

JORDAN KUWAIT BANK
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
AMMAN - JORDAN
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

| | December 31, | |
|---|----------------------|----------------------|
| | 2016 | 2015 |
| <u>ASSETS</u> | JD | JD |
| Cash and balances at central banks | 279,155,436 | 402,439,784 |
| Balances at banks and financial institutions | 212,859,226 | 224,544,517 |
| Deposits at banks and financial institutions | 14,166,627 | 9,107,715 |
| Direct credit facilities-net | 1,446,910,964 | 1,372,787,204 |
| Financial assets at fair value through profit or loss | 69,705,520 | 76,219,060 |
| Financial assets at fair value through comprehensive income | 27,306,153 | 35,229,279 |
| Financial assets at amortized cost | 479,195,403 | 505,749,976 |
| Property and equipment - net | 28,779,027 | 25,801,797 |
| Intangible assets - net | 7,003,148 | 7,065,200 |
| Deferred tax assets | 10,128,723 | 7,393,577 |
| Other assets | 164,775,189 | 178,393,394 |
| TOTAL ASSETS | <u>2,739,985,416</u> | <u>2,844,731,503</u> |
| <u>LIABILITIES AND OWNERS' EQUITY</u> | | |
| <u>LIABILITIES:</u> | | |
| Banks and financial institutions deposits | 384,284,349 | 316,010,975 |
| Customers deposits | 1,703,401,315 | 1,900,905,886 |
| Cash margins | 87,959,874 | 86,902,100 |
| Borrowed funds | 33,636,542 | 24,015,900 |
| Other provisions | 12,105,531 | 10,526,597 |
| Provision for income tax | 14,567,302 | 13,238,965 |
| Deferred tax liabilities | 2,937,750 | 3,261,015 |
| Other liabilities | 35,917,912 | 35,616,596 |
| TOTAL LIABILITIES | <u>2,274,810,575</u> | <u>2,390,478,034</u> |
| <u>OWNERS' EQUITY:</u> | | |
| <u>EQUITY - BANK SHAREHOLDERS:</u> | | |
| Authorized and paid-up capital | 100,000,000 | 100,000,000 |
| Statutory reserve | 81,803,089 | 77,479,744 |
| Voluntary reserve | 152,003,949 | 143,357,259 |
| Pro-cyclicality reserve | 227,597 | 227,597 |
| General banking risks reserve | 13,525,686 | 13,353,038 |
| Financial assets valuation reserve - net of tax | 6,133,272 | 4,280,152 |
| Retained earnings | 105,999,129 | 109,880,864 |
| TOTAL EQUITY - BANK'S SHAREHOLDERS | <u>459,692,722</u> | <u>448,578,654</u> |
| Non-controlling interests | 5,482,119 | 5,674,815 |
| TOTAL OWNERS' EQUITY | <u>465,174,841</u> | <u>454,253,469</u> |
| TOTAL LIABILITIES AND OWNERS' EQUITY | <u>2,739,985,416</u> | <u>2,844,731,503</u> |

JORDAN KUWAIT BANK
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
AMMAN - JORDAN
CONSOLIDATED STATEMENT OF INCOME

| | For the Year Ended | |
|--|--------------------|-------------|
| | December 31, | |
| | 2016 | 2015 |
| | JD | JD |
| Interest income | 127,472,483 | 129,783,872 |
| <u>Less:</u> Interest expense | 37,617,749 | 39,515,093 |
| Net Interest Income | 89,854,734 | 90,268,779 |
| Net commission income | 12,277,308 | 11,940,749 |
| Net Interest and Commission Income | 102,132,042 | 102,209,528 |
| Foreign currency income | 5,428,627 | 4,225,200 |
| (Loss) from financial assets at fair value through profit or loss | (66,259) | (633,460) |
| Cash dividends from financial assets at fair value through comprehensive income | 1,096,853 | 870,143 |
| (Loss) from sale of financial assets at amortized cost | - | (38,683) |
| Other income | 12,060,982 | 21,267,340 |
| Gross Income | 120,652,245 | 127,900,068 |
| Employees expenses | 25,454,338 | 23,134,334 |
| Depreciation and amortization | 5,568,725 | 5,228,395 |
| Provision of impairment loss in direct credit facilities | 19,783,792 | 20,978,720 |
| Other provisions | 2,250,699 | 1,815,203 |
| Other expenses | 24,102,458 | 20,276,080 |
| Total Expenses | 77,160,012 | 71,432,732 |
| Income for the Year before Income Tax | 43,492,233 | 56,467,336 |
| <u>Less:</u> Income tax expense | 13,486,423 | 17,055,660 |
| Income for the Year | 30,005,810 | 39,411,676 |
| <u>Pertains to:</u> | | |
| Bank's Shareholders | 29,747,029 | 38,558,054 |
| Non-Controlling Interests | 258,781 | 853,622 |
| <u>Earnings per Share for the Year Attributable to the Bank's Shareholders:</u> | | |
| Basic and Diluted | 0.297 | 0.386 |