

التاريخ: 2019/10/28

اشارتنا رقم: ج/م/2561/2019

To: Amman Stock Exchange
Amman – Jordan

السادة بورصة عمان المحترمين،
عمان – الأردن

Subject: Quarterly Report as of
30/09/2019

الموضوع : التقرير ربع السنوي كما في
2019/09/30

Attached the Quarterly Report
of Jordan French Insurance co. (P.L.C)
as of 30/09/2019.

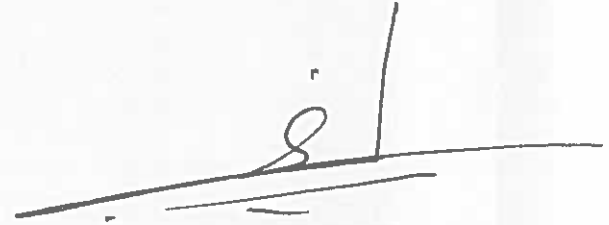
مرفق طيه نسخة من البيانات المالية ربع السنوية
للشركة الأردنية الفرنسية للتأمين م.ع.م.
كما في 2019/09/30.

Kindly accept our high appreciation & respect

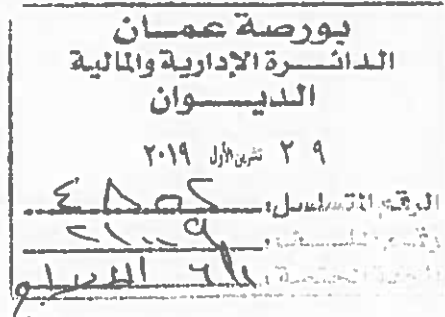
وتفضلوا بقبول فائق الاحترام،،،



WALEED WAEL ZURUB Ph.D
BOARD MEMBER/PRESIDENT



د. وليد وائل زعرب
عضو مجلس الإدارة / المدير العام



الوكيل

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

**INTERIM FINANCIAL STATEMENTS AND
REVIEW REPORT
FOR THE PERIOD ENDED SEPTEMBER 30,
2019**

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM FINANCIAL STATEMENTS AND REVIEW REPORT
FOR THE PERIOD ENDED SEPTEMBER 30, 2019

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REPORT ON REVIEWING THE INTERIM FINANCIAL STATEMENTS

To the President and Members of the Board of Directors
Jordan French Insurance Company

Introduction

We have reviewed the accompanying Interim Statement of Financial Position of Jordan French Insurance Company as of September 30, 2019, and the related statements of Interim Comprehensive income, Owners' equity and cash flows for the period then ended, The management is responsible of preparing and presenting company's financial statements in accordance with International Accounting Standard No. 34 (Interim Financial Reporting) which is an integral part of International Financial Reporting Standards. Our responsibility is limited to issue a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor". This standard requires that we plan and perform the review to obtain reasonable assurance as to whether the financial statements are free of material misstatement. Our review is primarily limited to inquiries of the company's accounting and financial departments personnel as well as applying analytical procedures of financial data. The range of our review is narrower than the broad range of audit procedures applied according to International Auditing Standards. Accordingly, obtaining assurances and confirmations about other significant aspects checked through an audit procedure was not achievable, Hence, We do not express an opinion regarding the matter.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not express a true and fair view in accordance with International Accounting Standard No. 34.

Modern Accountants

Abdul Kaseem Qunais
License No. (496)

Modern Accountants



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المحاسبون العصريون

Amman- Jordan
October 27, 2019

Audit . Tax . Advisory

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019 AND DECEMBER 31, 2018
(EXPRESSED IN JORDANIAN DINAR)

	Note	2019	2018
Assets			
Deposits at banks	4	6,180,508	6,756,735
Financial assets designated at fair value through statement of comprehensive income	5	481,517	397,297
Financial assets designated at fair value through statement of other comprehensive income	6	3,036,322	2,957,244
Financial assets at amortized cost		75,000	75,000
Investments in Real Estate		1,231,804	1,195,656
Total investments		11,005,151	11,381,932
Cash on hand and at Banks	7	926,243	1,618,446
Cheques under collections and notes receivables	8	1,495,472	996,839
Account receivables – net	9	13,081,120	11,646,205
Receivables from reinsurance companies	10	2,164,558	2,493,154
Deferred Tax assets	13	1,277,173	1,225,924
Property and equipment- net		1,804,652	1,809,063
Other assets		1,327,385	1,111,495
Total assets		33,081,754	32,283,058

The accompanying notes are an integral part of these interim financial statements

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED) (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019 AND DECEMBER 31, 2018
(EXPRESSED IN JORDANIAN DINAR)

	Note	2019	2018
Liabilities and shareholders' equity			
Liabilities			
Net unearned premiums provision		4,992,139	5,250,757
Net claims provision		6,544,560	7,246,864
Net provision		270,787	233,406
Total insurance contract liabilities		11,807,486	12,731,027
Due to Banks		2,428,097	2,244,718
Accounts Payables and Deferred Cheques	11	4,655,360	4,315,525
Payables to reinsurers	12	1,233,391	1,260,938
Miscellaneous provisions		472,233	430,444
Income tax provision	13	247,537	205,342
Other payables		445,945	347,375
Total liabilities		21,290,049	21,535,369
Shareholders' equity			
Declared Capital	1	9,100,000	9,100,000
Paid Capital	1	9,100,000	9,100,000
Statutory reserve		1,878,958	1,878,958
Change in fair value	14	(3,749)	(42,517)
Retained earnings /(Accumulated losses)		816,496	(188,752)
Total Shareholders' Equity		11,791,705	10,747,689
Total Liabilities and shareholders' Equity		33,081,754	32,283,058

The accompanying notes are an integral part of these interim financial statements

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM STATEMENT OF INCOME (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(EXPRESSED IN JORDANIAN DINAR)

