

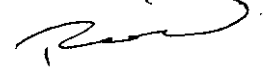
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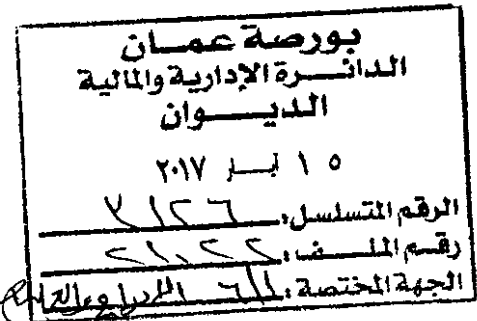
التاريخ: 2017/05/15

To: Jordan Securities Commission Amman Stock Exchange Date :15/5/2017 Subject: Quarterly Report as of 31/3/2017	السادة هيئة الأوراق المالية السادة بورصة عمان التاريخ:- 2017/5/15 الموضوع: التقرير ربع السنوي كما هي في 2017/3/31
Attached the Quarterly Report (English version) of Jordan international insurance co as of 31/03/2017 .	مرفق طيه نسخة من البيانات المالية ربع السنوية باللغة الانجليزية لشركة الاردن الدولية للتأمين كما هي بتاريخ 2017/03/31م
Kindly accept our highly appreciation and respect Jordan international insurance co. Finance Manager's / Rami Ammari	وتفضلوا بقبول فائق الاحترام... شركة الاردن الدولية للتأمين المدير المالي / رامي عماري









JORDAN INTERNATIONAL INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS FOR
THE THREE-MONTH ENDED MARCH 31, 2017
TOGETHER WITH THE REVIEW REPORT

JORDAN INTERNATIONAL INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
MARCH 31, 2017

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Review Report

AM/ 81230

To the Chairman and Members Of the Board Of Directors
Jordan International Insurance Company
(A Public Shareholding Limited Company)
Amman – Hashemite Kingdom of Jordan

Introduction

We have reviewed the accompanying condensed consolidated interim financial position of Jordan International Insurance Company (A Public Shareholding Limited Company) as of March 31, 2017 and the related condensed consolidated interim statements of income, comprehensive income, changes in shareholder's equity and cash flows for the three-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statement in accordance with International Financial Reporting Standards. Our responsibility is to express a conclusion on these condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Company". A review of condensed consolidated 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 the accompanying condensed consolidated interim financial information are not prepared in accordance with International Accounting Standard No. (34) related to Interim Financial Reporting.

Explanatory Paragraph

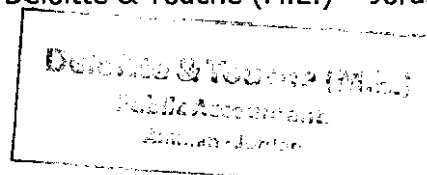
The fiscal year for the Company ends on December 31 of each year. However, the accompanying condensed consolidated interim financial statements have been prepared for management and Jordan Securities Commission purpose.

Other Matter

The accompanying condensed consolidated interim financial statements are a translation of the statutory condensed consolidated interim financial statements in the Arabic language to which reference should be made.

