June 2024 and 31 December 2023.

The movement of expected credit loss "ECL" charges on Deposits with Banks & Financial Institutions during the period / year ended was as follows:

	For the Six-Months Period Ended 30 June 2024 (Reviewed not Audited)				For the Year Ended 31 December 2023 (Audited)
	USD '000	USD '000	USD '000	USD '000	USD '000
	Stage 1	Stage 2	Stage 3	Total	Total
Balance at the beginning of the year	891	-	-	891	1 242
Net ECL Charges for the period/ year	64	-	-	64	( 469)
Adjustments during the period/ year and translation adjustments	( 50)	-	-	( 50)	118
<b>Balance at the end of the period/ year</b>	<b>905</b>	<b>-</b>	<b>-</b>	<b>905</b>	<b>891</b>

7- **FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

The details of this item are as follows:

	<b>30 June 2024</b> <b>(Reviewed not</b> <b>Audited)</b>	<b>31 December</b> <b>2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
Treasury bills and Governmental bonds	24 045	13 414
Corporate bonds	9 541	10 443
Corporate shares	7 680	9 557
Mutual funds	24 870	21 598
<b>Total</b>	<b>66 136</b>	<b>55 012</b>

8- **FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

The details of this item are as follows:

	<b>30 June 2024</b> <b>(Reviewed not</b> <b>Audited)</b>	<b>31 December</b> <b>2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
Quoted shares	162 292	154 510
Unquoted shares	205 066	194 589
Governmental bonds and bonds guaranteed by the government	304 743	302 481
Corporate bonds	162 295	108 002
<b>Less: Expected credit loss on bonds</b>	<b>( 689)</b>	<b>( 544)</b>
<b>Total</b>	<b>833 707</b>	<b>759 038</b>

- Cash dividends from the investments above amounted to almost USD 6.3 million for the six-months period ended 30 June 2024 (USD 7.4 millions for the six-months period ended 30 June 2023).

The movement of expected credit loss "ECL" charges on Financial Assets at OCI during the period / year ended was as follows:

	<b>For the Six-Months Period Ended 30 June 2024</b> <b>(Reviewed not Audited)</b>			<b>For the Year Ended</b> <b>31 December 2023</b> <b>(Audited)</b>	
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>	<b>Total</b>
<b>Balance at the beginning of the year</b>	<b>544</b>	<b>-</b>	<b>-</b>	<b>544</b>	<b>536</b>
Net ECL Charges for the period/ year	149	-	-	149	61
Adjustments during the period/ year and translation adjustments	( 4)	-	-	( 4)	( 53)
<b>Balance at the end of the period/ year</b>	<b>689</b>	<b>-</b>	<b>-</b>	<b>689</b>	<b>544</b>



## 9- DIRECT CREDIT FACILITIES AT AMORTIZED COST

The details of this item are as follows:

	<b>30 June 2024</b>					<b>Total</b>
	<b>(Reviewed not Audited)</b>					
	Consumer Banking	Corporates		Banks and Financial Institutions	Government and Public Sector	
	Small and Medium	Large				
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
Discounted bills *	35 705	67 966	558 922	280 914	39 191	982 698
Overdrafts *	125 573	1 430 160	3 133 281	4 789	286 395	4 980 198
Loans and advances *	5 444 076	2 330 001	15 183 863	54,378	3 342 139	26 354 457
Real-estate loans	4 712 017	481 584	275 573	-	-	5 469 174
Credit cards	309 977	-	-	-	-	309 977
<b>Total</b>	<b>10 627 348</b>	<b>4 309 711</b>	<b>19 151 639</b>	<b>340 081</b>	<b>3 667 725</b>	<b>38 096 504</b>
<u>Less:</u> Interest and commission in suspense	128 237	159 840	683 315	50	-	971 442
Expected Credit Loss	305 115	415 780	2 385 648	3 710	18 204	3 128 457
<b>Total</b>	<b>433 352</b>	<b>575 620</b>	<b>3 068 963</b>	<b>3 760</b>	<b>18 204</b>	<b>4 099 899</b>
<b>Net Direct Credit Facilities At Amortized Cost</b>	<b>10 193 996</b>	<b>3 734 091</b>	<b>16 082 676</b>	<b>336 321</b>	<b>3 649 521</b>	<b>33 996 605</b>

\* Net of interest and commission received in advance which amounted to USD 192.5 million as of 30 June 2024.

- Rescheduled loans during the six-months period ended 30 June 2024 amounted to USD 540.6 million..
- Restructured loans (transferred from non performing to watch list loans) during the six-months period ended 30 June 2024 amounted to USD 5.3 million.
- Direct credit facilities granted to and guaranteed by the Government of Jordan amounted to USD 211.3 million, or 0.6% of total direct credit facilities as of 30 June 2024.
- Non-performing direct credit facilities amounted to USD 3000.9 million, or 7.9% of total direct credit facilities as of 30 June 2024.
- Non-performing direct credit facilities (net of interest and commission in suspense) amounted to USD 2068.6 million, or 5.6% of direct credit facilities after deducting interest and commission in suspense as of 30 June 2024.

**31 December 2023**

**(Audited)**

	Consumer Banking	Corporates		Banks and Financial Institutions	Government and Public Sector	Total
		Small and Medium	Large			
	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000
Discounted bills *	46 272	69 985	597 759	244 847	28 686	987 549
Overdrafts *	99 127	1 326 921	2 932 846	4 794	211 721	4 575 409
Loans and advances *	5 451 028	2 252 877	15 187 618	11 978	2 967 341	25 870 842
Real-estate loans	4 615 790	453 933	276 955	-	-	5 346 678
Credit cards	299 219	-	-	-	-	299 219
<b>Total</b>	<b>10 511 436</b>	<b>4 103 716</b>	<b>18 995 178</b>	<b>261 619</b>	<b>3 207 748</b>	<b>37 079 697</b>
<u>Less:</u> Interest and commission in suspense	120 716	149 872	645 656	50	-	916 294
Expected Credit Loss	274 161	416 169	2 288 380	3 399	23 046	3 005 155
<b>Total</b>	<b>394 877</b>	<b>566 041</b>	<b>2 934 036</b>	<b>3 449</b>	<b>23 046</b>	<b>3 921 449</b>
<b>Net Direct Credit Facilities at Amortized Cost</b>	<b>10 116 559</b>	<b>3 537 675</b>	<b>16 061 142</b>	<b>258 170</b>	<b>3 184 702</b>	<b>33 158 248</b>

\* Net of interest and commission received in advance which amounted to USD 183.8 million as of 31 December 2023.