		From the period		From the beginning of the year	
		July 1,2019 till	July 1,2018 till	September	September
	Note	September 30,2019	2018 September 30,	30,2019	30,2018
REVENUES					
Gross premiums		7,865,558	7,130,563	21,755,253	20,656,601
Less: premiums ceded to reinsurens		(1,492,760)	(2,051,994)	(4,792,346)	(4,889,387)
Net premiums		6,372,798	5,078,569	16,962,907	15,767,214
Net change in unearned premiums provision		(562,999)	174,670	258,618	30,517
Net change in accounting provision		(42,328)	(13,122)	(37,381)	112,101
Net earned premiums		5,767,471	5,240,117	17,184,144	15,909,832
Received commission		126,764	161,216	335,117	481,364
Revenue allocated to insurance department and other fees		470,011	326,002	1,282,128	1,494,537
Other Fees		227,007	182,854	579,703	564,379
Bank interest		64,955	90,126	220,541	238,605
gains from financial assets and investement	15	(48,144)	209,789	111,597	255,975
Other revenues and expenses		1,435	(45,313)	43,562	29,590
Total revenues		6,609,499	6,164,791	19,756,792	18,974,282
Claims, losses and expenses :					
Gross claims paid		6,726,102	5,796,645	20,385,499	18,237,704
Less: returns		1,107,627	1,097,895	3,399,841	3,581,910
Less: reinsureres share		859,724	493,949	3,209,932	2,799,262
Incurred and matured policies		3,054	-	20,605	12,256
Net paid claims		4,761,805	4,204,801	13,796,331	11,868,788
Net change in claims provision		(453,720)	(116,064)	(702,304)	748,749
Allocated employee expenses		699,531	772,810	2,188,797	2,311,704
Allocated administrative expenses		289,366	288,504	1,034,104	1,029,173
Excess of loss premiums		80,450	120,675	160,900	182,470
Cost of documents		147,876	182,474	400,783	478,027
Other expenses allocated underwriting		154,442	129,147	524,760	457,839
Net claims expenses		5,679,750	5,582,347	17,403,371	17,076,750
Unallocated employees expenses		174,883	193,202	547,199	577,926
Depreciation and amortization		35,718	32,635	103,720	94,947
Unallocated administrative expenses		72,342	72,126	258,526	257,293
Prior year income tax		104,865	-	104,865	-
Income tax of previous years		-	-	49,502	30,436
Total expenses		387,808	297,963	1,063,812	960,602
Net income before tax		541,941	284,481	1,289,609	936,930
Deferred tax assets		27,916	-	51,249	21,914
Income tax for the period	13	(126,683)	-	(309,815)	(177,910)
National Contribution Account		(10,842)	-	(25,795)	-
Net income		432,332	284,481	1,005,248	780,934
Earnings per share					
Earnings per share JD/ share	16	0,048	0,031	0,11	0,086
Outstanding weighted average shares		9,100,000	9,100,000	9,100,000	9,100,000

The accompanying notes are an integral part of these interim financial statements

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(EXPRESSED IN JORDANIAN DINAR)

	July 1,2019 till September 30,2019	July 1,2018 till September 30,2018	September 30,2019	September 30,2018
Net income	432,332	284,481	1,005,248	780,934
Add :Other comprehensive income				
Total comprehensive income before Other comprehensive income	432,332	284,481	1,005,248	780,934
Impairment losses due to financial assets designated at fair value through statement of other comprehensive income	-	(962,425)	-	(962,425)
Total other comprehensive income transferred to retained earnings	432,332	(677,944)	1,005,248	(181,491)
Change in fair value	(141,000)	268,120	38,768	1,332,928
Total comprehensive income period	291,332	(409,824)	1,044,016	1,151,437

The accompanying notes are an integral part of these interim financial statement

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM STATEMENT OF OWNERS' EQUITY (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(EXPRESSED IN JORDANIAN DINAR)

	Share capital	Statutory reserve	Accumulated Change in fair value	Retained earnings / (Accumulated Losses)	Income for the period	Total owners' equity
2019						
January 1, 2019	9,100,000	1,878,958	(42,517)	(188,752)	-	10,747,689
Income for the period	-	-	38,768	-	1,005,248	1,044,016
September 30, 2019	9,100,000	1,878,958	(3,749)	(188,752)	1,005,248	11,791,705
2018						
January 1, 2018	9,100,000	1,746,260	(1,098,551)	49,417	-	9,797,126
Impact of the application of IFRS 9	-	-	-	(186,303)	-	(186,303)
Net Change in fair value	-	-	1,332,928	-	-	1,332,928
Income for the period	-	-	-	-	(181,491)	(181,491)
September 30, 2018	9,100,000	1,746,260	234,377	(136,886)	(181,491)	10,762,260

The accompanying notes are an integral part of these interim financial statements

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(EXPRESSED IN JORDANIAN DINAR)

	For the nine months ended September 30, 2019	For the nine months ended September 30, 2018
Cash flow from operating activities		
Net income before tax	1,289,609	936,930
Adjustments on non-cash items :		
Depreciation and amortization	103,720	94,947
Net unearned premium provision	(258,495)	(30,517)
Net accounting provision	37,381	(112,101)
Net outstanding claims provision	(702,304)	748,749
Provisions	41,789	31,607
Relized (loss) / gain financial assets and investements	10,000	(124)
Financial assets designated of fair value through income	(84,220)	(160,192)
Net cash available from operating before changes in working capital items	437,480	1,509,423
Cheques under collection and notes receivable	(498,633)	(244,413)
Accounts receivable - net	(1,434,915)	(1,702,882)
Accounts receivable from reinsurance	328,596	(128,414)
Other assets	(215,890)	(474,677)
Accounts payable and deferred cheques	339,835	(113,297)
Accounts payables from reinsurers	(27,547)	490,065
Other payables	98,447	104,187
Prior year income tax provision	(1,410,107)	(2,069,431)
Income tax paid	(342,917)	(430,889)
Previous year incom yax	49,502	30,436
Net cash provided from operating activities	(1,703,522)	(2,469,884)