Amman - Jordan
April 26, 2017

Deloitte & Touche
Deloitte & Touche (M.E.) - Jordan



JORDAN INTERNATIONAL INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

<u>ASSETS</u>	<u>Note</u>	March 31, 2017 (Reviewed not Audited)	December 31, 2016
		JD	JD
Deposits at banks	4	6,522,452	6,952,908
Financial assets at fair value through income statement		716,763	667,929
Financial assets at fair value through comprehensive income		6,592,814	6,592,814
Financial assets at amortized cost		667,683	667,683
Real estate investments	5	8,186,887	8,190,315
Total Investments		<u>22,686,599</u>	<u>23,071,649</u>
Cash on hand and at banks		427,250	282,770
Cheques under collection	6	228,131	260,742
Accounts receivable - net	7	10,858,461	10,773,119
Reinsurance receivables	8	1,256,446	823,960
Settlement guarantee fund contribution		25,000	25,000
Due from related parties	14	196,798	283,759
Deferred tax assets		578,641	616,357
Property and equipment - net		2,451,240	2,471,143
Intangible assets - net	9	200,000	200,000
Other assets	10	1,257,593	709,587
TOTAL ASSETS		<u>40,166,159</u>	<u>39,518,086</u>
<u>LIABILITIES AND EQUITY</u>			
<u>LIABILITIES</u>			
Unearned premiums reserve - net		3,447,505	2,728,447
Claims reserve - net		1,737,675	1,941,867
Mathematical reserve - net	11	63,934	40,483
Total Insurance Contracts Liabilities		<u>5,249,114</u>	<u>4,710,797</u>
Accounts payable		2,429,457	1,985,941
Reinsurance payables		2,037,830	2,759,040
Accrued expenses		19,266	38,322
Other provisions		143,033	130,533
Provision for income tax	12	21,553	21,553
Deferred tax liabilities		477,807	477,807
Other liabilities		5,038,795	3,766,226
TOTAL LIABILITIES		<u>15,416,855</u>	<u>13,890,219</u>
<u>SHAREHOLDER'S EQUITY</u>			
Authorized and paid-up capital		18,150,000	18,150,000
Statutory reserve		2,684,654	2,684,654
Special reserve		2,225	2,225
Difference in purchasing non-controlling interest shares		341,980	338,613
Investments revaluation reserve		1,511,072	1,511,072
Retained earnings		976,256	2,065,256
Profit for the period		218,499	-
Total Shareholder's Equity - Company's Shareholders		<u>23,884,686</u>	<u>24,751,820</u>
Non-controlling interests		864,618	876,047
Total Shareholder's Equity		<u>24,749,304</u>	<u>25,627,867</u>
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		<u>40,166,159</u>	<u>39,518,086</u>

General Manager

Chairman of the Board of Directors

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF
THESE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INTERNATIONAL INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME
(Reviewed Not Audited)

	Note	For the Three Months Ended	
		March 31,	
		2017	2016
		JD	JD
Revenue:			
Gross written premiums		4,893,263	5,536,187
(Less): Re - Insurers' share		(2,578,235)	(3,574,633)
Net Written Premiums		2,315,028	1,961,554
Net change in unearned premiums reserve		(719,058)	(537,425)
Net change in mathematical provision		(23,451)	(68,026)
Net Written Premiums		1,572,519	1,356,103
Commissions revenue		327,354	359,581
Rent revenue		4,715	4,000
Policy issuance fees		154,948	163,007
Credit interest		51,576	63,836
Gain of financial assets		496,343	681,642
Other revenue related to underwriting premium		11,051	89,977
Other revenue-Net		7,947	15,407
Total Revenue		2,626,453	2,733,553
Claims, Losses and Expenses:			
Paid claims		4,742,235	2,313,933
(Less): Recoveries		(121,626)	(124,266)
Re - Insurers' share		(2,944,224)	(933,606)
Net Paid Claims		1,676,385	1,256,061
Net change in claims reserve		(204,192)	(16,848)
Allocated employees' expenses		393,218	397,047
Allocated general and administrative expenses		94,705	68,637
Excess of loss premiums		10,125	-
Cost of policies acquisition		49,212	21,363
Other expenses related to underwritings		64,080	94,161
Other expenses		24,018	26,385
Net Paid Claims Cost		2,107,551	1,846,806
Unallocated employees expenses		71,088	44,703
Unallocated general and administrative expenses		159,941	139,024
Depreciation and amortization		32,896	24,824
Total Expenses		2,371,476	2,055,357
Profit for the period Before Tax		254,977	678,196
(amortization) of Deferred tax assets	12	(37,716)	(71,958)
Net Profit for the period		217,261	606,238
Attributable to:			
Company's Shareholders		218,499	609,822
Non-controlling interests		(1,238)	(3,584)
		217,261	606,238
Earnings Per Share for the Period (Basic & Diluted)	13	0/012	0/034

Chairman of the Board of Directors

General Manager

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JORDAN INTERNATIONAL INSURANCE COMPANY

(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - HASHEMITE KINGDOM OF JORDAN

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

(Reviewed Not Audited)

	For the Three Months	
	Ended March 31,	
	Note	
	2017	2016
	JD	JD
Profit for the Period	217,261	606,238
Total Comprehensive Consolidated Income for the period	217,261	606,238
Attributable to:		
Company's shareholders	218,499	609,822
Non-controlling interests	(1,238)	(3,584)
	217,261	606,238

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED
CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ
WITH THEM AND WITH THE ACCOMPANYING REVIEW REPORT.