- Rescheduled loans during the year ended 31 December 2023 amounted to USD 479.9 million .
- Restructured loans (transferred from non performing to watch list loans) during the year ended 31 December 2023 amounted to USD 5.6 million.
- Direct credit facilities granted to and guaranteed by the Government of Jordan amounted to USD 156.7 million, or 0.42% of total direct credit facilities as of 31 December 2023.
- Non-performing direct credit facilities amounted to USD 3037.3 million, or 8.2% of total direct credit facilities as of 31 December 2023.
- Non-performing direct credit facilities ( net of interest and commission in suspense ) amounted to USD 2152.2 million, or 6% of direct credit facilities after deducting interest and commission in suspense as of 31 December 2023.

The details of movement on the provision for expected credit loss "ECL" was as follows:

<b>For the Six-Months Period Ended 30 June 2024</b>				
<b>(Reviewed not Audited)</b>				
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
<b>Balance at the beginning of the year</b>	<b>276 145</b>	<b>732 894</b>	<b>1 996 116</b>	<b>3 005 155</b>
Transferred to Stage 1	9 888	( 9 697)	( 191)	-
Transferred to Stage 2	( 8 978)	9 482	( 504)	-
Transferred to Stage 3	( 202)	( 41 688)	41 890	-
Net ECL Charges for the period	103 724	110 224	62 529	<b>276 477</b>
Used from provision (written off or transferred to off condensed consolidated interim statement of financial position)	-	-	( 105 912)	<b>( 105 912)</b>
Adjustments during the period and translation adjustments	( 7 323)	( 13 923)	( 26 017)	<b>( 47 263)</b>
<b>Balance at the end of the period</b>	<b>373 254</b>	<b>787 292</b>	<b>1 967 911</b>	<b>3 128 457</b>

<b>For the Year Ended 31 December 2023</b>				
<b>(Audited)</b>				
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
<b>Balance at the beginning of the year</b>	<b>130 778</b>	<b>792 482</b>	<b>1 889 268</b>	<b>2 812 528</b>
Transferred to Stage 1	42 809	( 21 184)	( 21 625)	-
Transferred to Stage 2	( 8 337)	14 272	( 5 935)	-
Transferred to Stage 3	( 2 778)	( 268 091)	270 869	-
Net ECL Charges for the year	114 708	224 601	143 423	<b>482 732</b>
Used from provision (written off or transferred to off consolidated statement of financial position)	-	-	( 341 377)	<b>( 341 377)</b>
Adjustments during the year and translation adjustments	( 1 035)	( 9 186)	61 493	<b>51 272</b>
<b>Balance at the end of the year</b>	<b>276 145</b>	<b>732 894</b>	<b>1 996 116</b>	<b>3 005 155</b>

- There are no provisions no longer required as a result of settlement or repayment, transferred to other non-performing direct credit facilities as of 30 June 2024 and as of 31 December 2023.

- Impairment is assessed based on individual customer accounts.

\* Non-performing loans transferred to off interim condensed consolidated statement of financial position amounted to USD 109.1 million during the six months period ending 30 June 2024 ( USD 440 million during the year ended 31 December 2023) noting that these non-performing direct credit facilities are fully covered by set provisions and suspended interest.

The details of movement on interest and commission in suspense are as follows:

<b>For the Six-Months Period Ended 30 June 2024</b>						
<b>(Reviewed not Audited)</b>						
Consumer Banking	Corporates		Banks and Financial Institutions	Government and Public Sector	Total	
	Small & Medium	Large				
USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	
<b>Balance at the beginning of the period</b>	<b>120 716</b>	<b>149 872</b>	<b>645 656</b>	<b>50</b>	<b>-</b>	<b>916 294</b>
Interest and commissions suspended during the period	15 205	15 273	69 830	-	-	100 308
Interest and commissions in suspense settled (written off or transferred to off condensed consolidated interim statement of financial position)	( 2 177)	( 2 728)	( 17 242)	-	-	( 22 147)
Recoveries	( 4 933)	( 1 731)	( 5 037)	-	-	( 11 701)
Adjustments during the period	-	-	-	-	-	-
Translation adjustments	( 574)	( 846)	( 9 892)	-	-	( 11 312)
<b>Balance at the End of the Period</b>	<b>128 237</b>	<b>159 840</b>	<b>683 315</b>	<b>50</b>	<b>-</b>	<b>971 442</b>

<b>For the Year Ended 31 December 2023</b>						
<b>(Audited)</b>						
Consumer Banking	Corporates		Banks and Financial Institutions	Government and Public Sector	Total	
	Small & Medium	Large				
USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	
<b>Balance at the beginning of the year</b>	<b>112 987</b>	<b>141 609</b>	<b>646 506</b>	<b>49</b>	<b>-</b>	<b>901 151</b>
Interest and commissions suspended during the year	28 415	30 311	145 410	-	-	204 136
Interest and commissions in suspense settled (written off or transferred to off condensed consolidated interim statement of financial position)	( 13 241)	( 17 825)	( 145 231)	-	-	( 176 297)
Recoveries	( 7 417)	( 3 291)	( 8 121)	-	-	( 18 829)
Adjustment during the year	( 13)	( 210)	223	-	-	-
Translation adjustments	( 15)	( 722)	6 869	1	-	6 133
<b>Balance at the End of the Year</b>	<b>120 716</b>	<b>149 872</b>	<b>645 656</b>	<b>50</b>	<b>-</b>	<b>916 294</b>

Classification of direct credit facilities at amortized cost based on the geographical and economic sectors as follows:

Economic Sector	Inside Jordan	Outside Jordan	30 June 2024	31 December 2023
			(Reviewed not Audited)	(Audited)
	USD '000	USD '000	USD '000	USD '000
Consumer banking	3 752 732	6 441 264	10 193 996	10 116 559
Industry and mining	1 459 291	3 146 237	4 605 528	4 732 437
Constructions	399 765	1 444 912	1 844 677	1 982 529
Real - Estates	230 695	980 859	1 211 554	1 375 367
Trade	1 532 514	3 281 022	4 813 536	4 425 760
Agriculture	199 895	316 400	516 295	432 562
Tourism and hotels	239 288	596 608	835 896	789 024
Transportations	68 658	435 679	504 337	395 149
Shares	-	34 989	34 989	34 968
General services	713 886	4 736 069	5 449 955	5 431 021
Banks and financial institutions	99 915	236 406	336 321	258 170
Government and public sector	293 284	3 356 237	3 649 521	3 184 702
<b>Net Direct Credit Facilities at Amortized Cost</b>	<b>8 989 923</b>	<b>25 006 682</b>	<b>33 996 605</b>	<b>33 158 248</b>