The accompanying notes are an integral part of these interim financial statements

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INTERIM STATEMENT OF CASH FLOWS (UNAUDITED) (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(EXPRESSED IN JORDANIAN DINAR)

	Note	For the nine months ended September 30, 2019	For the nine months ended September 30, 2018
Cash flows from investements activities			
Purchases of fixed assets		(135,457)	(59,908)
Purchases of Financial asstes designated at fair value through statement of other comprehensive income		(50,310)	(234,055)
Net cash used in investments activities		(185,767)	(293,963)
Net changes in cash and cash equivalent		(1,451,809)	(1,254,424)
Cash and cash equivalent in the beginning of the period	18	6,130,463	7,499,206
Cash and cash equivalent for the period ended	18	4,678,654	6,244,782

The accompanying notes are an integral part of these interim financial statements

JORDAN FRENCH INSURANCE COMPANY
(PUBLIC SHAREHOLDING COMPANY)

INCOME AND EXPENSES OF LIFE INSURANCE BRANCH
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
(EXPRESSED IN JORDANIAN DINAR)

	For the nine months ended September 30, 2019	For the nine months ended September 30, 2018
Underwriting Premiums		
Direct Business	1,295,732	1,479,298
Net Premiums	1,295,732	1,479,298
Less: Reinsurance Foreign Premiums Ceded	(690,089)	(708,246)
Gross Premiums	605,643	771,052
Beginning Balance Accounting Provision	500,338	635,593
Less: Beginning Balance Reinsurance Share Ceded	(266,932)	(272,919)
Net Beginning Balance Accounting Provision	233,406	362,674
Ending Balance Accounting Provision	(498,501)	(616,529)
Reinsurance Share Ceded	227,715	365,956
Net Ending Balance Accounting Provision	(270,786)	(250,573)
Net Premiums Income Earned	568,263	883,153
Paid Compensations	(1,010,330)	(786,217)
Incurred and Matured Policies	(20,605)	(12,256)
Foreign Reinsurance share of Compensations Ceded	792,160	493,027
Net Paid Compensations	(238,775)	(305,446)
Ending Balance Claims Provision		
Ending Balance Claims	(142,809)	(358,665)
Less: Reinsurance Foreign Premiums Ceded	113,771	248,928
Net Ending Balance Claims Provision	(29,038)	(109,737)
Net Ending Balance Claims Provision		
Reported	486,472	204,258
Less: Rinsurers share	(389,456)	(158,495)
Beginning Balance Claims Provision	97,016	45,763
	(170,797)	(369,420)
Net Premiums Income Earned	568,263	883,153
Less:		
Net Claims Cost	(170,797)	(369,420)
Add :		
Earned Commissions	8,600	6,593
Issuing Insurance Policies Service	7,382	9,331
Other Fees	-	-
Total Revenues	15,982	15,924
Less:		
Cost of document	(9,278)	(38,183)
Underwriting Accounts Administrative Expenses	(182,795)	(233,647)
Other Expenses	(12,489)	(19,025)
Total Expenses	(204,562)	(290,855)
Underwriting Profit	208,886	238,802

The accompanying notes are an integral part of these interim financial statements

مراجعة الرتبة للرسمية للتأمين للمعاملة العامة المحدودة

Written revenues for insurance for the Period SEPTEMBER 30, 2018 and 2019

	Vehicles			Marine			Flight			Fire and other damages			Civil responsibility			Guarantees			Medical			Other branches			Total
	2019	2018	2017	2019	2018	2017	2019	2018	2017	2019	2018	2017	2019	2018	2017	2019	2018	2017	2019	2018	2017	2019	2018	2017	
Written Installments																									
Direct Insurance	7,958,253	8,102,724	615,424	742,048	403,021	213,422	1,201,327	1,708,204	94,137	153,823	417,136	405,142	9,377,443	7,514,731	179,773	20,282,131	19,019,687								
Additional reinsurance	0	0	126,756	124,820	0	0	50,832	32,721	0	95	0	0	0	0	0	177,390	157,636								
Gross premiums	7,958,253	8,102,724	742,182	866,868	403,021	213,422	1,341,959	1,740,925	94,137	153,718	417,136	405,142	9,377,443	7,514,731	179,773	20,459,520	19,177,303								
Extract:																									
Local reinsurance Installment	(239,045)	(253,606)	0	0	0	0	(101,458)	(40,271)	0	0	0	0	0	0	0	(340,499)	(293,877)								
Foreign reinsurance Installment	0	0	(614,050)	(819,566)	(369,119)	(86,125)	(783,408)	(1,144,958)	(53,059)	(77,371)	(281,124)	(284,489)	(1,655,867)	(1,472,387)	(5,130)	(3,761,758)	(3,087,263)								
Net Premiums	7,717,209	7,849,118	128,132	48,302	33,902	127,297	457,096	555,895	41,078	76,347	136,012	120,653	7,721,576	6,042,344	122,260	18,357,264	14,996,163								
Beginning balance																									
earned installments provision	4,779,981	4,894,865	136,277	233,792	96,376	280,276	1,239,398	977,359	88,219	38,919	314,032	370,201	538,752	554,145	9,355	7,202,369	7,338,422								
Extract: reinsurers share	(192,725)	(219,216)	(131,363)	(220,132)	(92,936)	(257,781)	(1,134,661)	(907,149)	(63,808)	(35,396)	(154,242)	(195,954)	(181,977)	(185,747)	0	(1,951,632)	(2,021,374)								
Net unearned installments provision	4,587,256	4,675,649	0,914	13,660	3,438	2,485	104,817	70,211	4,411	3,523	159,791	174,247	374,775	368,398	9,355	5,250,757	5,317,048								
Extract: ending balance																									
earned installments provision	(4,454,135)	(4,616,137)	(233,161)	(252,674)	(180,423)	(151,251)	(844,371)	(1,182,513)	(38,831)	(97,077)	(290,014)	(280,756)	(819,050)	(831,826)	(2,663)	(6,672,646)	(7,424,733)								
Extract: reinsurers share	227,892	233,980	124,871	240,040	177,994	144,667	733,381	1,082,370	36,416	92,223	145,885	137,733	184,089	207,334	0	1,840,508	2,138,327								
Net unearned installments provision	(4,226,242)	(4,382,177)	(58,290)	(12,634)	(2,428)	(6,584)	(111,010)	(100,143)	(3,416)	(4,854)	(153,128)	(143,023)	(434,961)	(624,492)	(2,663)	(4,992,139)	(5,286,406)								
Net revenues from written installments	8,078,223	8,142,590	78,756	48,328	34,913	123,208	450,902	525,763	42,073	75,016	142,875	151,877	7,681,389	5,786,250	128,892	16,616,882	15,026,805								

