



بورصة عمان
السيد عمر
السيد كبريت
السيد سدر
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19/1396

التاريخ: 2019/7/29

السادة هيئة الأوراق المالية المحترمين

عمان - الأردن

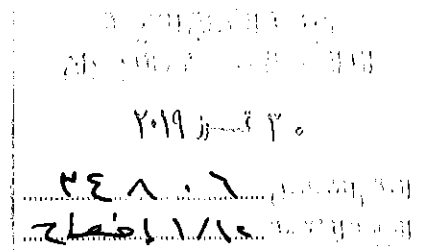
تحية طيبة وبعد ،

نرفق لكم بطيه القوائم المالية المرحلية الموجزة للسنة اشهر المنتهية في 2019/6/30 المراجعة من قبل مدقق حسابات الشركة السادة ديلويت أند توش.

واقبلوا فائق الإحترام ،،،،

عصام خليفات

مساعد المدير العام للشؤون المالية والإدارية



DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN

CONDENSED INTERIM
FINANCIAL STATEMENTS FOR
THE SIX-MONTH PERIOD ENDED
JUNE 30, 2019
TOGETHER WITH THE REVIEW REPORT

DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
JUNE 30, 2019

TABLE OF CONTENTS

	<u>Page</u>
Review Report	
Condensed Interim Statement of Financial Position	2
Condensed Interim Statement of Income	3
Condensed Interim Statement of Comprehensive Income	4
Condensed Interim Statement of Changes in Shareholders' Equity	5
Condensed Interim Statement of Cash Flows	6
Condensed Interim Statement of Underwriting Revenue For The General Insurance Activities	7
Condensed Interim Statement of Paid Claims Cost For The General Insurance Activities	8
Condensed Interim Statement of Underwriting Profit (loss) For The General Insurance Activities	9
Condensed Interim Statement of Underwriting Revenues For The Life Insurance Activities	10
Condensed Interim Statement of Paid Claims Cost For The Life Insurance Activities	11
Condensed Interim Statement Of Underwriting (loss) Profit For The Life Insurance Activities	12
Condensed Interim Statement of Financial Position For The Life Insurance Activities	13
Notes to the Condensed Interim Financial Statements	14 – 24

Review Report

AM/ 007043

To the Chairman and Members of the Board of Directors
Delta Insurance Company
(A Public Shareholding Limited Company)
Amman – Jordan

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Delta Insurance Company (A Public Shareholding Limited Company), as of June 30, 2019 and the related condensed interim statements of income, comprehensive income, changes in Shareholders' equity, and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory information. Management is responsible for the preparation and fair presentation of these condensed interim financial statements in accordance with International Financial Reporting Standards. Our responsibility is to express a conclusion on these condensed interim financial statements 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 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 interim financial statements are not prepared in all material respects in accordance with International Accounting Standard No. (34) Related to Interim Financial Reporting.

Emphasis of Matter

We draw attention to note (23) of the condensed interim financial statements which discloses the effect of an error in the preparation of the condensed interim financial statements issued in previous periods. Our conclusion is not modified in respect of this matter.

Other Matters

1. The Company's financial year ends on December 31 of each year. However, the condensed interim financial statements have been prepared for the purposes of management and Jordan Securities Commission purposes only.
2. The accompanying condensed interim financial statements are a translation of the original financial statements which are in the Arabic language, to which reference should be made.

Amman - Jordan
July 28, 2019

Deloitte & Touche (M.E.)
Deloitte & Touche (M.E.) – Jordan
ديلويت أند توش (الشرق الأوسط)
010103

DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

	Note	June 30, 2019 (Reviewed not Audited)	December 31, 2018
ASSETS		JD	JD
Deposits at banks - net	4	9,918,807	10,380,551
Financial assets at fair value through other comprehensive income	5	594,289	601,348
Financial assets at fair value through profit or loss	6	363,743	324,373
Financial assets at amortized cost - net	7	3,294,953	3,554,712
Investment property	8	2,623,803	2,623,803
Total Investments		16,795,595	17,484,787
Cash on hand and balances at banks		1,297,824	897,510
Cheques under collection		594,341	366,734
Receivables - net	9	4,745,745	3,323,536
Re-insurers' receivables - net	10	320,501	295,403
Deferred tax assets	15/B	451,210	433,120
Property and equipment - net	11	2,906,827	2,955,937
Intangible assets - net		12,909	10,620
Other assets	12	495,277	407,882
TOTAL ASSETS		27,620,229	26,175,530
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Unearned premiums reserve - net		4,995,187	4,866,387
Outstanding claims reserve - net		6,268,287	6,329,666
Mathematical reserve - net		470,500	217,034
Total Insurance Contracts Liabilities		11,733,974	11,413,087
Payables	13	1,308,345	1,143,137
Re-insurer's payables	14	1,784,752	1,505,353
End of service indemnity provision		313,532	305,628
Other liabilities	16	2,674,941	2,081,698
TOTAL LIABILITIES		17,815,544	16,448,903
SHAREHOLDERS' EQUITY			
Authorized and paid-up capital		8,000,000	8,000,000
Statutory reserve		1,586,624	1,586,624
Voluntary reserve		15,948	15,948
Financial assets at fair value valuation reserve		(175,432)	(168,372)
Retained earnings		292,428	292,427
Profit for the period		85,117	-
Total Shareholders' Equity		9,804,685	9,726,627
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		27,620,229	26,175,530

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

DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDESED INTERIM STATEMENT OF INCOME
(REVIEWED NOT AUDITED)