**JORDAN INTERNATIONAL INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - HASHEMITE KINGDOM OF JORDAN**

For the Three Months Ended March 31, 2017	For the Three Months Ended March 31, 2016
Balance - beginning of the period	Balance - beginning of the period
Profit for the period	Profit for the period
Total Consolidated Comprehensive Income	Total Consolidated Comprehensive Income
Dividends distributed to shareholders**	Dividends distributed to shareholders**
Other adjustments-purchasing of non-controlling interests during the period *	Other adjustments-purchasing of non-controlling interest during the period
Balance - End of the Period	Balance - End of the period

**** Based on the General Assembly's Decision in its meeting which held on March 19, 2017, dividends distributed of 6% of the Company's capital to the shareholders in cash with an amount of JD 1,089,000.**

- Retained earnings includes JD 575,641 representing restricted deferred tax assets as of March 31, 2017 (JD 616,357 as of December 31, 2016).

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JORDAN INTERNATIONAL INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - HASHEMITE KINGDOM OF JORDAN
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
(Reviewed Not Audited)

	For the Three Months Ended March 31,	
Note	2017	2016
	JD	JD
Cash flows from Operating Activities:		
Profit for the period before tax	254,977	678,196
Adjustments for:		
Depreciation and amortization	32,896	24,824
Net change in unearned premiums reserve	719,058	537,425
Net change in mathematical provision	23,451	68,026
Net change in claims reserve	(204,192)	(16,848)
Net change in financial assets at fair value through profit or loss	(48,834)	58,729
Net Operating Cash Flows before Changes in Working Capital:	777,356	1,350,352
Decrease in cheques under collection	32,611	167,207
(Increase) in accounts receivable	(85,342)	(1,792,814)
(Purchase) of financial assets at fair value through profit and loss	-	(593,101)
(Increase) decrease in re-insurance receivable	(432,486)	172,932
Decrease in due from related parties	86,961	24,853
(Increase) in settlement guarantee fund	-	(791)
(Increase) in other assets	(548,006)	(708,349)
Increase in accounts payable	443,516	3,811,710
(Decrease) in due to related parties	-	(323,666)
(Decrease) in accrued expenses	(19,056)	(12,436)
Increase (decrease) in other provisions	12,500	(71,111)
(Decrease) increase in re-insurance payable	(721,210)	529,398
Increase in other liabilities	1,272,569	690,590
Net Cash Flows from Operating Activities before Income Tax Paid	819,413	3,244,774
Income tax paid on credit interest	12	(1,572)
Net Cash Flows from Operating Activities	819,413	3,243,202
Cash flows from Investing Activities:		
(Purchase) of property and equipment	(13,014)	(136,851)
Decrease in real estate investments	3,428	-
Decrease in deposits at banks	2,313	596
Net Cash Flows (used in) Investing Activities	(7,273)	(136,255)
Cash flows from Financing Activities:		
Change in non-controlling interests	(11,429)	(4,399)
Dividends distributed	(1,089,000)	(1,089,000)
Net cash (used in) Financing Operations	(1,100,429)	(1,093,399)
Net (Decrease) Increase in Cash and Cash Equivalents	(288,289)	2,013,548
Cash and cash equivalents - beginning of the period	6,877,454	8,683,002
Cash and Cash Equivalents - Ending of the period	15	6,589,165
		10,696,550

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS AND SHOULD BE READ WITH THEM
AND WITH THE ACCOMPANYING REVIEW REPORT.

JORDAN INTERNATIONAL INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – HASHEMITE KINGDOM OF JORDAN
NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
(REVIEWED NOT AUDITED)

1. GENERAL

- A. Jordan International Insurance Company was established in 1996 and registered as a Jordanian public limited shareholding Company under Number (301). The Company headquarter in Amman, 6th circle, P.O.BOX 3253 Amman 11181 Jordan. The Company's authorized capital is JD 18.150 million divided into 18.150 million shares of JD 1 each, representing paid-up capital as Of March 31, 2017.