الفترة السنوية 2019 و 2018

The cost of compensation for public security workers for insurance for the period SEPTEMBER 30, 2019 and 2018

	Vehicles			Marine			Flight			Fire and other damages			Civil responsibility			Guarantees			Medical			Other branches			Total		
	2019	2018		2019	2018		2019	2018		2019	2018		2019	2018		2019	2018		2019	2018		2019	2018		2019	2018	
Id claims	(9,297,258)	(9,638,265)	(15,636)	(58,767)	0	(5,735)	(533,024)	(420,286)	(283)	(440)	(420,716)	(473,589)	(9,051,246)	(8,819,505)	(57,026)	(34,870)	(19,375,170)	(17,451,487)									
biact: returns	1,844,760	2,497,922	0	0	0	0	0	0	0	0	398,735	297,005	1,157,481	788,983	885	0	3,399,841	3,581,910									
cal reinsurers share	0	0	0	0	0	0	75	0	0	0	0	0	0	0	0	0	75	0									
reign reinsurers share	115,843	436,814	12,944	58,942	0	2,204	522,153	383,004	0	0	0	128,788	1,747,261	1,291,631	19,496	5,763	2,417,697	2,306,236									
t paid claims	(7,336,656)	(6,703,529)	(2,693)	(1,855)	0	(3,441)	(10,766)	(37,282)	(283)	(440)	(23,980)	(46,796)	(6,146,524)	(4,740,691)	(30,845)	(29,107)	(13,557,656)	(11,563,341)									
d:																											
ding balance of reported claimsprovision	(6,693,990)	(8,042,548)	(171,000)	(355,735)	0	0	(785,472)	(549,841)	(170,741)	(46,191)	(323,630)	(311,335)	(875,857)	(648,864)	(12,752)	(22,393)	(9,033,242)	(9,978,927)									
ding balance of unreported claimsprovision	(1,800,000)	(1,600,000)	(125,000)	(120,000)	(50,000)	(50,000)	(100,000)	(100,000)	(50,000)	(10,000)	(100,000)	(40,000)	(822,260)	(603,536)	(25,000)	(10,000)	(3,072,260)	(2,733,536)									
biact: reinsurers share of reported claims	1,692,911	1,958,001	141,400	298,662	0	0	716,090	474,211	154,768	37,077	179,602	130,510	212,091	109,369	10,837	19,343	3,107,720	3,027,173									
biact: reinsurers share of unreported claims	0	0	100,000	100,000	50,000	50,000	60,000	80,000	40,000	8,000	80,000	0	202,936	123,241	20,000	8,000	572,936	369,241									
biact: returns	1,909,325	1,512,009	0	0	0	0	0	0	0	0	0	0	0	0	0	0	1,909,325	1,512,009									
t ending balance	(4,891,754)	(6,372,536)	(54,600)	(77,073)	0	0	(89,382)	(95,630)	(25,952)	(13,114)	(184,028)	(220,825)	(1,282,890)	(1,019,610)	(6,915)	(5,050)	(6,515,521)	(7,804,040)									
biact:																											
ginning balance of reported claims provision	7,752,150	7,619,287	338,635	271,275	0	0	751,068	425,165	101,191	44,267	279,003	223,865	650,000	607,090	25,014	12,247	9,897,861	9,203,196									
ginning balance of unreported claims provision	1,800,000	1,850,000	125,000	215,000	90,000	55,000	100,000	65,000	50,000	10,000	100,000	10,000	707,000	600,000	25,000	25,000	2,957,000	2,830,000									
biact: reinsurers share of reported claims	(2,134,626)	(2,187,399)	(293,082)	(244,148)	0	0	(699,034)	(346,305)	(90,327)	(33,986)	(111,602)	(30,500)	(185,443)	(132,077)	(21,660)	(11,022)	(3,535,774)	(2,985,439)									
biact: reinsurers share of unreported claims	0	0	(100,000)	(205,000)	(50,000)	(55,000)	(60,000)	(68,000)	(40,000)	(8,000)	(80,000)	0	(154,557)	(135,000)	(20,000)	(18,000)	(521,557)	(479,000)									
biact: returns	(1,844,784)	(1,449,491)	0	0	0	0	0	0	0	0	0	0	(154,557)	(135,000)	(20,000)	(18,000)	(1,844,784)	(1,449,491)									
t beginning balance	5,772,740	5,632,397	71,453	37,127	0	0	72,034	95,860	20,664	12,279	167,401	203,365	1,017,000	940,013	8,354	8,225	7,148,846	7,119,268									
t cost of claims	(6,455,670)	(7,243,870)	14,160	(41,801)	0	(3,441)	(28,144)	(47,052)	(5,351)	(1,275)	(607)	(84,256)	(6,412,414)	(4,820,688)	(35,206)	(25,932)	(12,923,231)	(12,248,115)									