	Note	For the Three-Month Period		For the Six-Month Period	
		Ended June 30,		Ended June 30,	
		2019	2018	2019	2018
		JD	JD	JD	JD
Revenue:					
Gross written premiums - general insurance		3,612,050	3,156,117	7,880,758	6,289,302
Gross written premiums - life insurance		286,396	164,149	433,724	288,568
<u>Less:</u> Re-insurers' share general insurance		906,079	820,648	2,480,801	1,873,398
Re-insurers' share life insurance		70,907	67,289	84,890	79,856
Net Written Premiums		2,921,460	2,432,329	5,748,791	4,624,616
Net change in unearned premiums reserve		(45,588)	(109,952)	(128,800)	(2,766)
Net change in mathematical reserve		(152,500)	(32,240)	(253,466)	(52,349)
Net Earned Written Premiums		2,723,372	2,290,137	5,366,525	4,569,501
Commissions' revenue		239,176	138,798	534,004	379,052
Policy issuance fees		123,650	83,550	257,108	158,917
Interest revenue		248,435	188,003	422,142	375,839
Dividends income on financial assets at fair value through Other Comprehensive Income		23,312	20,360	23,312	20,360
Other revenue - net		63	(4)	62	(5,740)
Total Revenue		3,358,008	2,720,844	6,603,153	5,497,929
Claims, Losses and Expenses:					
Paid claims		2,984,031	2,964,578	6,294,840	6,296,440
<u>Less:</u> Recoveries		383,729	613,702	969,443	1,054,557
Re-insurers' share		613,088	296,027	945,611	726,044
Net Paid Claims		1,987,214	2,054,849	4,379,786	4,515,839
Net change in claims reserve		303,273	(53,891)	(61,379)	(624,599)
Allocated employees' expenses		302,589	302,078	536,436	546,606
Allocated general and administrative expenses		93,450	173,781	245,278	217,952
Administrative expenses - life insurance		97,750	-	165,668	151,930
Excess of loss premiums		-	-	95,156	93,174
Policy acquisition cost		242,245	149,410	610,437	299,916
Other expenses related to underwriting		142,832	56,059	268,464	121,210
Net Claims Costs		3,169,353	2,682,286	6,239,846	5,332,027
Unallocated employees' expenses		75,647	75,519	134,109	136,651
Depreciation and amortization		32,636	22,937	64,681	63,131
Unallocated general and administrative expenses		23,363	32,362	61,320	54,488
Expected credit loss provision		15,507	-	15,507	-
Financial assets revaluation losses through profit or loss		6,325	-	12,759	-
Provision for end-of-service indemnity		3,952	2,638	7,904	7,909
Total Expenses		157,430	133,456	296,280	262,179
Profit (Loss) for the Period before Tax		31,224	(94,898)	67,027	(86,277)
Tax surplus (income tax) for the period	15/A	5,030	(10,331)	18,090	(5,815)
Profit (loss) for the Period		36,254	(105,229)	85,117	(92,092)
Earnings per Share (loss) for the Period	17	0.005	(0/013)	0.011	(0.012)

Chairman of the Board of Directors

General Manager

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME

(REVIEWED NOT AUDITED)

	For the Six-Month	
	<u>Period Ended June 30,</u>	
	<u>2019</u>	<u>2018</u>
	JD	JD
Net profit (loss) for the period	85,117	(92,092)
Items will not be reclassified subsequently to the interim condensed statement of income:		
Net change in financial assets valuation reserve	<u>(7,060)</u>	<u>100,177</u>
Total Comprehensive Income for the Period	<u><u>78,057</u></u>	<u><u>8,085</u></u>

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(REVIEWED NOT AUDITED)

	Authorized	Financial Assets				Retained	Profit (Loss)	Total
	Paid-up	Statutory	Voluntary	Valuation	Earnings	for the Period		
	Capital	Reserve	Reserve	Reserve				
For the Six - Month Period Ended June 30, 2019	JD	JD	JD	JD	JD	JD	JD	JD
Balance - beginning of the period	8,000,000	1,586,624	15,948	(168,372)	292,428	-	-	9,726,628
Profit for the period	-	-	-	-	-	85,117	85,117	85,117
Net change in financial assets valuation reserve	-	-	-	(7,060)	-	-	-	(7,060)
Total Comprehensive (Loss) for the Period	-	-	-	(7,060)	-	85,117	85,117	78,057
Balance - End of the Period	8,000,000	1,586,624	15,948	(175,432)	292,428	85,117	85,117	9,804,685
For the Six - Month Period Ended June 30, 2018 (Restated)								
Balance - beginning of the period (as disclosed previously)	8,000,000	1,569,090	15,948	(327,433)	228,779	-	-	9,486,384
Effect of Implementing IFRS9 - net	-	-	-	-	(136,602)	-	-	(136,602)
Adjusted Balance as of January 1, 2018	8,000,000	1,569,090	15,948	(327,433)	92,177	-	-	9,349,782
(Loss) for the period	-	-	-	-	-	(92,092)	(92,092)	(92,092)
Net change in financial assets valuation reserve	-	-	-	100,177	-	-	-	100,177
Total Comprehensive (Loss) for the Period	-	-	-	100,177	-	(92,092)	(92,092)	8,085
Balance - End of the Period	8,000,000	1,569,090	15,948	(227,256)	92,177	(92,092)	(92,092)	9,357,867

* Retained earnings and profit for the period include an amount of JD 451,210 that is restricted against deferred tax assets as of June 30, 2019 (JD 433,120 as of December 31, 2018).

- An amount equivalent to the negative financial assets valuation reserve, which amounted to JD 175,432 is restricted from the retained earnings according to Jordan Securities Commission instructions.