**10- OTHER FINANCIAL ASSETS AT AMORTIZED COST**

The details of this item are as follows:

	<b>30 June 2024</b> <b>(Reviewed not</b> <b>Audited)</b>	<b>31 December</b> <b>2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
Treasury bills	2 192 002	2 158 762
Governmental bonds and bonds guaranteed by the government	6 496 266	6 805 097
Corporate bonds	2 477 526	1 471 596
<b>Total other financial assets at amortized cost</b>	<b>11 165 794</b>	<b>10 435 455</b>
Less: Expected credit loss	( 52 140)	( 59 054)
<b>Net other financial assets at amortized cost</b>	<b>11 113 654</b>	<b>10 376 401</b>

Analysis of bonds based on interest type:

	<b>30 June 2024</b> <b>(Reviewed not</b> <b>Audited)</b>	<b>31 December</b> <b>2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
Floating interest rate	283 284	334 461
Fixed interest rate	10 882 510	10 100 994
<b>Total other financial assets at amortized cost</b>	<b>11 165 794</b>	<b>10 435 455</b>
Less: Expected credit loss	( 52 140)	( 59 054)
<b>Net other financial assets at amortized cost</b>	<b>11 113 654</b>	<b>10 376 401</b>

Analysis of financial assets based on market quotation:

	<b>30 June 2024</b> <b>(Reviewed not</b> <b>Audited)</b>	<b>31 December</b> <b>2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
<b>Financial assets quoted in the market:</b>		
Treasury bills	1 867 578	1 834 339
Governmental bonds and bonds guaranteed by the government	2 058 268	2 147 564
Corporate bonds	2 346 059	1 374 886
<b>Total</b>	<b>6 271 905</b>	<b>5 356 789</b>

	<b>30 June 2024</b> <b>(Reviewed not</b> <b>Audited)</b>	<b>31 December</b> <b>2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
<b>Financial assets unquoted in the market:</b>		
Treasury bills	324 424	324 423
Governmental bonds and bonds guaranteed by the government	4 437 998	4 657 533
Corporate bonds	131 467	96 710
<b>Total</b>	<b>4 893 889</b>	<b>5 078 666</b>

<b>Total other financial assets at amortized cost</b>	<b>11 165 794</b>	<b>10 435 455</b>
Less: Expected credit loss	( 52 140)	( 59 054)
<b>Net other financial assets at amortized cost</b>	<b>11 113 654</b>	<b>10 376 401</b>

The movement of expected credit loss "ECL" charges on Other Financial Assets at Amortized Cost during the period / year ended was as follows:

	<b>For the Six-Months Period Ended 30 June 2024</b> <b>(Reviewed not Audited)</b>				<b>For the Year Ended</b> <b>31 December 2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>	<b>Total</b>
<b>Balance at the beginning of the year</b>	<b>34 146</b>	<b>24 908</b>	-	<b>59 054</b>	<b>44 046</b>
Transfer to Stage (2)	( 9)	9	-	-	-
Net ECL Charges for the period/ year	( 6 531)	( 3)	-	( 6 534)	15 134
Adjustments during the period/ year and translation adjustments	( 275)	( 105)	-	( 380)	( 126)
<b>Balance at the end of the period/ Year</b>	<b>27 331</b>	<b>24 809</b>	-	<b>52 140</b>	<b>59 054</b>

During the six-months period ended 30 June 2024 sold financial assets at amortized cost amounted to USD 1.1 million (USD 2 million during the year ended 31 December 2023).

## 11- FIXED ASSETS

The additions to and disposals of fixed assets during the six-months period ended 30 June 2024 amounted to USD 42.9 million and USD 17.7 million respectively (USD 22.6 million and USD 3.4 million for the six-months period ended 30 June 2023).

The cost of fully depreciated fixed assets amounted to USD 590.2 million as of 30 June 2024 (USD 571.7 million as of 31 December 2023)

## 12- OTHER ASSETS

The details of this item are as follows:

	<b>30 June 2024 (Reviewed not Audited)</b>	<b>31 December 2023 (Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
Accrued interest receivable	453 097	407 178
Prepaid expenses	99 232	68 708
Foreclosed assets *	283 390	178 868
Intangible assets	185 083	201 643
Right-of-use Assets	100 687	108 483
Other miscellaneous assets	266 936	398 463
<b>Total</b>	<b>1 388 425</b>	<b>1 363 343</b>

\* The Central Bank of Jordan instructions require the disposal of these assets during a maximum period of two years from the date of foreclosure, with a grace period of another two years under the CBJ approval.

### 13- CUSTOMERS' DEPOSITS

The details of this item are as follows:

#### 30 June 2024 (Reviewed not Audited)

	Consumer Banking	Corporates		Government and Public Sector	Total
		Small & Medium	Large		
	USD '000	USD '000	USD '000	USD '000	USD '000
Current and demand	11 006 156	2 609 390	3 681 955	1 106 755	<b>18 404 256</b>
Savings	5 495 597	45 742	24 841	31 596	<b>5 597 776</b>
Time and notice	12 301 946	1 598 290	5 099 417	4 101 227	<b>23 100 880</b>
Certificates of deposit	213 181	9 533	110 166	76 897	<b>409 777</b>
<b>Total</b>	<b>29 016 880</b>	<b>4 262 955</b>	<b>8 916 379</b>	<b>5 316 475</b>	<b>47 512 689</b>

#### 31 December 2023 (Audited)

	Consumer Banking	Corporates		Government and Public Sector	Total
		Small & Medium	Large		
	USD '000	USD '000	USD '000	USD '000	USD '000
Current and demand	10 850 004	2 595 076	3 506 857	990 898	<b>17 942 835</b>
Savings	5 307 173	47 324	20 092	33 009	<b>5 407 598</b>
Time and notice	11 938 124	1 652 770	6 299 618	4 066 167	<b>23 956 679</b>
Certificates of deposit	312 484	20 528	122 741	48 388	<b>504 141</b>
<b>Total</b>	<b>28 407 785</b>	<b>4 315 698</b>	<b>9 949 308</b>	<b>5 138 462</b>	<b>47 811 253</b>

- Total Government of Jordan and Jordanian public sector deposits amounted to USD 1106 millions, or 2.3% of total customer's deposits as of 30 June 2024 (USD 1018.2 million, or 2.1% of total customer's deposits as of 31 December 2023).
- Non-interest bearing deposits amounted to USD 15095.4 million, or 31.8% of total customer's deposits as of 30 June 2024 (USD 15260.9 million, or 31.9% of total customer's deposits as of 31 December 2023).
- Blocked deposits amounted to USD 372 million, or 0.8% of total customer's deposits as of 30 June 2024 (USD 428.6 million, or 0.9% of total customer's deposits as of 31 December 2023).
- Dormant deposits amounted to USD 520.4 million, or 1.1% of total customer's deposits as of 30 June 2024 (USD 524.5 million, or 1.1% of total customer's deposits as of 31 December 2023).