The Company's objectives are the following:

- Acquiring movable and immovable properties required to operate.
 - Carrying out all insurance business activities.
 - Investing the surplus fund as deemed by the Company.
 - Borrowing needed funds from banks.
- B. The accompanying condensed consolidated interim financial statements were approved by the Board of Directors on April 20, 2017.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Preparation of Condensed Consolidated Interim Financial Statements

- The accompanying condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting".
- The condensed consolidated interim financial statements are presented in Jordanian Dinar which is the functional currency of the Company and its subsidiaries.
- The condensed consolidated interim financial statements are prepared in accordance with the historical cost principle, except for financial assets and financial liabilities which are stated at fair value as of the date of the condensed consolidated interim financial statement.
- The condensed consolidated interim financial statements do not include all information and disclosures required for the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read with the annual report for the Company as of December 31, 2016. Moreover, the results of operations for the three-month period ended March 31, 2017 do not necessarily provide an indication of the expected results of operations for the year ending December 31, 2017 where no reserves have been recorded on the income for the period as of March 31, 2017 where it performs at the end of the fiscal year.
- The same accounting policies have been followed in these condensed consolidated interim financial statements as were applied in the preparation of the Company's consolidated financial statements for the year ended December 31, 2016 except for the following:
 - Annual Improvements to IFRS Standards during the years 2014 – 2016 including amendments to IFRS 12
 - Amendments to IAS 12 "Income Taxes" relating to the recognition of deferred tax assets for unrealized losses

- Amendments to IAS 7 "Statement of Cash Flows" which aims to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities.

Adoption of the above new standards had no impact on the amounts reported and disclosures made in the condensed consolidated interim financial statements.

b. Basis of Consolidation of the Condensed Consolidated Interim Financial Statements:

The condensed consolidated interim financial statements include the financial statements of Jordan International Insurance Company and its subsidiaries after eliminating intergroup transactions:

Company Name	Paid-in Capital	Ownership	Type of Business	Company's Location	Date of Ownership
Ibda' For Financial Investments Company	2,500,000	100%	Brokerage	Amman	2005
Jordan International Investment Company	10,000,000	90/69%	Real Estate Investments	Amman	2006
Telal Salem Real Estate Company	150,000	100%	Real Estate Investments	Amman	2012

The balances of subsidiary companies as of March 31, 2017 are as follow:

	March 31, 2017			
	Assets	Liabilities	Revenues	Expenses
	JD	JD	JD	JD
Ibda' For Financial Investments Company	2,572,122	175,112	26,843	12,704
Jordan International Investment Company	9,440,346	103,520	13,935	27,235
Telal Salem Real Estate Company	625,150	478,735	-	-

- Control is achieved where the Company has the power to govern the financial and operating policies of the subsidiaries so as to obtain benefits from its activities. All inter-Company transactions, balances, revenue, and expenses during the period are eliminated.

The results of the subsidiaries are incorporated into the condensed consolidated interim statement of income from the effective date of acquisition, which is the date actual control over the subsidiaries is assumed by the Company. Moreover, the operating results of the disposed of subsidiaries are incorporated into the condensed consolidated interim statement of income up to the effective date of disposal, which is the date on which the Company loses control over the subsidiaries.

The financial statements of the subsidiaries are prepared for the same financial period using the same accounting policies adopted by the Insurance Company. If the accounting policies adopted by the subsidiaries are different from those used by the insurance Company, the necessary adjustments to the condensed consolidated interim financial statements of the subsidiaries are made to comply with the accounting policies followed by the insurance Company.

Non-controlling interests represent the portion of equity in the subsidiaries that not owned by the Company, and are shown in the subsidiaries' net assets in a separate item in the equity statement for the group.

3. Accounting Estimates

Preparation of the condensed consolidated interim financial statements and the application of the accounting policies require the Company's management to perform assessments and assumptions that affect the amounts of financial assets and liabilities and the disclosure of contingent liabilities. Moreover, these assessments and assumptions affect revenue, expenses and provisions. In particular, this requires the Company's management to issue significant judgments and assumptions to assess future cash flow amounts and their timing. Moreover, the said assessments are necessarily based on assumptions and factors with varying degrees of consideration and uncertainty. In addition, actual results may differ from assessments due to the changes resulting from the conditions and circumstances of those assessments in the future.

We believe that the accounting estimates that have been used in the condensed consolidated interim financial statements are reasonable and consistent with that followed in the preparation of the consolidated financial statements for the year ended December 31, 2016.

4. Deposits at Banks

This item consists of the following:

	March 31, 2017			December 31, 2016
	Deposits Maturing Within one Month	Deposits Maturing In more than Three Months	Total	Total
	JD	JD	JD	JD
Inside Jordan	6,161,915	360,537	6,522,452	6,952,908
	6,161,915	360,537	6,522,452	6,952,908

- The interest rates on deposits at banks in Jordanian Dinar ranged from 1.5% to 4.5% and 2.25% on deposits in US Dollar during the year.
- Collateralized deposits issued to the order of the Director of the Insurance Commission in addition to his position amounted to JD 360,537 as of March 31, 2017 (JD 358,224 as of December 31, 2016).