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF CASH FLOWS
(REVIEWED NOT AUDITED)

		For the Six-Month Ended June 31,	
	Note	2019	2018
Cash Flows From Operating Activities:		JD	JD
Profit (loss) for the period before tax		67,027	(86,277)
Adjustments for Non Cash Items:			
Depreciation and amortization		64,681	63,131
(Gain) loss from sale of property and equipment		(63)	162
Net change in unearned premiums reserve		128,800	2,766
Net change in mathematical reserve		253,466	52,349
Net change in outstanding claims reserve		(61,379)	(624,599)
Expected credit loss provision		15,507	-
Revaluation losses for financial assets through profit or loss		12,759	-
Provision for end-of-service indemnity		7,904	7,909
Cash Flows from (used in) Operating Activities before Changes in Working Capital		488,702	(584,559)
(Increase) decrease in cheques under collection		(227,607)	9,799
(Increase) in receivables		(1,437,716)	(36,828)
(Increase) decrease in re-insurers' receivables		(25,098)	52,142
(Increase) decrease in other assets		(87,395)	97,140
Increase (decrease) in accounts payable		165,208	(219,821)
Increase in re-insurance payable		279,399	156,316
Indemnity in other liabilities		593,244	362,928
Net Cash Flows (used in) Operating Activities before Tax and End-of-Service Payments		(251,263)	(162,883)
Income tax paid	15/A	(26,315)	(49,456)
End of service indemnity paid provision		-	(22,345)
Net Cash Flows (used in) Operating Activities		(277,578)	(234,684)
Cash Flow From Investing Activities:			
Deposits at banks		(1,192,082)	(446)
(Purchase) of property and equipment		(18,072)	(11,587)
Proceeds from sale of equipment and property		(3,063)	200
(Purchase) of financial assets at fair value through other comprehensive income		-	(43,545)
(Purchase) of financial assets at fair value through profit and loss		(52,129)	-
Proceeds of financial assets matured at amortized cost -Net		259,759	-
Net Cash Flows (used in) Investing Activities		(1,005,587)	(55,378)
Net (Decrease) in Cash		(1,283,165)	(290,062)
Cash on hand and at bank - beginning of the period		5,935,596	5,346,449
Cash on Hand and at Bank - End of the Period	18	4,652,431	5,056,387

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING REVENUE FOR THE GENERAL INSURANCE ACTIVITIES

(REVIEWED NOT AUDITED)

	Motor		Marine and Transportation		Fire and Other Damages to Properties		Medical		Responsibility		Others		Credit		Total	
	For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Written premiums:																
Direct business	4,632,107	3,840,901	291,345	195,643	1,057,466	592,402	816,419	149,589	138,980	49,588	50,270	43,098	33,703	7,393,813	5,666,818	
Re-insurers' inward business	387,453	437,927	518	555	108,297	181,244	-	677	758	-	-	-	-	496,945	620,484	
Gross Premiums	5,019,560	4,278,828	291,863	196,198	1,165,763	774,646	816,419	150,666	139,738	49,588	50,270	43,098	33,703	7,890,758	6,289,302	
Less: Local re-insurers' share	347,839	360,785	-	-	130,342	7,039	-	176	-	-	1,889	-	-	478,357	366,713	
Foreign re-insurers' share	7,024	7,880	222,853	142,859	945,419	717,179	478,607	101,285	92,895	50,603	38,045	28,014	26,120	2,002,444	1,503,685	
Net Earned Premiums	4,664,697	3,910,163	69,010	53,339	90,002	49,828	337,812	49,205	46,843	(1,015)	10,436	15,084	7,583	5,399,857	4,415,904	
Add: Unearned premiums reserve - beginning of the period	4,432,436	4,005,901	83,466	146,196	1,245,631	1,214,782	264,146	82,268	74,029	524,033	39,514	255,336	305,478	6,887,316	6,001,946	
Less: Re-insurers share - beginning of the period	157,949	172,250	54,198	93,395	1,201,608	1,173,553	135,409	48,889	43,514	212,213	37,851	200,663	241,845	2,020,929	1,842,123	
Net Unearned Premiums Reserve - Beginning of the Period	4,264,487	3,833,651	29,268	54,801	44,023	41,229	128,737	39,379	30,515	311,820	1,652	54,673	63,633	4,866,387	4,159,823	
Add: Net premiums deficiency reserve - Beginning of the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Less: Unearned premiums reserve - end of the period	4,683,476	4,054,480	146,529	94,131	1,144,301	893,182	342,361	123,500	107,788	228,763	40,463	233,016	265,971	6,903,946	5,666,279	
Re-insurers' share - end of the period	158,953	170,027	112,658	65,568	1,064,403	847,291	196,817	83,131	68,673	95,567	34,259	177,230	213,076	1,508,759	1,503,690	
Net Unearned Premiums Reserve - End of the Period	4,524,523	3,884,453	35,871	29,063	59,898	45,791	145,544	40,369	39,115	133,195	6,210	55,786	56,895	4,995,187	4,162,889	
Less: Net premiums deficiency reserve - end of period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Revenue from the Underwritten Premiums	4,404,651	3,859,361	53,407	78,877	74,127	45,266	496,157	371,091	42,215	38,243	177,609	5,879	13,971	5,271,157	4,413,138	

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

DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
ANNAN - JORDAN

CONDENSED INTERIM STATEMENT OF PAID CLAIMS COST FOR THE GENERAL INSURANCE ACTIVITIES

(REVIEWED NOT AUDITED)