الخبرة التأمينية للشركة العامة للتأمين

Gains and losses for Insurance for the year SEPTEMBER 31 2019 AND 2018

	Vehicles			Marine			Flight			Fire and other damages			Civil responsibility			Guarantees			Medical			Other branches			Total
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	
revenues from written installments	8,078,223	8,142,590	76,756	49,328	34,913	123,208	450,902	525,763	42,073	75,018	142,675	151,877	7,661,389	5,786,250	172,773	16,815,862	15,026,805								
cost of claims	(6,455,670)	(7,243,670)	14,160	(41,801)	0	(3,441)	(28,144)	(47,052)	(5,351)	(1,275)	(64,256)	(4,820,688)	(35,206)	(25,932)	(12,923,231)	(12,246,115)									
net commissions	0	67,500	45,343	48,789	32,744	15,801	121,145	165,729	1,134	2,361	17,661	45,600	107,464	123,384	1,026	5,873	326,518	474,647							
policy issuance	552,683	715,601	3,037	15,608	5	1,714	56,343	83,805	5,145	4,261	328,445	332,106	328,912	325,052	176	6,940	1,274,746	1,485,207							
other fees	521,043	495,621	361	8,629	0	0	245	135	20	0	652	0	57,302	59,994	0	0	579,703	564,379							
total revenues	1,073,726	1,278,722	48,741	73,036	32,749	17,315	179,733	249,769	6,300	6,842	344,757	377,706	493,756	508,430	1,202	12,813	2,180,967	2,524,233							
humanities cost																									
surplus installments	(252,819)	(295,276)	(8,000)	(10,562)	0	0	(28,340)	(33,240)	(2,399)	(1,133)	0	0	(101,773)	(98,592)	(174)	(1,041)	(391,505)	(438,844)							
administrative expenses	(160,900)	(182,470)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	(160,900)	(182,470)							
other expenses	(1,276,215)	(1,358,061)	(104,703)	(136,917)	(56,856)	(33,709)	(169,963)	(278,513)	(12,833)	(20,736)	(58,847)	(83,990)	(1,322,917)	(1,187,823)	(17,871)	(28,394)	(3,040,106)	(3,107,943)							
total expenses	(1,117,463)	(1,300,557)	(21,258)	(10,681)	(173)	(354)	(27,534)	(29,641)	0	(84)	(3,843)	(2,067)	(330,618)	(260,284)	(11,583)	(5,166)	(512,271)	(438,814)							
net loss	(888,883)	(211,278)	7,698	(77,597)	10,633	103,019	350,655	367,066	27,899	58,450	424,334	399,270	(12,574)	(72,507)	65,218	124,853	1,768,835	1,133,852							

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NOTES TO THE INTREIM FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
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1. ORGANIZATION AND ACTIVITIES

Jordan French Insurance Company is a Jordanian public shareholding Company ("the Company"), was registered on March 20, 1976 under Commercial registration number (101). The Company's share capital is JD 9,100,000 divided into 9,100,000 shares, each for JD 1.

2. NEW AND REVISED STANDARDS AND AMENDMENTS TO IFRSs IN ISSUE BUT NOT YET EFFECTIVE:-

The following new standards and amendments to the standards have been issued but are not yet effective and the Company intends to adopt these standards, where applicable, when they become effective.

New Standards

Effective Date

(IFRS) No.4 – insurance contracts

January 1, 2021

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The interim financial statements have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting".

The interim d financial statement is presented in Jordanian Dinar, since that is the currency in which the majority of the Company's transactions are denominated.

The interim financial statements have been prepared on historical cost basis.

The interim statements do not include all the information and notes needed in the annual financial statement and must be reviewed with the ended financial statement at December 31, 2018, in addition to that the result for the nine months ended in September 30, 2019 is not necessarily to be the expected results for the financial year ended December 31, 2019.

Significant accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the audited financial statements for the period ended 31 December 2018.

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NOTES TO THE INTREIM FINANCIAL STATEMENTS (continued)
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Equity instruments at FVTOCI

Investments in equity instruments at FVTOCI are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the cumulative changes in fair value of securities reserve. The cumulative changes or loss will not be reclassified investments. But reclassified to retained earnings. The Company has designated all instruments that are not held for trading as at FVTOCI

Dividends on these investments in equity instruments are recognized in profit or loss when the Company right to receive the dividends is established, unless the dividends clearly represent a recovery of a part of the cost of the investments. Other net gains and losses are recognized in OCI and are never reclassified to profit or loss.

Debt instruments at amortized cost or at FVTOCI

The Company assesses the classification and measurement of the cash flow characteristics of the contractual asset and the Company's business model for managing the asset

For an asset to classified and measured at amortized cost or at FVTOCI, is contractual terms should give rise to cash flows that are solely represent payments of principal and interest on the principal outstanding (SPPI)

At initial recognition of a financial asset, the Company determines whether newly recognized financial assets are part of an existing business model or whether they reflect the commencement of a new business model. The Company reassess its business models each reporting period to determine whether the business models have changed since the preceding period. For the current and prior reporting period the Company has not identified a change in its business models.

When a debt instrument measured a FVTOCI is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss. In contrast, for an equity investment designated as measured FVTOCI, the cumulative gain/loss previously recognized in OCI is not subsequently reclassified to profit or loss but transferred within equity

Debt instruments that are subsequently measured at amortized cost or FVTOCI are subject to impairment.

Financial assets at FVTPL

Financial assets at FVTPL are:

- (i) assets with contractual cash flows that are not SPPI ; or and
- (ii) assets that are held in a business model other than held to collect contractual cash flows or held to collect and sell; or
- (iii) assets designated at FVTPL using the fair value option.

These assets are measured at fair value, with any gains / losses arising on re-measurement recognized in profit or loss.

Fair value option: A financial instrument with a reliably measureable fair value can be designated as FVTPL (the fair value option) on its initial recognition even if the financial instrument was not acquired or incurred principally for the purpose of selling or repurchasing .The fair value option can be used for financial assets if it eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities, or recognizing related gains and losses on a different basis (an "accounting mismatch").