5. Real Estate Investments

This item consists of the following:

	March 31, 2017	December 31, 2016
	JD	JD
Land	7,637,796	7,637,832
Buildings	467,119	467,119
Apartments	120,697	120,697
Wadi Saqra Office	88,433	88,433
	8,314,045	8,314,081
<u>Less:</u> Accumulated depreciation	(121,032)	(117,640)
Impairment in real estate investments	(6,126)	(6,126)
	8,186,887	8,190,315

- The fair value of real estate investments has been reevaluated by two accredited valuers, and the average market value amounted to JD 10,757,579 as per the last evaluation on June 30, 2016 and December 31, 2015 for the lands in Al-Qastal. Moreover, the fair value of real estate has been determined by comparing them with the market value of similar real estate investments.

6. Checks under Collection

The maturities of checks under collection extends up to December 30, 2018.

7. Accounts Receivable - Net

This item consists of the following:

	March 31, 2017	December 31, 2016
	JD	JD
Policyholders	10,640,038	10,662,164
Brokerage customers *	688,878	674,732
Agents	25,198	27,963
Employees	41,860	188,075
Commercials	72,307	30,520
Brokers	250,443	105,153
Other	293,136	237,911
	12,011,860	11,926,518
<u>Less:</u> Provision for doubtful debts **	(1,153,399)	(1,153,399)
	10,858,461	10,773,119

- Ageing of Receivables is as follows:

	March 31, 2017	December 31, 2016
	JD	JD
Not matured yet	5,660,757	7,474,322
Less than 60 days	325,130	903,689
From 61 - 90 days	3,203,837	375,671
From 91 - 180 days	1,221,835	877,646
From 181 - 360 days	303,786	926,204
More than 360 days	1,296,515	1,368,986
	12,011,860	11,926,518

- * This item includes an amount of JD 654,364 net of interest in suspense in an amount of JD 15,310 as of March 31, 2017. This resulted from financing the purchase of shares from brokerage customers. The purchased shares suspended from trading for merger purposes (JD 15,130 as of December 31, 2016). This receivable is guaranteed against collateralized shares financed by the subsidiary company and by postdated checks. Moreover, the subsidiary company has taken full provision against these receivables, noting that an amount of JD 57,206 was recovered from this receivable as of March 31, 2017.

** Movement on the provision for doubtful debts was as follows:

	March 31, 2017	December 31, 2016
	JD	JD
Balance - beginning of the period / year	1,153,399	1,180,605
Additions	-	30,000
Released from provision	-	(57,206)
Balance - End of the Period / Year	1,153,399	1,153,399

8. Reinsurance Receivables

This item consists of the following:

	March 31, 2017	December 31, 2016
	JD	JD
Local insurance companies	236,409	270,336
Foreign reinsurance companies	1,081,499	615,086
	1,317,908	885,422
<u>Less:</u> Provision for doubtful debts of insurance companies	(61,462)	(61,462)
	1,256,446	823,960

9. Intangible Assets - Net

This item represents license fees for practicing brokerage business for the subsidiary (Ibda' For Financial Investments) which has indefinite useful life.

10. Other Assets

This item includes accrued dividends amounted to JD 441,022 was collected in the subsequent period and recorded in the condensed consolidated interim statement of income in the gain of financial assets.

11. Mathematical Provision - Net

This item consists of the following:

	March 31, 2017	December 31, 2016
	JD	JD
Net mathematical provision	40,483	42,116
Life reserve	23,451	(1,633)
Mathematical provision - Net	63,934	40,483