	Motor			Marine and Transportation			Fire and Other Damages to Properties			Medical			Responsibility			Others			Credit			Total		
	For the Six Month Period Ended June 30,			For the Six Month Period Ended June 30,			For the Six Month Period Ended June 30,			For the Six Month Period Ended June 30,			For the Six Month Period Ended June 30,			For the Six Month Period Ended June 30,			For the Six Month Period Ended June 30,			For the Six Month Period Ended June 30,		
	2019	2018		2019	2018		2019	2018		2019	2018		2019	2018		2019	2018		2019	2018		2019	2018	
	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Paid claims	4,749,324	4,519,545	39,773	74,298	163,472	126,702	956,708	858,294	11,239	168,552	3,391	9,060	350,476	539,989	6,275,483	6,296,440								
Less: Recoveries	509,261	481,217	39,769	304,433	151,000	15,486	-	-	1,925	850	-	1,550	267,488	251,221	969,443	1,054,557								
Local re-insurers' share	3,181	1,988	-	-	892	1,025	-	-	-	-	-	-	-	-	4,073	3,013								
Foreign re-insurers' share	322,210	7,319	(7,598)	(165,936)	(12,611)	94,828	547,869	472,450	6,158	83,093	2,606	6,759	67,453	224,488	925,727	723,031								
Net Paid Claims	3,914,672	4,028,591	6,592	(64,199)	24,191	15,363	411,139	385,844	3,256	84,809	785	751	15,535	64,280	4,376,170	4,515,839								
Add: Reported Outstanding Claims Reserve - End of the Period	6,115,418	6,346,508	99,472	118,292	555,655	422,311	275,169	186,917	146,577	146,171	2,333	-	467,913	888,875	7,668,147	8,091,074								
Unreported	1,050,000	975,000	3,000	3,000	1,500	1,500	76,461	67,222	7,000	7,000	200	200	5,000	5,000	1,143,161	1,058,922								
Less: Re-insurers share - Reported - end of the Period	411,316	1,028,174	83,814	90,595	510,402	376,225	173,976	90,634	69,612	65,960	1,654	-	370,721	696,788	1,621,495	2,348,376								
Re-insurers share -Unreported	-	-	-	-	-	-	45,525	43,091	-	-	180	180	4,000	4,000	49,705	47,271								
Recoveries	814,806	624,839	300	15,868	-	-	-	17,923	14,000	-	-	-	50,000	93,803	879,106	752,433								
Net Outstanding Claims Reserve - Ending of the Period	5,943,296	5,669,495	18,358	14,829	46,363	47,586	132,129	84,491	71,965	87,211	699	20	48,192	95,284	6,261,002	6,001,316								
Less: Reported Outstanding Claims Reserve - Beginning of the Period	6,420,922	6,832,904	162,448	73,052	474,893	413,769	151,632	142,942	153,645	234,857	6,367	-	639,936	1,118,278	8,009,843	8,615,801								
Unreported	1,000,000	1,000,000	3,000	3,000	1,500	1,500	92,766	18,042	7,000	7,000	200	200	5,000	5,000	1,109,486	1,094,742								
Less: Reported Re-insurers' share - Beginning of the Period	867,716	1,166,854	133,706	58,194	423,660	359,111	81,136	71,834	77,547	120,705	3,269	-	507,065	874,433	2,094,101	2,651,131								
Unreported	-	-	-	-	-	-	56,014	9,115	-	-	180	180	4,000	4,000	62,194	13,295								
Expected Recoveries	544,060	432,695	12,457	7,305	3,744	-	-	-	14,000	-	-	-	68,847	118,151	643,148	558,141								
Net Outstanding Claims Reserve - Beginning of the period	6,009,146	6,233,355	19,245	10,552	48,989	56,157	105,266	80,035	69,098	121,152	3,118	20	65,024	126,694	6,319,886	6,527,976								
Net Paid Claims Cost	3,848,822	3,464,121	5,705	(59,923)	21,565	6,732	438,002	390,300	6,123	50,668	(1,634)	751	(1,297)	36,870	4,317,286	3,899,727								

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)

AMMAN - JORDAN

CONDENSED INTERIM STATEMENT OF UNDERWRITING PROFIT (LOSS) FOR THE GENERAL INSURANCE ACTIVITIES

(REVIEWED NOT AUDITED)

	Motor		Marine and Transportation		Fire and Other Damages to Properties		Medical		Responsibility		Others		Credit		Total	
	For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,		For the Six Month Period Ended June 30,	
	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018
Net earned revenue from written premiums	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
	4,404,661	3,859,361	62,407	78,977	74,127	45,266	496,167	371,091	42,215	38,243	177,609	5,879	14,321	13,971	5,271,157	4,413,138
	3,848,822	3,464,121	5,705	(59,923)	21,565	6,792	438,002	390,300	6,123	50,868	(1,634)	751	(1,297)	36,870	4,317,286	3,889,779
Add: Commissions received	555,839	395,240	56,702	139,900	52,562	38,474	58,165	(19,209)	36,092	(12,625)	179,243	5,128	15,268	(22,549)	953,871	523,359
	2,706	881	74,013	47,393	207,252	110,265	228,486	203,635	15,667	12,673	3,429	1,571	2,451	2,612	534,004	379,030
	121,715	82,158	11,021	3,818	25,948	8,107	56,474	34,508	1,747	1,314	27,685	19,641	8,516	6,005	253,106	155,551
Insurance policies issuance fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,573)
Investment revenue related to underwriting accounts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	124,421	83,039	85,034	45,638	233,200	118,372	284,960	238,143	17,414	13,987	31,114	21,212	10,967	8,617	787,110	529,008
Less: Commissions paid	317,529	173,134	43,330	2,770	100,901	44,700	79,463	44,537	4,469	4,900	3,581	1,523	-	-	549,273	271,564
Excess of loss premiums	65,566	64,401	3,625	3,625	25,965	25,148	-	-	-	-	-	-	-	-	95,156	93,174
Administrative expenses related to underwriting accounts	471,931	497,335	27,440	22,804	109,603	89,969	109,082	94,894	14,165	16,242	4,662	5,855	4,052	3,917	740,935	731,016
Mandatory reserves interest	-	-	858	922	4,269	4,168	3,128	2,489	-	-	243	234	-	-	8,498	7,813
Other expenses	143,012	47,574	5,254	-	17,267	-	93,231	65,823	245	-	957	-	-	-	259,966	113,397
Total Expenses	998,038	782,444	80,507	30,121	258,005	163,985	284,904	207,743	18,879	21,142	9,443	7,612	4,052	3,917	1,653,828	1,216,964
Net Underwriting (Loss) Profit	(317,778)	(304,165)	61,229	154,417	77,757	(7,139)	58,221	11,191	34,627	(19,780)	200,914	18,728	22,183	(17,849)	87,153	(164,597)