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NOTES TO THE INTREIM FINANCIAL STATEMENTS (continued)
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Reclassifications

If the business model under which the Company holds financial assets changes. The financial assets affected are reclassified. The classification and measurement requirements related to the new category apply prospectively from the first day of the first reporting period following the change in business model that results in reclassifying the Company's financial assets. During the current financial year and previous accounting period, there was no change in the business model under which the Company holds financial assets and therefore no reclassifications were made

Impairment

IFRS 9 replaces the "incurred loss" model in IAS 39 with an expected credit loss model (ECLs). The Company recognizes loss allowance for expected credit losses on the following financial instruments that are not measured at FVTPL

- Cash and bank balances;
- Trade and other receivables;
- Due from related party.

With the exception of purchased or originated credit impaired (POCI) financial assets (which are considered separately below), ECLs are required to be measured through a loss allowance at an amount equal to:

- 12 Month ECL, i.e. lifetime ECL that results from those default events on the financial instrument that are possible within 12 months after the reporting date(referred to as stage1); or
- Full lifetime ECL, i.e. Lifetime ECL that results from all possible default events over the life of the financial instruments, (referred to as stage2 and stage3).

A loss allowance for full lifetime ECL is required for a financial instrument if the credit risk on that financial Instrument has increased significantly since initial recognition. For all other financial instruments, ECLs are measured at an amount equal to the 12-monh ECL.

The Company has elected to measure loss allowances of cash and bank balances. Trade and other receivables, and due from a related party at an amount equal to life time ECLs.

ECLs are probability-weighted estimate of the present value of credit losses. These are measured as the present value of the difference between the cash flow to the Company under the contract and the cash flows that the Company expects to receive arising from weighting of multiple future economic scenarios. Discounted at the asset's EIR.

Loss allowance for financial investments measured at amortized costs are deducted from gross carrying amount of assets. For debt securities a FVTOCI, the loss allowance is recognized in the OCI, instead of reducing the carrying amount of the asset.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue costs or effort. This includes both quantitative and qualitative including forward-looking information.

For certain categories of financial assets, assets that are assessed not to be impaired individually are, in addition, assessed for impairment on a collective basis. Objective evidence of impairment for a portfolio of receivables could include the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio as well as observable changes in national or local economic conditions that correlate with default on receivables.

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Impairment losses related to cash and bank balances, trade and other receivables and due from a related party, are presented separately in the statement of income and other comprehensive income

The Company considers a debt security to have low credit risk when its credit risk rating is equivalent to the globally understood definition of the grade of the investment

Measurement of ECL

The Company employs statistical models for ECL calculations. ECLs are a probability-weighted estimate of credit losses. For measuring ECL under IFRS 9, the key input would be the term structure of the following variables.

- Probability of default (PD);
- Loss given default (LGD); and
- Exposure at default (EAD).

These parameters will be derived from our internally developed statistical models and other historical data. They will be adjusted to reflect forward – looking information.

Credit-impaired financial assets

A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial assets have occurred. Credit-impaired financial assets are referred to stage 3 assets. At each reporting date, the Company assesses whether financial assets carried at amortized costs and debt securities at FVTOCI are credit-impaired. A financial asset is credit impaired when one or more events that have a detrimental impact in the estimated future cash flows of the financial asset have occurred.

DE-recognition of financial assets

The Company de-recognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On DE recognition of a financial asset measured at amortized cost or measured at FVTPL, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in profit or loss

On DE recognition of a financial asset that is classified as FVTOCI, the cumulative gain or loss previously accumulated in the cumulative changes in fair value of securities reserve is not reclassified to profit or loss, but is reclassified to retained earnings.

Presentation of allowance for ECL are presented in the financial information

Loss allowances for ECL are presented in the financial information as follows:

For financial assets measured at amortized cost (loans and advances, cash and bank balances): as a deduction from the gross carrying amount of the assets

for debt instruments measured at FVTOCI no loss allowance is recognized in the interim statement of financial position as the carrying amount is at fair value. However, the loss allowance is included as part of the revaluation amount in re-evaluation reserve and recognized in other comprehensive income.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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Revenue recognition

IFRS 15 "Revenue from contracts with customers" outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes current revenue recognition guidance found across several standards and Interpretation within IFRSs. It establishes a new five-step model that will apply to revenue arising from contracts with customers.

Step1: identify the contract with customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for each of those rights and obligations.

Step 2: Identify the performance obligations in the contract: performance obligation in a contract is a promise to transfer a good or service to the customer

Step 3: Determine the transaction price Transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring the goods and services to a customer excluding amount collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation the Company will allocate the transaction price to each performance obligation in an amount that depicts the consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognize revenues as and when the entity satisfies the performance obligation

The Company recognizes revenue over time if any one of the following criteria is met:

The customer simultaneously receives and consumes the benefits provided by the Company performance as The Company performs.

The Company performance creates or enhances an asset that the customer controls as the asset is created or enhanced or

The Company performance does not create an asset with an alternative use to the Company and the entity has an enforceable right to payment for performance obligation completed to date.

The Company allocates the transaction price to the performance obligations in a contract based on the input method which requires the revenue recognition on the basis of the Company efforts or inputs to the satisfaction of the performance obligations. The Company estimates the total costs to complete the projects in order to determine amount of revenue to be recognized.

Impact of changes in accounting policies due to adoption of new standards (continued)

Revenue recognition (continued)

When the Company satisfies a performance obligation by delivering the promised goods and services, it creates a contract asset based on the amount of consideration earned by the performance. Where the amount of consideration received from the customer exceeds the amount of revenue recognized this gives rise to a contract liability

Revenue is measured at the fair value of consideration received or receivable, taking into account the contractually agreed terms of payment. The Company assesses its revenue arrangements against specific criteria to determine if it is acting as a principal or agent and has concluded that it is acting as a principal all of its revenue arrangements.