#### 14- BORROWED FUNDS

The details of this item are as follows:

	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
	USD '000	USD '000
From Central Banks	232 830	217 469
From banks and financial institutions	256 823	292 340
<b>Total</b>	<b>489 653</b>	<b>509 809</b>

Analysis of borrowed funds according to interest nature is as follows:

	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
	USD '000	USD '000
Floating interest rate	176 911	213 490
Fixed interest rate	312 742	296 319
<b>Total</b>	<b>489 653</b>	<b>509 809</b>

#### 15- PROVISION FOR INCOME TAX

The details of this item are as follows:

	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
	USD '000	USD '000
<b>Balance at the beginning of the period/ year</b>	<b>337 202</b>	<b>293 029</b>
Income tax expense	247 838	344 633
Income tax paid	( 258 978)	( 300 460)
<b>Balance at the end of the period / year</b>	<b>326 062</b>	<b>337 202</b>

Income tax expense charged to the consolidated condensed interim statement of income consists of the following:

	For the Six-Months Ended	
	30 June 2024 (Reviewed not Audited)	30 June 2023 (Reviewed not Audited)
	USD '000	USD '000
Income tax expense for the period	247 838	172 064
Effect of deferred tax	( 18 812)	44 396
<b>Total</b>	<b>229 026</b>	<b>216 460</b>

- The Banking income tax rate in Jordan is 38% (35% income tax + 3% national contribution tax), while the income tax rate in the countries where the Group has subsidiaries and branches ranges from zero to 38% as of 30 June 2024 and 31 December 2023. The effective tax rate for the Group is 31.3% as of 30 June 2024 and 35% as of 30 June 2023.
- The last settlement year the Bank has reached with the Income and Sales Tax Department in Jordan is 2020, noting that Arab Bank Jordan has filed all the tax returns for the years 2021, 2022 and 2023 and paid all the amounts required by law. These returns have not been revised by the Income and Sales Tax Department yet but in the opinion of the management and the tax advisor all tax provisions booked in Jordan condensed interim financial information is sufficient.
- The subsidiaries and branches of Arab Bank Group have reached recent tax settlements ranging between 2023 such as Arab Bank Palestine and 2022 as Arab National Leasing Company.



## 16- OTHER LIABILITIES

The details of this item are as follows:

	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)
	USD '000	USD '000
Accrued interest payable	442 705	418 639
Notes payable	192 089	159 882
Interest and commission received in advance	79 400	68 370
Accrued expenses	241 554	232 408
Dividends payable to shareholders	19 004	17 507
Provision for impairment - ECL of the indirect credit facilities*	107 364	116 425
Contracts lease liability	99 720	106 488
Other miscellaneous liabilities	538 132	571 603
<b>Total</b>	<b>1 719 968</b>	<b>1 691 322</b>

\*The details of movement on the provision for impairment of the "ECL" of the indirect credit facilities during the period / year ended was as follows:

	For the Six-Months Period Ended 30 June 2024 (Reviewed not Audited)				For the Year Ended 31 December 2023 (Audited)
	USD '000	USD '000	USD '000	USD '000	USD '000
	Stage 1	Stage 2	Stage 3	Total	Total
<b>Balance at the beginning of the year</b>	<b>45 886</b>	<b>15 997</b>	<b>54 542</b>	<b>116 425</b>	<b>176 384</b>
Transferred to Stage 1	394	( 394)	-	-	-
Transferred to Stage 2	( 1 897)	1 897	-	-	-
Transferred to Stage 3	-	( 45)	45	-	-
Net ECL charges for the period/ year	( 3 745)	( 2 121)	( 1 684)	( 7 550)	2 060
Adjustments during the period/ year and translation adjustments	( 5 613)	( 452)	4 554	( 1 511)	( 62 019)
<b>Balance at the End of the period/ year</b>	<b>35 025</b>	<b>14 882</b>	<b>57 457</b>	<b>107 364</b>	<b>116 425</b>

## 17- SHARE CAPITAL AND RESERVES

A. Share Capital amounted to USD 926.6 million as of 30 June 2024 and 31 December 2023.

B. The Group did not make any appropriation to the legal reserves, in accordance with companies law, in the consolidated condensed interim financial statements as such appropriations are performed at year end.

## 18- PERPETUAL TIER 1 CAPITAL BONDS

A. Oman Arab Bank has issued series of unsecured perpetual Tier 1 bonds, illustrated as below:

- On 4 June 2021, the Bank issued another series of bonds of USD 250 million. The bonds carry a fixed coupon rate of 7.625% per annum payable semi-annually and treated as deduction from equity. Interest is non-cumulative and payable at Bank's discretion.

- On 16 October 2023, the Bank issued another series of bonds in the amount of OMR 50 million equivalent to USD 129.9 million. The bonds carry a fixed coupon rate of 7% per annum payable semi-annually and treated as deduction from equity. Interest is non-cumulative and payable at Bank's discretion.

All these bonds constitute direct, unconditional, subordinated and unsecured obligations of the Bank and are classified as equity in accordance with IAS 32: Financial Instruments – Classification. The Tier 1 bonds do not have a fixed or final maturity date and are redeemable by the Bank at its sole discretion. Bond in the first paragraph has First Call date on 4 January 2026 and bond in the second paragraph has First Call date on 16 October 2028. These bonds may be recalled on any interest payment date thereafter subject to the prior consent of the regulatory authority.

B. Arab Bank plc has issued series of unsecured perpetual Tier 1 bonds, illustrated as below:

- On 10 October 2023, Arab Bank plc - Jordan branches issued perpetual Tier 1 bonds in the amount of USD 250 million. These bonds carry a fixed coupon rate of 8% per annum for the first 5 years; payable semi-annually and treated as deduction from equity. Interest is non-cumulative and payable at Bank's discretion. These bonds have been listed in London Stock Exchange - International securities market and perpetual bonds market

- These bonds are classified as equity within the additional Tier 1 of the regulatory capital in accordance with IAS 32: Financial Instruments – Classification. The Tier 1 bonds do not have a fixed or final maturity date and are redeemable by the Bank at its sole discretion and according to issuance terms but subject to the prior consent of the regulatory authority. 10 April 2029 will be the first repricing date.