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF UNDERWRITING
REVENUES FOR THE LIFE INSURANCE ACTIVITIES
(REVIEWED NOT AUDITED)

	For the Six Month Period Ended June 30,	
	2019	2018
	JD	JD
Written Premiums:		
Direct business	433,724	288,568
Gross Earned Premiums	433,724	288,568
<u>Less:</u> Foreign re-insurers' premiums	84,890	79,856
Net Earned Premiums	348,834	208,712
<u>Add:</u> Beginning of the period		
Mathenatical reserve	596,785	192,178
<u>Less:</u> Re-insurers' share	379,751	99,703
Net Mathematical Reserve	217,034	92,475
<u>Less:</u> End of the period		
Mathenatical reserve	1,066,681	398,545
<u>Less:</u> Re-insurers' share	596,181	253,721
Net Mathematical Reserve	470,500	144,824
Net Revenue Earned from Written Premiums	95,368	156,363

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF PAID CLAIMS COST
FOR THE LIFE INSURANCE ACTIVITIES
(REVIEWED NOT AUDITED)

	For the Six-Month Period Ended June 30,	
	2019	2018
	JD	JD
Paid claims	19,357	-
<u>Less: Foreign re-insurers' share</u>	<u>15,741</u>	<u>-</u>
Net Paid Claims	<u>3,616</u>	<u>-</u>
<u>Add: Outstanding claims reserve - end of the period</u>		
Reported	14,028	45,234
Unreported	5,000	5,000
<u>Less: Re-insurers' share</u>	<u>11,743</u>	<u>37,938</u>
Net Outstanding Claims Reserve - End of the Period	<u>7,285</u>	<u>12,296</u>
Reported beginning of the period outstanding claims reserve	26,770	31,884
Unreported beginning of the period outstanding claims reserve	5,000	5,000
<u>Less: Re-insurers' share</u>	<u>21,990</u>	<u>26,049</u>
Net Outstanding Claims Reserve - Beginning of the Period	<u>9,780</u>	<u>10,835</u>
Net Paid Claims Cost	<u>1,121</u>	<u>1,461</u>

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF
UNDERWRITING PROFIT (LOSS) FOR THE LIFE INSURANCE ACTIVITIES
(REVIEWED NOT AUDITED)

	For the Six-Month Period Ended June 30,	
	2019	2018
	JD	JD
Net earned revenue from written premiums	95,368	156,363
<u>Less:</u> Net paid claims cost	<u>1,121</u>	<u>1,461</u>
	94,247	154,902
<u>Add:</u> Commissions received	-	22
Insurance policies issuance fees	4,003	3,366
Investment revenue related to underwriting accounts	-	13,956
Total Revenues	4,003	17,344
<u>Less:</u> Commissions paid	<u>61,164</u>	<u>28,352</u>
Administrative expenses related to direct underwriting accounts	165,668	151,930
Administrative expenses related to underwriting accounts	<u>40,778</u>	<u>33,541</u>
Total Expenses	<u>267,610</u>	<u>213,823</u>
Net Underwriting (Loss)	<u>(169,360)</u>	<u>(41,577)</u>

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DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN - JORDAN
CONDENSED INTERIM STATEMENT OF FINANCIAL
POSITION FOR THE LIFE INSURANCE ACTIVITIES

<u>ASSETS</u>	June 30, 2019 (Reviewed not Audited)	December 31, 2018
	JD	JD
Deposits at banks	-	-
	-	-
Cash on hand and balances at banks	318,437	135,116
Cheques under collection	24,122	-
Accounts receivable	339,117	298,532
Other assets	5,571	5,569
TOTAL ASSETS	687,247	439,217
 <u>LIABILITIES AND HEAD OFFICE EQUITY</u>		
<u>LIABILITIES</u>		
Accounts payable	20,779	15,632
Re-insurers' payables	69,304	80,942
Other liabilities	1,253	41,396
 <u>TECHNICAL RESERVES</u>		
Net mathematical reserve	470,500	217,034
Net unreported outstanding claims reserve	7,286	9,780
Total technical reserves	477,786	226,814
TOTAL LIABILITIES	569,122	364,784
 <u>HEAD OFFICE'S EQUITY</u>		
Head Office current account	287,485	138,012
Net underwriting (loss)	(169,360)	(63,579)
Total Head Office's Equity	118,125	74,434
TOTAL LIABILITIES AND HEAD OFFICE'S EQUITY	687,247	439,217

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

DELTA INSURANCE COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AMMAN – JORDAN
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
(Reviewed not Audited)

1. General

- a. Delta Insurance Company was registered during the year 1976 as a Jordanian Public Shareholding Company in accordance to the companies' law No. (22) For the year 1997 with a registration number of (109) with an authorized and paid-up capital of JD 200,000 divided into 200,000 shares at par value of one Jordanian Dinar per share. The Company's capital increased gradually to become JD 8,000,000 divided into 8,000,000 shares during the year 2008.
- b. The Company is located in Jabal Amman, third circle, P.O. Box 3055 Amman – 11181 Jordan.
- c. The Company's main activity is engaging in all insurance business streams, including vehicles, marine and transportation, fire and other damages, liability, medical, credit, other insurance stream and life insurance.
- d. The condensed interim financial statements for the period ended June 30, 2019 were approved by the Board of Directors decision dated July 22, 2019.