12. Income Tax

- A final settlement has been reached with the Income and Sales Tax Department up to the year 2014. The income tax return has been filed for the years 2015 and 2016 for the parent company (Jordan International Insurance Company). However, the returns have not yet been reviewed by the Income and Sales Tax Department, and no final decision has been issued.
- A settlement has been reached with the Income and Sales Tax Department up to the end of the year 2014 for Jordan International Investments Company (Subsidiary). Moreover, the income tax return has been filed for the years 2015 and 2016. However, the returns have not yet been reviewed and no final settlement has been reached with the income and sales tax department yet.
- A final settlement has been reached with the Income and Sales Tax Department up to year 2015 for Ibda' For Financial Investments Company (subsidiary). Moreover, the Company filed its income tax return for the year 2016. However, the returns have not yet been reviewed by the Income and Sales Tax Department, and no final decision has been issued.
- A settlement has been reached with the Income and Sales Tax Department up to the end of the year 2015 except for the years 2008 and 2009 for Telal Salem Company (a subsidiary of Jordan International Investments Company). Furthermore, the Company submitted its income tax returns for the years 2008, 2009 and 2016. However, the returns have not yet been reviewed by the Income and Sales Tax Department, and no final decision has been issued.
- In the opinion of the Company's management and its tax consultant, all the provisions taken in the financial statements are sufficient for all tax liabilities.
- Movement on the income tax provision was as follows:

	For the Three-months period ended	
	March, 31 2017	December 31, 2016
	JD	JD
Balance - beginning of the period / year	21,553	2,887
Income tax paid on credit interest	-	-
Income tax during the period / year	-	18,666
	21,553	21,553

Income tax in the condensed consolidated interim statement of income represents the following:

	For Three Months Ended March 31,	
	2017	2016
	JD	JD
Amortization of deferred tax assets	37,716	57,863
Deferred tax liability	-	14,095
	37,716	71,958

- In the opinion of The management and the tax advisory for the Company and its subsidiaries that the booked provisions are sufficient for the purposes of the tax liability.

13. Earnings per Share for the Period

Profit per share have been computed by dividing net profit for the period by the average number of shares during the period. The details are as follows:

	For Three Months Ended March 31,	
	2017	2016
	JD	JD
Net income for the period (attributed to Company's shareholders)	218,499	609,822
	Share	Share
Weighted average number of shares	18,150,000	18,150,000
	JD/share	JD/share
Earnings per Share for the Period (Basic and Diluted)	-0/012	-0/034

14. Transactions with Related Parties

- The condensed consolidated interim financial statements include the condensed interim financial statements for the Company and its subsidiaries.
- As a part of the Company's operations, the Company and its subsidiaries carry out transactions with their Board of Directors' members and their related parties (companies and individuals) based on the terms governing such transactions and approved by the Board of Directors. The following is the summary of the transactions with the related parties:

	Related Party	Total	
	Board of Directors members and their related parties (companies and individuals)	March 31, 2017	December 31, 2016
	JD	JD	JD
<u>Condensed Consolidated Interim Statement of Financial Position Items</u>			
Accounts receivable	196,798	196,798	283,759

		For Three-Months Ended March 31,	
		2017	2016
<u>Condensed Consolidated Interim Statement of Income Items</u>			
Insurance premiums	66,106	66,106	221,336

Executive Management Salaries and Bonuses

The salaries and bonuses of the executive management of the Company amounted to JD 102,754 for the three-months period ended March 31, 2017 (JD 156,542 for the three-months period ended March 31, 2016).

15. Cash and Cash Equivalents

This item consists of the following:

	March 31, 2017	December 31, 2016
	JD	JD
Cash on hand and at banks	427,250	282,770
Add: Deposits at banks	6,522,452	6,952,908
(Less): Restricted deposits	(360,537)	(358,224)
	6,589,165	6,877,454

16. Distribution of Assets and Liabilities by Sector

The assets and liabilities were distributed on March 31, 2017 and December 31, 2016 as follows:

	March 31, 2017		December 31, 2016	
	Assets	Liabilities And Shareholders Equity	Assets	Liabilities And Shareholders Equity
	JD	JD	JD	JD
A- By Activity :				
Insurance *	28,153,691	28,153,691	27,570,429	27,570,429
Investments	9,440,346	9,440,346	9,462,034	9,462,034
Financial Brokerage	2,572,122	2,572,122	2,485,623	2,485,623
Total	40,166,159	40,166,159	39,518,086	39,518,086
B- By Geographical Distribution:				
Inside Kingdom	38,618,661	38,284,330	38,464,313	36,759,046
Outside Kingdom	1,547,498	1,881,829	1,053,773	2,759,040
	40,166,159	40,166,159	39,518,086	39,518,086

* After eliminated the subsidiaries Company.