## 19- RETAINED EARNINGS

The details of movement on the retained earnings are as follows:

	<b>30 June 2024</b> <b>(Reviewed not</b> <b>Audited)</b>	<b>31 December 2023</b> <b>(Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
<b>Balance at the beginning of the period/ year</b>	<b>3 846 009</b>	<b>3 289 293</b>
Profit for the period/ year attributable to the shareholders of the bank	486 014	800 695
Transferred from investment revaluation reserve to retained earnings	( 2 135)	1 776
Dividends paid *	( 277 402)	( 231 640)
Interest paid on perpetual tier 1 capital bonds, net of tax	( 13 387)	-
Adjustment during the period/ year	8 054	( 14 115)
<b>Balance at the end of the period/ year</b>	<b>4 047 153</b>	<b>3 846 009</b>

\* The General Assembly of Arab Bank Plc in its meeting held on 28 March 2024 approved the recommendations of the Bank's Board of Directors to distribute 30% of par value as cash dividend, equivalent to USD 271.1 million for the year 2023. (The General Assembly of the Arab Bank plc in its meeting held on 30 March 2023 approved the recommendation of the Bank's Board of Directors to distribute 25% of par value as cash dividends for the year 2022 equivalent to USD 225.9 million).

## 20- INTEREST INCOME

The details of this item are as follows:

	<b>For the Six-Months Period Ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
	<b>(Reviewed not Audited)</b>	
	<b>USD '000</b>	<b>USD '000</b>
Direct credit facilities at amortized cost	1 275 098	1 166 671
Balances with central banks	265 380	201 227
Balances and deposits with banks and financial institutions	123 050	101 111
Financial assets at fair value through profit or loss	10 026	5 448
Financial assets at fair value through other comprehensive income	9 558	9 508
Other financial assets at amortized cost	300 428	239 233
<b>Total</b>	<b>1 983 540</b>	<b>1 723 198</b>

## 21- INTEREST EXPENSE

The details of this item are as follows:

	<b>For the Six-Months Period Ended 30 June</b>	
	<b>2024</b>	<b>2023</b>
	<b>(Reviewed not Audited)</b>	
	<b>USD '000</b>	<b>USD '000</b>
Customer deposits	740 899	596 785
Banks and financial institutions deposits	93 734	86 980
Cash margins	48 121	28 539
Borrowed funds	13 498	14 367
Deposit insurance fees	13 269	12 446
<b>Total</b>	<b>909 521</b>	<b>739 117</b>

**22- NET COMMISSION INCOME**

The details of this item are as follows:

	For the Six-Months Period Ended 30 June	
	2024	2023
	(Reviewed not Audited)	
	USD '000	USD '000
Commission income:		
Direct credit facilities at amortized cost	64 330	62 163
Indirect credit facilities	62 768	58 214
Assets under management	31 027	17 699
Other	133 754	109 618
Less: commission expense	( 60 894)	( 48 137)
<b>Net Commission Income</b>	<b>230 985</b>	<b>199 557</b>

**23- GAIN FROM FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

The details of this item are as follows:

	For the Six-Months Period Ended 30 June			
	2024		2023	
	(Reviewed not Audited)			
	Realized Gain at FVTPL	Unrealized Gain at FVTPL	Total	Total
USD '000	USD '000	USD '000	USD '000	
Treasury bills and bonds	1 153	624	1 777	1 285
Mutual funds	-	715	715	197
<b>Total</b>	<b>1 153</b>	<b>1 339</b>	<b>2 492</b>	<b>1 482</b>

**24- OTHER REVENUE**

The details of this item are as follows:

	For the Six-Months Period Ended 30 June	
	2024	2023
	(Reviewed not Audited)	
	USD '000	USD '000
Revenue from customer services	7 943	6 777
Safe box and other rentals	1 679	1 529
(Loss) gain from Financial derivatives	(416)	69
Miscellaneous revenue	11 113	14 339
<b>Total</b>	<b>20 319</b>	<b>22 714</b>

## **25- BUSINESS SEGMENTS**

The Group has an integrated group of products and services dedicated to serve the Group's customers and constantly developed in response to the ongoing changes in the banking business environment and the related state-of-the art tools by the executive management in the Group.

The following is a summary of these Group's activities stating their business nature and future plans:

### **1. Corporate and Institutional Banking Group**

This group provides banking services and finances with the following: corporate sector, private projects, foreign trading, small and medium sized projects, and banks and financial institutions, in addition to various banking services, through its network of branches spread around the world, starting from commercial lending, commercial finance and cash management to complex financing facilities. Arab Bank Group also provides its customers from the private and public sectors, large companies, medium and small- sized institutions, in addition to financial institutions, advanced and specialized products, services and solutions, through banking channels to implement their transactions effectively, through different branches or electronic channels.

### **2. Treasury Group**

Treasury department at Arab Bank Group manages market and liquidity risks, and provides advice and trading services to Arab Bank clients internationally.

The Treasury Department at the Arab Banks has responsibilities, the main responsibilities are:

- Liquidity management according to the highest standards of efficiency and within the established limits, while ensuring that liquidity is sufficiently available to business sectors at all times.
- Managing Market risk within the established limits.
- Generate revenue by managing both liquidity and market risk.
- Limiting the use of financial derivatives.
- Executing operations related to buying and selling bonds and derivatives and exchanging foreign currencies with Market expects. The treasury also carries out lending and borrowing operations for the money market with banks and other financial institutions.
- Selling foreign currencies, derivatives and other financial products to clients.
- Providing advice related to liquidity management and market risks to the relevant departments of the bank.

### **3. Consumer Banking Group**

This group provides banking services to individuals and high-net worth elite customers, and endeavors to meet their financial service needs using the best methods, through effective distribution channels, and a variety of product services. Moreover, this group is in direct and close contact with the customers in order to provide them with timely and continuous services through different electronic channels such as direct phone calls, ATMs, the internet and text messaging via cellular phones.