2. Basis of preparation

a. Basis of preparation of the Financial Statements

- The condensed interim financial statements have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting", and in accordance to the local laws in force, as well as the form prescribed by the Insurance Management.
- The interim financial statements are prepared according to the historical cost convention except for the financial assets and financial liabilities which are presented at fair value at the date of the condensed interim financial statements and the hedged financial assets and liabilities are presented in fair value.
- The Jordanian Dinar is the presentation currency for the financial statements and it represents the functional currency for the Company.
- The condensed interim financial statements do not include all the information and disclosures required for the annual financial statements prepared according to the International Financial Reporting Standards. In addition, the results of the Company's operations for the six-month period ended on June 30, 2019 do not necessarily represent an indication of the expected results for the year ending December 31, 2019.
- The Company did not deduct any statutory reserves in accordance with the Companies' Laws and the Regulations issued for the profit of the six- month period ended June 30, 2019 as these financial statements are interim statements and the deductions are made at the end of the fiscal year.

b. Change in Accounting Policies

The accounting policies adopted in preparing the condensed interim financial statements are consistent with those applied in the year ended December 31, 2018 except for the effect of the adoption of the new and revised standards which are applied on or after the first of January of 2019 as follow:

a. Amendments with no material effect on the condensed interim financial statements of the Company:

Annual Improvements to IFRS Standards 2015 – 2017

The improvements include the amendments on IFRS 3 "Business Combinations" and IFRS 11 "Joint Arrangements" and IAS 12 "Income Taxes" and IAS 23 "Borrowing costs".

IFRIC 23 Uncertainty on the Treatment of Income Tax

The interpretation clarifies the determination of taxable income (taxable loss), tax bases, unused tax losses, unused tax benefits and tax rates when there is uncertainty about the treatment of income tax under IAS 12 and specifically addresses:

- Whether the tax treatment should be considered in aggregate;
- Assumptions regarding the procedures for the examination of tax authorities;
- Determine taxable income (taxable loss), tax basis, unused tax losses, unused tax exemptions, and tax rates;
- The impact of changes in facts and circumstances.

Amendments to IFRS 9 Financial Instruments

The amendments allow companies to measure particular prepaid financial assets with so-called negative compensation at amortized cost (or at fair value through other comprehensive income) even with negative compensation payments.

Amendments to IAS 28 Investment in associate and joint venture

The amendments relating to the long term interests in an associate or joint venture. The amendments clarify that an entity applies IFRS 9 Financial Instruments to long-term interests in an associate or joint venture that form part of the net investment in the associate or joint venture but to which the equity method is not applied.

Amendments to IAS 19 Employee Benefits

This amendments relate to the amendments in Plan Amendment, Curtailment or Settlement

b. Amendments effective on the condensed interim financial statements of the Company

IFRS 16 Leases

The Company applied the IAS 16 "Leases" which replaced the accounting policies and disclosures applicable to leases, including IAS 17 "Leases " and the international interpretation 4 determining whether an arrangement involving a lease" and interpretation of the Commission on previous interpretations (15) "operating lease contracts-Incentives" and interpretation of the Commission on previous interpretations (27) "the assessment of the substance of the transactions that take the legal form of the Lease".

The IFRS 16 was issued in January 2016 and is in effect for financial periods commencing on or after the first of January 2019. The IFRS 16 states that all leases and associated contractual assets and liabilities must generally be recognized in the financial position of the Company, unless the term of the lease is 12 months or less or a lease for low-value assets. Therefore, the classification required under IAS (17) "Leases" in the operating or financing leases was cancelled for leases. For each lease, the lessee recognizes a liabilities against future rental obligations. In contrast, the right to use the leased asset is capitalized, which is generally equivalent to the present value of future lease payments plus the costs directly charged and extinguished over the useful life.

The Company chose to use the simplified and permitted method under the IFRS (16) when applying the IFRS (16) for the first time on an individual operating lease contract (for each lease), the right to use assets was measured in general in the lease commitment amount using the first-time interest rate.

The Company has assess the scope of the International Financial Reporting Standard (16), and there were no material impact on the condensed interim financial statements.

3. Use of Estimates

Preparation of the condensed consolidated interim financial statements and application of the accounting policies require the Company's management to perform assessments and assumptions that affect the amounts of financial assets and financial liabilities and to disclose all contingent liabilities. Moreover, these assessments and assumptions affect revenues, expenses, provisions in general, expected credit loss, and changes in fair value presented on the condensed interim statement of comprehensive income and within, shareholders' equity. 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 mentioned 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 estimates used for preparing the condensed interim financial statements are reasonable and consistent with the estimates used in preparing the financial statements for the year 2018.

4. Deposits at Banks- Net

This item consists of the following:

	June 30, 2019			December 31, 2018	
	Deposits Maturing within one Month	Deposits Maturing after One to Three Months	Deposits Maturing after Three Months to a Year	Total	Total
	JD	JD	JD	JD	JD
Inside Jordan:					
Capital Bank of Jordan	325,000	-		325,000	2,815,671
Societe General Bank *	199,607	-	3,983,406	4,183,013	2,608,086
Bank al Etihad	3,155,000	-		3,155,000	3,461,000
Cairo Amman Bank	-	-	1,000,000	1,000,000	1,500,000
Invest Bank	-	-	1,260,000	1,260,000	-
	3,679,607	-	6,243,406	9,923,013	10,384,757
<u>Less: Expected credit loss provision</u>	<u>(1,560)</u>	<u>-</u>	<u>(2,646)</u>	<u>(4,206)</u>	<u>(4,206)</u>
	<u>3,678,047</u>	<u>-</u>	<u>6,240,760</u>	<u>9,918,807</u>	<u>10,380,551</u>

- Interest rates on deposits in Jordanian Dinar ranged from 4.75% to 6.50% during the period ended June 30, 2019.
- Deposits collateralized to the order of the Director of the Insurance Management, in addition to his position, amounted to JD 325,000 as of June 30, 2019 and December 31, 2018 and are held at Capital Bank of Jordan.
- This amount within deposits that matured during one month amounting to JD 199,607 represents cash collaterals against credit insurance.