The Company consolidated revenue for the three month ended on March 31, 2017 were distributed as follows:

	For the Three Months Ended March 31,	
	2017	2016
	JD	JD
By Activity:		
Insurance	2,070,945	1,978,956
Investment	547,919	745,478
Financial Brokerage	7,589	9,119
	2,626,453	2,733,553

17. Risk Management

All risk management objectives and policies are consistent with those disclosed in the company's annual audited consolidated financial statements for the year ended December 31, 2016.

18. Lawsuits against the Company

- a.- There are lawsuits against the Company claiming compensation for various accidents amounted to JD 3,683,123 at courts as of March 31, 2017. In the opinion of the Company's management and its lawyer, no obligations shall arise therefrom exceeding the allocated amounts within the net claims reserve (JD 3,712,647 as of December 31, 2016).

There is labor case against the subsidiary (Jordan International Investment Company) amounted to JD 2,692 as of March 31, 2017 where the case has been dropped temporarily on November 9, 2015. In the opinion of the Company's management and its lawyer, the company will not incur additional provisions for this case.

- In the opinion of the Company's management and its lawyer, no obligations shall arise therefrom exceeding the allocated amounts within the net claims reserve

19. Contingent Liabilities

- a. As of the condensed consolidated interim financial statements date, the Company's had contingent liabilities representing bank letters of guarantees of JD 1,724,194 as of March 31, 2017.
- b. Claim been lodged by the Free Zone Corporation with an amount of JD 68,500. The claim represents service fees, operational costs, and penalties related to the buildings in Halabat industrial zone owned by the subsidiary (Jordan International Investment Company). Consequently, the Company has filed a lawsuit to preclude a claim at Amman Court of First Instance. The case is presently in the court, pending the exchange of the claims statements. In the opinion of the Company's management and its legal consultant, the Company will not incur any amounts in excess of the provisions taken as of March 31, 2017.
- c. During the year 2013, a policyholder notified the Company about damages caused by an accident. According to management's estimate, the value of the claim is approximately JD 8.7 million. During the first half of the year 2015, the claim was revalued at JD 5.5 million according to the loss adjustor. During the last quarter of the year 2015, the value of the claim was adjusted to become JD 2.8 Million based on the claims which issued by the policy holder and according to the loss adjustor. However, the Company's share form the claim will not exceed JD 906.

In the opinion of the management and the Company's lawyer, no obligations shall arise therefrom exceeding the allocated amounts within the net claims reserve.

20. Fair Value Hierarchy

a. The Fair Value of Financial Assets and Financial Liabilities Continuously Determined at Fair Value

Some financial assets and financial liabilities of the company are evaluated at fair value at the end of each financial period. The following table shows the information about how to determine the fair value of these financial assets and liabilities (evaluation methods and inputs used):

Financial assets / liabilities	Fair Value		Fair Value Level	Evaluation Method and Used Entries	Significant Unobservable Entries	Relationship of Unobservable Inputs to Fair Value
	March 31, 2017	December 31, 2016				
Financial assets at fair value	JD	JD				
Financial assets at fair value through profit or loss				Prices listed in Financial Markets		
Shares in Corporations	716,763	667,929	Level 1		N/A	N/A
Total	716,763	667,929				
Financial assets at fair value through other comprehensive income						
Shares with quoted prices	902,170	902,170	Level 2	Discounted cash flow	N/A	N/A
Shares without quoted prices	5,690,644	5,690,644	Level 2	Discounted cash flow	N/A	N/A
Total	6,592,814	6,592,814				
Total Financial Assets at Fair Value	7,309,577	7,260,743				

There were no transfers between Level 1 and 2 during the three months ended March 31, 2017 and year ended December 31, 2016.

b. The Fair Value of Financial Assets and Financial Liabilities Continuously Undetermined at Fair Value

Except for what is detailed in the following table, we believe that the carrying amount of financial assets and financial liabilities shown in the Company has condensed consolidated interim financial statements approximate their fair value. This is due to the short-term maturity of financial assets and that their interest rates are repriced during the period.

	March 31, 2017		December 31, 2016	
	Book Value	Fair Value	Book Value	Fair Value
Financial asset undetermined at fair value	JD	JD	JD	JD
Deposits at banks	6,522,452	7,012,959	6,952,908	6,994,487
Real estate investments	8,186,887	10,757,579	8,190,315	10,757,579
Total Financial Assets undetermined at Fair Value	14,709,339	17,770,538	15,143,223	17,752,066

The fair value of the above items has been determined for the second and third level financial assets and liabilities based on agreed upon pricing models that reflect the credit risk of the other parties that the Company deals with.