**Information about the Group's Business Segments**

For the Six-Months Period Ended 30 June							
2024						2023	
(Reviewed not Audited)							
	Corporate and Institutional Banking	Treasury	Consumer Banking		Other	Total	Total
			Elite	Retail Banking			
	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000
Total income	594 658	673 162	( 125 335)	233 874	320 081	1 696 440	1 530 840
Net inter-segment interest income	( 74 664)	( 356 118)	354 282	76 500	-	-	-
<u>Less:</u>							
Provision for impairment - ECL	215 460	34 335	13	20 950	-	270 758	298 894
Other provisions	7 151	1 498	1 438	7 358	-	17 445	13 132
Direct administrative expenses	71 347	11 963	17 985	154 833	2 224	258 352	225 314
<b>Result of Operations of Segments</b>	<b>226 036</b>	<b>269 248</b>	<b>209 511</b>	<b>127 233</b>	<b>317 857</b>	<b>1 149 885</b>	<b>993 500</b>
Less :Indirect expenses on segments	166 462	62 394	86 745	88 980	13 461	418 042	375 772
<b>Profit for the Period before Income Tax</b>	<b>59 574</b>	<b>206 854</b>	<b>122 766</b>	<b>38 253</b>	<b>304 396</b>	<b>731 843</b>	<b>617 728</b>
Less :Income tax expense	18 644	64 734	38 419	7 758	99 471	229 026	216 460
<b>Profit for the Period</b>	<b>40 930</b>	<b>142 120</b>	<b>84 347</b>	<b>30 495</b>	<b>204 925</b>	<b>502 817</b>	<b>401 268</b>
Depreciation and Amortization	17 342	20 564	1 550	19 572	-	59 028	42 130

30 June 2024						31 December 2023	
(Reviewed not Audited)						(Audited)	
Other Information	Corporate and Institutional Banking	Treasury	Consumer Banking		Other	Total	Total
			Elite	Retail Banking			
	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000
Segment assets	23 644 016	25 284 381	4 051 023	9 261 814	2 528 576	64 769 810	64 425 714
Inter-segment assets	-	-	14 567 788	2 114 694	6 340 044	-	-
Investments in associates	-	-	-	-	3 972 833	3 972 833	3 848 257
<b>Total Assets</b>	<b>23 644 016</b>	<b>25 284 381</b>	<b>18 618 811</b>	<b>11 376 508</b>	<b>12 841 453</b>	<b>68 742 643</b>	<b>68 273 971</b>
Segment liabilities	20 028 355	5 877 516	18 618 811	11 376 508	1 339 084	57 240 274	56 917 120
Shareholders' Equity	-	-	-	-	11 502 369	11 502 369	11 356 851
Inter-segment liabilities	3 615 661	19 406 865	-	-	-	-	-
<b>Total Liabilities and Shareholders' Equity</b>	<b>23 644 016</b>	<b>25 284 381</b>	<b>18 618 811</b>	<b>11 376 508</b>	<b>12 841 453</b>	<b>68 742 643</b>	<b>68 273 971</b>

## 26- MATURITY OF THE CONTINGENT ACCOUNTS

The table below details the maturity of expected liabilities and commitments on the basis of maturity:

<b>30 June 2024</b>				
<b>(Reviewed not Audited)</b>				
	<b>Within 1 Year</b>	<b>From 1 Year and up to 5 Years</b>	<b>More than 5 Years</b>	<b>Total</b>
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
Letters of credit	3 287 852	134 685	6 082	<b>3 428 619</b>
Acceptances	682 966	11 863	-	<b>694 829</b>
Letters of guarantees:				
- Payment guarantees	957 078	146 684	101 684	<b>1 205 446</b>
- Performance guarantees	2 763 528	1 424 747	203 225	<b>4 391 500</b>
- Other guarantees	2 155 907	600 101	174 794	<b>2 930 802</b>
Unutilized credit facilities	5 654 803	426 059	23 974	<b>6 104 836</b>
<b>Total</b>	<b>15 502 134</b>	<b>2 744 139</b>	<b>509 759</b>	<b>18 756 032</b>
Construction projects contracts	6 923	-	-	<b>6 923</b>
Procurement contracts	9 487	3 968	200	<b>13 655</b>
<b>Total</b>	<b>16 410</b>	<b>3 968</b>	<b>200</b>	<b>20 578</b>
<b>31 December 2023</b>				
<b>(Audited)</b>				
	<b>Within 1 Year</b>	<b>From 1 Year and up to 5 Years</b>	<b>More than 5 Years</b>	<b>Total</b>
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
Letters of credit	2 963 850	287 453	6 065	<b>3 257 368</b>
Acceptances	517 394	46 989	-	<b>564 383</b>
Letters of guarantees:				
- Payment guarantees	815 225	174 058	246 501	<b>1 235 784</b>
- Performance guarantees	2 620 130	1 440 740	333 608	<b>4 394 478</b>
- Other guarantees	1 780 039	611 228	241 064	<b>2 632 331</b>
Unutilized credit facilities	5 665 933	189 719	74 968	<b>5 930 620</b>
<b>Total</b>	<b>14 362 571</b>	<b>2 750 187</b>	<b>902 206</b>	<b>18 014 964</b>
Construction projects contracts	7 593	-	-	<b>7 593</b>
Procurement contracts	14 092	5 983	1 000	<b>21 075</b>
<b>Total</b>	<b>21 685</b>	<b>5 983</b>	<b>1 000</b>	<b>28 668</b>

**27. CREDIT EXPOSURE FOR ASSETS CATEGORIZED BY GEOGRAPHICAL REGION:**

The details for this items are as follows:

**30 June 2024**  
(Reviewed not Audited)

	<b>Jordan</b>	<b>Other Arab Countries</b>	<b>Asia *</b>	<b>Europe</b>	<b>America</b>	<b>Rest of the World</b>	<b>Total</b>
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
Balances with central banks	5 221 757	4 777 767	1 505	1 533 683	-	12 963	11 547 675
Balances and deposits with banks and financial institutions	344 051	860 808	429 412	1 576 110	675 507	84 679	3 970 567
Financial assets at fair value through profit or loss	-	24 045	-	6 866	-	2 675	33 586
Financial assets at fair value through OCI	1 438	349 035	-	115 876	-	-	466 349
<b>Direct credit facilities at amortized cost</b>	<b>8 989 923</b>	<b>21 578 569</b>	<b>599 706</b>	<b>1 830 396</b>	<b>200</b>	<b>997 811</b>	<b>33 996 605</b>
Consumer Banking	3 752 732	5 778 427	4 648	282 387	200	375 602	10 193 996
Small and Medium Corporates	910 416	1 722 646	130 743	722 082	-	248 204	3 734 091
Large Corporates	3 933 576	10 570 977	436 029	768 089	-	374 005	16 082 676
Banks and Financial Institutions	99 915	178 568	-	57 838	-	-	336 321
Government and Public Sector	293 284	3 327 951	28 286	-	-	-	3 649 521
Other financial assets at amortized cost	4 273 203	4 447 828	288 390	1 415 302	345 349	343 582	11 113 654
Other assets and financial derivatives - positive fair value	106 824	468 952	6 144	149 880	291	6 790	738 881
<b>Total</b>	<b>18 937 196</b>	<b>32 507 004</b>	<b>1 325 157</b>	<b>6 628 113</b>	<b>1 021 347</b>	<b>1 448 500</b>	<b>61 867 317</b>
<b>Total as of 31 December 2023 (Audited)</b>	<b>18 942 700</b>	<b>32 187 809</b>	<b>1 169 478</b>	<b>6 933 587</b>	<b>1 097 838</b>	<b>1 248 612</b>	<b>61 580 024</b>

\* Excluding Arab Countries.