Revenue is recognized in the interim financial statements to the extent that it is probable that the economic benefits will flow to the Company and the revenue and costs, if and when applicable, can be measured reliably.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (continued)
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Critical accounting judgments and key sources of estimation uncertainty

The preparation of interim financial statements requires management to make judgments estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant Judgments made by management in applying the Company accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited annual financial interim statements for the year ended 31 December 2018, except for the adoption of IFRS 9 which has resulted in changes in accounting judgments for recognition of financial assets and Liabilities and impairment of financial assets, as set out below.

Critical judgments in applying the Company's accounting policies in respect of IFRS 9

Business model assessment: Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Company determines the business model at a level that reflects how Company s of financial assets were managed together to achieve a particular business objective. This assessment includes judgments reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of f he assets are compensated. Monitoring is part of the Company s continues assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

Significant increase of credit risk

ECLs are measured as an allowance equal to 12-month ECL for stage1 assets, or lifetime ECL assets for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. IFRS 9 does not define what constitutes a significant increase in credit risk. In assessing whether the credit risk of an asset has significantly increased the Company takes into account qualitative and quantitative reasonable and supportable forward looking information.

Establishing Company s of assets with similar credit risk characteristics

When ECLs are measured on a collective basis, the financial instruments are Company collected on the basis of shared risk characteristics (e g, instrument type, credit risk grade, collateral type, date of initial recognition, remaining term to maturity, industry, geographic location of the borrower, etc.). The Company monitors the appropriateness of the credit risk characteristics on an ongoing basis to assess whether they continue to be similar. This is required in order to ensure that should credit risk characteristics change there is appropriate re-segmentation of the assets. This may result in new portfolios being created or assets moving to an existing portfolio that better reflects the similar credit risk characteristics of that Company of assets. Re-segmentation of portfolios and movement between portfolios is more common when there is a significant Increase in credit risk (or when that significant increase reverses) and so assets move from 12-month to lifetime ECLs, or vice versa, but it can also occur within portfolios that continue to be measured on the same basis of 12month or lifetime ECLs but the amount of the ECLs changes because the credit risk of the portfolios differ.

Models and assumptions used

The Company uses various models and assumptions in measuring fair value of financial assets as well as in estimating ECL. Judgment is applied in identifying the most appropriate model for each type of asset, as well as for determining the assumptions used in these models, including assumptions that relate to key drivers of credit risk.

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Key sources of estimation uncertainty in respect of IFRS 9

The following are key estimations that the management has used in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognized in interim financial statements

Establishing the number and relative weightings of forward-looking scenarios for each type of product /market determining the forward looking information relevant to each scenario: When measuring ECL the Company uses reasonable and supportable forward looking information, which s based on assumptions for the future movement of different economic drivers and how these drivers will affect each other.

Probability of Default

PD constitutes a key input in measuring ECL. PD is an estimate of the likelihood of Default likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectations of future conditions.

Loss Given to Default

LGD is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements.

4. BANK DEPOSITS

	Deposits maturing within three months	Deposits maturing from three months to one year	Total	
In Jordan :			2019	2018
Jordan Kuwait Bank	2,365,247	325,000	2,690,247	2,766,474
Cairo Amman Bank	1,000,000	-	1,000,000	1,000,000
Jordan Commercial Bank	1,000,000	-	1,000,000	1,000,000
Invesment Bank	500,000	-	500,000	1,000,000
Audi Bank	999,993	-	999,993	999,993
Impact of expected credit loss IFRS 9	(9,732)		(9,732)	(9,732)
	5,855,508	325,000	6,180,508	6,756,735

The interest rates on deposits in Jordanian Dinar ranged from 3% to 5%.

The mortgaged deposits to the Ministry of Industry and Trade totaled JD 325,000 as of September 30, 2019 at the Jordan Kuwait Bank (2018: JD 325,000).

5. FINANCIAL ASSETS AT FAIR VALUE THROUGH THE INCOME STATEMENT

Financial assets at fair value through the income statement which been classified upon initial recognition as follows:

	2019	2018
Stock listed at total foreign market	481,517	397,297
	481,517	397,297

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NOTES TO THE INTREIM FINANCIAL STATEMENTS (continued)
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6. FINANCIAL ASSETS DESIGNATED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	2019	2018
Inside Jordan		
Listed stocks	679,037	637,131
Unlisted stocks	700,359	785,949
	<u>1,379,396</u>	<u>1,423,080</u>
Outside Jordan		
Stock listed at foreign market	816,604	840,189
Total	<u>2,196,000</u>	<u>2,263,269</u>

Amman International Center for Trading Improvement
(L.L.C)

Specialized for real estate investment and improvement.

-	10,000
840,322	683,975
<u>840,322</u>	<u>693,975</u>
<u>3,036,322</u>	<u>2,957,244</u>

7. CASH AND CASH AT BANKS

	2019	2018
Cash on hand	55,671	49,225
Cash at bank	870,572	1,569,221
	<u>926,243</u>	<u>1,618,446</u>

8. CHEQUES UNDER COLLECTION AND NOTES RECEIVABLES

	2019	2018
Cheques under collection	993,950	944,789
Notes receivables	506,014	56,542
Impact of expected credit loss IFRS 9	(4,492)	(4,492)
	<u>1,495,472</u>	<u>996,839</u>

The cheques under collection maturing date up to June 30, 2020.