**28. CREDIT EXPOSURE FOR ASSETS CATEGORIZED BY ECONOMIC SECTOR**

The details for this items are as follows:

30 June 2024  
(Reviewed not Audited)

	Consumer Banking	Corporations								Banks and Financial Institutions	Government and Public Sector	Total
		Industry and Mining	Constructions	Real Estate	Trade	Agriculture	Tourism and Hotels	Transportation	Shares			
	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000	USD '000
Balances with central banks	-	-	-	-	-	-	-	-	-	-	11 547 675	11 547 675
Balances and deposits with banks and financial institutions	-	-	-	-	-	-	-	-	-	3 970 567	-	3 970 567
Financial assets at fair value through profit or loss	-	9 541	-	-	-	-	-	-	-	-	24 045	33 586
Financial assets at fair value through OCI	-	-	-	3 705	-	-	-	1 986	-	73 619	82 307	466 349
Direct credit facilities at amortized cost	10 193 996	4 605 528	1 844 677	1 211 554	4 813 536	516 295	835 896	504 337	34 989	5 449 955	336 321	33 996 605
Other financial assets at amortized cost	-	114 066	-	6 934	-	-	-	-	-	792 705	1 552 844	11 113 654
Other assets & Financial Derivatives - positive fair value	36 910	58 806	20 889	9 705	30 639	1 898	23 739	10 252	-	207 662	200 246	738 881
<b>Total</b>	<b>10 230 906</b>	<b>4 787 941</b>	<b>1 865 566</b>	<b>1 231 898</b>	<b>4 844 175</b>	<b>518 193</b>	<b>859 635</b>	<b>516 575</b>	<b>34 989</b>	<b>6 523 941</b>	<b>6 142 285</b>	<b>61 867 317</b>
<b>Total as of 31 December 2023 (Audited)</b>	<b>10 142 790</b>	<b>4 918 085</b>	<b>2 009 783</b>	<b>1 398 693</b>	<b>4 462 714</b>	<b>433 628</b>	<b>797 365</b>	<b>405 249</b>	<b>37 049</b>	<b>5 880 332</b>	<b>6 103 653</b>	<b>61 580 024</b>



## 29- CAPITAL MANAGEMENT AND LIQUIDITY

The Group manages its capital to safeguard its ability to continue its operating activities while maximizing the return to shareholders. The composition of the regulatory capital, as defined by Basel III standards is as follows:

	<b>30 June 2024 (Reviewed not Audited)</b>	<b>31 December 2023 (Audited)</b>
	<b>USD '000</b>	<b>USD '000</b>
Common Equity Tier 1	10 339 418	10 121 289
Regulatory Adjustments (Deductions from Common Equity Tier 1)	(3 473 236)	(3 366 915)
Additional Tier 1	501 856	498 642
Deductions from Additional Tier 1	( 6 234)	( 6 234)
Supplementary Capital	670 692	590 782
<b>Regulatory Capital</b>	<b>8 032 496</b>	<b>7 837 564</b>
<b>Risk-weighted assets (RWA)</b>	<b>46 015 291</b>	<b>44 684 580</b>
<b>Common Equity Tier 1 Ratio</b>	<b>%14.92</b>	<b>%15.12</b>
<b>Tier 1 Capital Ratio</b>	<b>%16.00</b>	<b>%16.22</b>
<b>Capital Adequacy Ratio</b>	<b>%17.46</b>	<b>%17.54</b>

- The Board of Directors performs an overall review of the capital structure of the Group on a quarterly basis. As part of this review, the Board takes into consideration matters such as cost and risks of capital as integral factors in managing capital through setting dividend policies and capitalization of reserves.
- The liquidity coverage ratio is 211% as of 30 June 2024 and 235% as of 31 December 2023 (According to Central Bank of Jordan Memo no. 5/2020 the minimum liquidity coverage ratio is 100%).

### 30. Fair Value Hierarchy

#### Financial Instruments are either financial assets or financial liabilities

The Group uses the following methods and alternatives of valuating and presenting the fair value of financial instruments:

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

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

#### A. Fair Value of the Group financial assets and financial liabilities measured at fair value on a recurring basis.

Some financial assets and financial liabilities are measured at fair value at the end of each reporting period, the following note illustrates how the fair value is determined (Valuation techniques and key inputs):

Financial Assets / Financial Liabilities	Fair Value as at		Fair Value Hierarchy	Valuation techniques and key inputs	Significant unobservable inputs	Relationship of unobservable inputs to fair value
	30 June 2024 (Reviewed not Audited)	31 December 2023 (Audited)				
	USD '000	USD '000				
<b>Financial Assets at Fair Value</b>						
Financial assets at fair value through profit or loss:						
Treasury bills and Government Bonds	24 045	13 414	Level 1	Quoted Shares	Not Applicable	Not Applicable
Corporate Bonds	9 541	10 443	Level 1	Quoted Shares	Not Applicable	Not Applicable
Shares and mutual funds	32 550	31 155	Level 1	Quoted Shares	Not Applicable	Not Applicable
<b>Total Financial Assets at Fair Value through Profit or Loss</b>	<b>66 136</b>	<b>55 012</b>				
Financial derivatives - positive fair value	186 552	217 629	Level 2	Through Comparison of similar financial instruments	Not Applicable	Not Applicable
Financial assets at fair value through other comprehensive income:						
Quoted shares	162 292	154 510	Level 1	Quoted Shares	Not Applicable	Not Applicable
Unquoted shares	205 066	194 589	Level 2	Through using the index sector in the market	Not Applicable	Not Applicable
Governmental and Corporate bonds through OCI	466 349	409 939	Level 2	Through using the index sector in the market	Not Applicable	Not Applicable
<b>Total financial assets at fair value through other comprehensive income</b>	<b>833 707</b>	<b>759 038</b>				
<b>Total Financial Assets at Fair Value</b>	<b>1 086 395</b>	<b>1 031 679</b>				
<b>Financial Liabilities at Fair Value</b>						
Financial derivatives - negative fair value	123 999	197 538	Level 2	Through Comparison of similar financial instruments	Not Applicable	Not Applicable
<b>Total Financial Liabilities at Fair Value</b>	<b>123 999</b>	<b>197 538</b>				

There were no transfers between Level 1 and 2 during the six-months period ended 30 June 2024 and the year 2023.

#### B. Fair value of the Group financial assets and financial liabilities that are not measured at fair value on a recurring basis.

Except as detailed in the following table, we believe that the carrying amounts of financial assets and financial liabilities recognized in the banks financial statements approximate their fair values:

	30 June 2024 (Reviewed not Audited)		31 December 2023 (Audited)		Fair Value Hierarchy
	Book value	Fair value	Book value	Fair value	
	USD '000	USD '000	USD '000	USD '000	
<b>Financial assets not calculated at fair value</b>					
Mandatory cash reserve, Time and notice balances and Certificates of deposit with central banks	7 521 676	7 529 169	8 515 819	8 525 937	Level 2
Balances and deposits with banks and financial institutions	3 970 567	3 974 726	4 478 287	4 487 885	Level 2
Direct credit facilities at amortized cost	33 996 605	34 253 951	33 158 248	33 389 563	Level 2
Other financial assets at amortized cost	11 113 654	11 240 190	10 376 401	10 492 219	Level 1 & 2
<b>Total financial assets not calculated at fair value</b>	<b>56 602 502</b>	<b>56 998 036</b>	<b>56 528 755</b>	<b>56 895 604</b>	
<b>Financial liabilities not calculated at fair value</b>					
Banks' and financial institutions' deposits	3 819 395	3 834 522	3 295 702	3 310 942	Level 2
Customer deposits	47 512 689	47 863 881	47 811 253	48 150 490	Level 2
Cash margin	3 000 043	3 016 455	2 813 487	2 827 902	Level 2
Borrowed funds	489 653	496 753	509 809	517 890	Level 2
<b>Total financial liabilities not calculated at fair value</b>	<b>54 821 780</b>	<b>55 211 611</b>	<b>54 430 251</b>	<b>54 807 224</b>	

The fair values of the financial assets and financial liabilities included in level 2 categories above have been determined in accordance with the generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties.

31- EARNINGS PER SHARE ATTRIBUTABLE TO THE BANK'S SHAREHOLDERS

The details of this item are as follows:

	For the Six-Months		For the Three-Months	
	Period Ended 30 June		Period Ended 30 June	
	(Reviewed not Audited)			
	2024	2023	2024	2023
	USD '000	USD '000	USD '000	USD '000
Profit for the period attributable to the Bank's shareholders	486 014	383 065	241 911	174 552
Less: Group's share of Interest on perpetual tier 1 capital bonds	( 13 387)	( 6 702)	( 13 387)	( 6 702)
<b>Net Profit for the period attributable to the Bank's shareholders</b>	<b>472 627</b>	<b>376 363</b>	<b>228 524</b>	<b>167 850</b>
	<b>Thousand / Shares</b>	<b>Thousand / Shares</b>	<b>Thousand / Shares</b>	<b>Thousand / Shares</b>
Average number of shares	640 800	640 800	640 800	640 800
	<b>USD / Share</b>	<b>USD / Share</b>	<b>USD / Share</b>	<b>USD / Share</b>
Earnings Per Share for the period (Basic and diluted)	0.74	0.59	0.36	0.26

32- CASH AND CASH EQUIVALENTS

The details of this item are as follows:

	For the Six-Months Period Ended 30 June	
	2024	2023
	(Reviewed not Audited)	
	USD '000	USD '000
Cash and balances with central banks maturing within 3 months	12 838 201	13 352 400
<u>Add:</u> Balances with banks and financial institutions maturing within 3 months	3 406 651	3 515 389
<u>Less:</u> Banks and financial institutions deposits maturing within 3 months	3 774 392	3 708 096
<b>Total</b>	<b>12 470 460</b>	<b>13 159 693</b>

### **33. RELATED PARTIES TRANSACTIONS**

The details of the balances with related parties are as follows:

	<b>30 June 2024</b> <b>(Reviewed not Audited)</b>			
	Deposits owed from Related Parties	Direct Credit Facilities at Amortized Cost	Deposits owed to Related Parties	LCs, LGs, Unutilized Credit Facilities and Acceptances
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
Associates	145 669	-	22 277	89 305
Major Shareholders and Members of the Board of Directors	-	188 248	650 728	108 844
<b>Total</b>	<b>145 669</b>	<b>188 248</b>	<b>673 005</b>	<b>198 149</b>

  

	<b>31 December 2023</b> <b>(Audited)</b>			
	Deposits owed from Related Parties	Direct Credit Facilities at Amortized Cost	Deposits owed to Related Parties	LCs, LGs, Unutilized Credit Facilities and Acceptances
	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>	<b>USD '000</b>
Associates	115 015	-	8 859	90 015
Major Shareholders and Members of the Board of Directors	-	199 068	603 203	80 869
<b>Total</b>	<b>115 015</b>	<b>199 068</b>	<b>612 062</b>	<b>170 884</b>

- All facilities granted to related parties are performing loans in accordance with the internal credit rating of the Group.

The details of transactions with related parties are as follows:

	<b>For the Six-Months Period</b> <b>Ended 30 June 2024</b>	
	<b>(Reviewed not Audited)</b>	
	Interest Income	Interest Expense
	<b>USD '000</b>	<b>USD '000</b>
Associated Companies	5 585	8 009

  

	<b>For the Six-Months Period</b> <b>Ended 30 June 2023</b>	
	<b>(Reviewed not Audited)</b>	
	Interest Income	Interest Expense
	<b>USD '000</b>	<b>USD '000</b>
Associated Companies	2 290	1 158

- Direct credit facilities granted to top management personnel amounted to USD 1.1 million and indirect credit facilities amounted to USD 5.6 thousand as of 30 June 2024 (USD 1.2 million direct credit facilities and USD 5.6 thousand indirect credit facilities as of 31 December 2023).

- Interest on credit facilities granted to major shareholders and members of the Board of Directors is recorded at arm's length.

- Deposits of key management personnel amounted to USD 5.7 million as of 30 June 2024 (USD 5.2 million as of 31 December 2023).

- The salaries and other fringe benefits of the Group's top management personnel, inside and outside Jordan, amounted to USD 47 million for the six-months period ended 30 June 2024 (USD 45.9 million for the six-months period ended 30 June 2023).

### **34 - LEGAL CASES**

There are lawsuits filed against the Group which amounted to USD 339.9 million as of 30 June 2024 (USD 343.4 million as of 31 December 2023). In the opinion of the management and the lawyers representing the Group in the litigations at issue, the provisions taken in connection with these lawsuits are adequate.