9. NET – ACCOUNTS RECEIVABLE

	2019	2018
Policy holders	13,664,350	12,025,328
Agents	280,365	459,581
Brokers	30,893	32,015
following companies	3,474	-
Employees	90,903	70,360
Others	261,135	262,056
Allowance for doubtful account *	(1,250,000)	(1,203,135)
	<u>13,081,120</u>	<u>11,646,205</u>

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*The transaction on of allowance for doubtful account is as follows :

	2019	2018
Beginning balance	1,203,135	1,100,000
Additions	46,865	103,135
Disposals	-	-
Ending balance	1,250,000	1,203,135

10. REINSURANCE COMPANIES ACCOUNTS – DEBIT

	2019	2018
Local insurance company	1,570,313	1,542,788
Foreign reinsurance company	1,680,021	1,978,142
Provision for reinsurance account	(1,085,776)	(1,027,776)
	2,164,558	2,493,154

11. ACCOUNTS PAYABLE AND DEFERRED CHEQUES

	2019	2018
Policyholders	464,199	380,209
Agents payable	137,990	110,791
Associate company	45,393	817,368
Employees payable	7,683	6,397
Brokers	51,072	79,812
Deferred Cheques	3,862,441	2,840,087
Others	86,582	80,861
	4,655,360	4,315,525

12. REINSURERS ACCOUNTS PAYBLE

	2019	2018
Local insurance companies	199,395	193,659
Foreign reinsurers companies	1,033,996	1,067,279
	1,233,391	1,260,938

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13. INCOME TAX PROVISION

Accounts covered	2019					2018
	Beginning of the year balance	Amounts released	The amounts added	Balance, end of year	Deferred tax	Deferred tax
1. Deferred tax assets						
Unreported claims	2,486,328	-	66,883	2,553,211	16,052	18,843
Provision Allowance for doubtful	2,195,198	-	104,865	2,300,063	25,168	58,832
Provision For end-of-service indemnity	426,493	-	41,789	468,282	10,029	19,217
Total	5,108,019	-	213,537	5,321,556	51,249	96,892

*The transaction of deferred tax assets was as follows

	2019		2018	
	Assets	Liability	Assets	Liability
Balance at the begging at the year	1,225,924	-	1,129,032	-
Additions	51,249	-	96,892	-
Balance at year end	1,277,173	-	1,225,924	-

*The differed tax asset has been taken by 24% of various allowances, which is refundable at the opinion at management.

Transaction on the income tax provision was as follows:

	2019	2018
Balance beginning of the period/ year	205,342	317,094
Income tax paid	(342,917)	(433,531)
Provision for period/ year	309,815	321,779
Tax Provision for previous years	49,502	-
National contribution	25,795	-
	247,537	205,342

The status of income tax has been settled until the end of 2016. As for the years 2017 and 2018, the self-assessment statement has been submitted to the Department and has not been reviewed by the Department.

- In the opinion of the management of the company and the tax advisor, the provision for income tax is sufficient.

- The income tax shown in the income statement represents the following:

	2019	2018
Income tax payable on profit for the period / year *	(309,815)	(321,779)
Deferred tax assets	51,249	96,892
	(258,566)	(224,887)

JORDAN FRENCH INSURANCE COMPANY
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NOTES TO THE INTREIM FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
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Summary of the reconciliation of accounting profit with taxable profit:

	2019	2018
Accounting profit	1,289,609	1,326,976
Profit not subject to tax	(185,393)	(244,344)
Non – deductible tax expenses	131,529	170,701
Taxable profit	1,235,745	1,253,333
Income tax	296,579	300,800
Income tax is added to 10% of overseas investments	13,236	20,979
Income tax for the year	309,815	321,779

14. ACCUMULATED CHANGE IN FAIR VALUE

	2019	2018
Beginning balance	(42,517)	(1,098,551)
Change during the year	38,768	1,056,034
Net change during the year	38,768	1,056,034
Ending balance	(3,749)	(42,517)

15 .NET PROFIT FROM FINANCIAL ASSETS AND INVESTMENTS

	For the nine months ended September 30, 2019	For the nine months ended September 30, 2018
Revenue dividends from financial assets designated through income	34,295	46,063
Unrealized profit from financial assets designated	84,217	209,788
Interest income on financial assets at amortized cost	3,085	-
Losses / gains on financial assets at fair value through statement of other comprehensive income	(10,000)	124
	111,597	255,975

16. EARNING PER SHARE

	For the nine months ended September 30, 2019	For the nine months ended September 30, 2018
Net income for the year	1,005,248	780,934
Weighted average number of shares	9,100,000	9,100,000
The shares portion of net profit		
Basic	0,11	0,086
Dilute ¹	0,11	0,086

JORDAN FRENCH INSURANCE COMPANY
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NOTES TO THE INTREIM FINANCIAL STATEMENTS (continued)
FOR THE PERIOD ENDED SEPTEMBER 30, 2019
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17. RELATED PARTY TRANSACTIONS

The Company's transacted with the allied company, major shareholder, the Board of Directors, and the management within the company's main activities using commercial interest rates. All deferred sale account receivables and funds granted to related parties are effective and no provision was allocated.

	2019	2018
The terms of the balance sheet:		
Accounts receivable (major shareholders) *	4,583,748	4,102,228

The terms of the income statement:

Underwriting premiums (major shareholders)	4,550,460	3,053,984
Discontinued compensation (major shareholders)	2,339,386	2,820,731

* The major shareholders presend Jordan army force

-The specialized for medical expenses management (L.L.C) engaged auditing the medical claim and medical claim through the year 2018 amounted to JD 157,402 for the company.

-Top executive management and board of dorector (salary,bonuses, and other benefits) are as follows:

	2019	2018
Salaries and bonuses charged by senior management	834,699	834,699
The transportations of the members of the Board of Directors instead	34,300	46,200

18. CASH AND CASH EQUIVALENTS

	2019	2018
Cash on hand and at the bank	926,243	1,618,446
Addition: Deposits At Banks maturing within three months	6,180,508	6,756,735
Less: Due to Banks maturing within three months	2,428,097	2,244,718
Net cash and cash equivalents	4,678,654	6,130,463

19. LITGATIONS AGAINST THE COMPANY

The Company is litigated against in several legal cases, and the management has made provisions to face any contingencies.

20. APPROVAL OF INTERIM FINANCIAL STATEMENTS

The interim financial statements were approved by the Directors and authorized for issuance on October 27, 2019.

21. COMPARTIVE FIGURES

Certain figures for 2018 have been reclassified to conform with the presentation for the nine months ended September 30, 2019.

22. RECONCILIATIONS RELATED TO THE PERIOD

All significant reconciliations concerning the period of the interim financial statements have been made. Primiry operation outcomes do not indicate the actual outcomes of the year.