5. Financial Assets at Fair Value through Other Comprehensive Income

This item consists of the following:

	June 30, 2019	December 31, 2018
<u>Inside Jordan</u>	JD	JD
Listed shares	267,136	274,218
	<u>267,136</u>	<u>274,218</u>
<u>Outside Jordan</u>		
Listed shares	327,153	327,130
	<u>327,153</u>	<u>327,130</u>
	<u>594,289</u>	<u>601,348</u>

6. Financial Assets at Amortized Cost

This item consists of the following:

	June 30, 2019	December 31, 2018
<u>Outside Jordan</u>	JD	JD
Investment fund *	363,743	324,373
	<u>363,743</u>	<u>324,373</u>

- * The Company signed an agreement during the year 2015 with Gulf Capital for Investment which was established in Cayman Islands to invest in one of its funds in an amount of USD 1,400,000 which is equivalent to JD 994,000. The amount of JD 363,743 represents the fair value of the investment at the date of the condensed interim financial statements which is approximate to its fair value based on the latest available financial information from the fund's management.

7. Financial Assets at Amortized Cost- Net

This item consists of the following:

	June 30, 2019	December 31 2018
<u>Inside Jordan</u>	JD	JD
The Jordanian Government treasury bonds*	1,275,152	1,275,152
Capital Bank of Jordan bonds	-	781,000
Arab International Hotel Company's bonds **	1,000,000	1,000,000
Jordan Ahli Bank bonds***	500,000	500,000
BINDAR****	450,000	-
<u>Outside Jordan</u>		
Petroleos Mexicanos USD BOND*****	71,241	-
Financial Assets at Amortized Cost	<u>3,296,393</u>	<u>3,556,152</u>
<u>Less: Expected credit loss provision</u>	<u>(1,440)</u>	<u>(1,440)</u>
	<u>3,294,953</u>	<u>3,554,712</u>

- * The maturity of the Jordanian Government treasury bonds extend till January 31, 2027 and it's in the U.S dollar which has a fixed return of 6.125% and is paid on two instalments, during the bond life.
- ** The Arab International Hotels bonds mature on January 29, 2022 with a fixed return and interest rate of 5.5% and are paid on two instalments; on January 29 and July 29, during the bond life and which is listed on Amman Stock Exchange and issued in Jordanian Dinar.
- *** Jordan Ahli Bank bonds mature on October 12, 2023 with an interest rate ranging from 7.50% to 7.75% for the period, and are paid on two instalments; on October 12 and April 12, during the bond life, which is listed on Amman Stock Exchange and issued in Jordanian Dinar.
- **** BINDAR bonds matures on June 21, 2020 with a fixed return and interest rate of 7.00%, and are paid on two instalments; on June 20 and December 20, during the bond life, which is listed on Amman Stock Exchange and issued in Jordanian Dinar.
- ***** Petroleos Mexicanos bonds matures on August 4, 2026 with a fixed return and interest rate of 6.875%, and are paid on two instalments; on April 8 and August 8, during the bond life , and are listed in many European and American markets and issued in United States Dollars.

8. Investment Property

This item represents the cost of a plot of land that was bought during the years 2011, for JD 1,340,863 in addition to the cost of plot of land that was bought during the year 2015 for JD 1,282,940. The plots were evaluated during the year 2018 by three certified appraisers in accordance to the laws and regulations of the Insurance Management (Previously Jordan Insurance Committee), and their average estimated market value amounted to JD 1,431,629 and JD 1,367,330 respectively.

9. Receivables - Net

This item consists of the following:

	June 30, 2019	December 31, 2018
	JD	JD
Policyholders receivable	4,359,434	2,912,201
Agents receivable	472,341	540,495
Employees receivable	19,144	16,461
Other receivables	105,372	59,603
Total	4,956,291	3,528,760
<u>Less: Expected credit loss provision*</u>	<u>(210,546)</u>	<u>(205,224)</u>
	<u>4,745,745</u>	<u>2,323,536</u>

The aging of receivables is as follows:

	June 30, 2019	December 31, 2018
	JD	JD
Less than 90 days	2,694,526	2,450,433
From 91 to 180 days	1,077,957	582,574
From 181 to 360 days	1,074,149	403,215
More than 360 days	109,659	92,538
	<u>4,956,291</u>	<u>3,528,760</u>

* The movement on the expected credit loss provision was as follows:

	June 30, 2019	December 31, 2018
	JD	JD
Balance at the beginning of the period/year (As disclosed Previously)	205,224	82,017
Net impact of implementation of IFRS(9)	-	120,978
Restated Balance at the Beginning of the Period	205,224	202,995
Provision during the period	5,322	2,229
Balance at the End of the Period/Year	210,546	205,224

10. Re-insurers' Receivables - Net

This item consists of the following:

	June 30, 2019	December 31, 2018
	JD	JD
Local insurance companies	279,505	200,099
Foreign re-insurance companies	145,702	189,825
	425,207	389,924
<u>Less:</u> Provision for expected credit losses*	(104,706)	(94,521)
	320,501	295,403

* The movement on the expected credit loss provision was as follows:

	June 30, 2019	December 31, 2018
	JD	JD
Balance at the beginning of the period/year (As disclosed Previously)	94,521	43,681
Net impact of implementation of IFRS(9)	-	50,580
Restated Balance at the Beginning of the Period	94,521	94,261
Provision during the period	10,185	260
Balance at the End of the Period/Year	104,706	94,521

11. Property and Equipment - net

Additions to property and equipment amounted to JD 18,072 for the period ended June 30, 2019. Moreover, disposals on property and equipment amounted JD 3,000 for the period ended June 30, 2019

12. Other Assets

This item consists of the following:

	June 30, 2019	December 31, 2018
	JD	JD
Prepaid expenses	49,732	23,955
Refundable deposits	12,542	2,542
Accrued revenues	168,540	169,980
Income tax deposits	91,915	65,600
Payments to suppliers	172,548	145,805
	495,277	407,882

13. Payables

This item consists of the following:

	June 30, 2019	December 31, 2018
	JD	JD
Agents payables	560,453	720,949
Garages and parts payables	88,293	93,136
Policyholders payables	629,122	318,727
Employee and other payables	30,477	10,325
	<u>1,308,345</u>	<u>1,143,137</u>

14. Re-insurers' Payables

This item consists of the following:

	June 30, 2019	December 31, 2018
	JD	JD
Local insurance companies	498,943	363,525
Foreign re-insurance companies	1,285,809	1,141,828
	<u>1,784,752</u>	<u>1,505,353</u>

15. Income Tax

a. Income tax provision

- Movement on the income tax provision was as follows:

	June 30, 2019	December 31, 2018
	JD	JD
Balance at the beginning of the period / year	-	-
Income tax paid	(4,320)	-
Income tax expense for the period / year	-	-
Prepaid income tax	(21,995)	(34,454)
Transferred to income tax deposits	26,315	34,454
Balance at the End of the Period / Year	<u>-</u>	<u>-</u>

- Summary of income tax in the condensed interim statement of income is as follows:

	For the Six-Month Period Ended June 30,	
	2019	2018
	JD	JD
Deferred tax assets	18,090	4,516
	<u>18,090</u>	<u>4,516</u>

- The Company reached a final settlement with the Income and Sales Tax Department up to the end of the year 2016, and has submitted its income tax returns for the year 2017 and 2018, however, the tax returns have not been reviewed yet by the Income and Sales Tax Department to date.
- Income tax provision has been calculated in accordance with the prevailing Income Tax Law number (38) for the year 2018 which has been effective from January 1, 2019. In the opinion of the management and the tax advisor, the provision recorded in the condensed interim financial statements is sufficient to meet any future tax obligations due to the existence of accepted tax losses.

B. Deferred Tax Assets:

The details are as follows:

Included Accounts Deferred Tax Assets	For the Six-Month Period Ended June 30, 2019				December 31, 2018	
	Balance at the Beginning of the Period	Amounts Released	Additions	Balance at the End of the Period	Deferred Tax	Deferred Tax
	JD	JD	JD	JD	JD	JD
Provision for expected credit loss	307,927	-	15,507	323,434	84,093	80,061
End-of-service indemnity provision	305,628	-	7,904	313,532	81,518	79,463
Unreported outstanding claims provision	<u>1,052,292</u>	<u>3,835</u>	<u>50,000</u>	<u>1,098,457</u>	<u>285,599</u>	<u>273,596</u>
	<u>1,665,847</u>	<u>3,835</u>	<u>73,411</u>	<u>1,735,423</u>	<u>451,210</u>	<u>433,120</u>

- According to the prevailing Income Tax Law number (34) for the year 2014 in Jordan. An effective tax rate of 26% has been used to calculate the deferred taxes as of June 30, 2019 and December 31, 2018.
- In the opinion of the Company's management and its tax advisor, the booked provisions are sufficient to cover any potential tax liabilities that may arise.

16. Other Liabilities

This item consists of the following:

	June 30, 2019 JD	December 31, 2018 JD
Accrued expenses	36,005	48,889
Undue premiums	1,687,563	1,055,249
Board of directors' remuneration	-	22,531
Reinsurers' deposits	809,464	234,509
Others	<u>141,609</u>	<u>720,519</u>
	<u>2,674,941</u>	<u>2,081,697</u>

17. Earnings per Share Profit \ (Loss) for the Period

Earnings per share profit (loss) are computed by dividing the profit (loss) for the period by the average number of outstanding shares during the period; the details are as follows:

	For the Three Month Period Ended June 30,		For the Six-Month Period Ended June 30,	
	2019	2018	2019	2018
	JD	JD	JD	JD
Net profit (loss) for the period	36,258	(105,229)	85,117	(92,092)
Average number of outstanding shares	<u>8,000,000</u>	<u>8,000,000</u>	<u>8,000,000</u>	<u>8,000,000</u>
Basic and diluted earnings per share (loss) for the period – Jordanian Dinar	<u>0/005</u>	<u>(-/013)</u>	<u>-/011</u>	<u>(-/012)</u>

18. Cash and Cash Equivalent

This item consists of the following:

	June 30,	
	2019	2018
	JD	JD
Deposits at banks maturing within three months	3,679,607	5,255,231
Cash on hand and balances at banks	1,297,824	126,156
<u>Less:</u> Collateralized deposits to the order of the General Director of the Insurance Management	<u>(325,000)</u>	<u>(325,000)</u>
	<u>4,652,431</u>	<u>5,056,387</u>

19. Transactions with Related Parties

The Company engaged in transactions with the major shareholders, members of the Board of Directors and the executive management within the company's normal activities.

- Below is a summary of transactions with related parties during the period / year:

	June 30, 2019	December 31, 2018
	JD	JD
<u>Condensed Interim Statement of Financial Positions items:</u>		
Accounts receivable	151,171	523,424
Accounts payable	73,596	60,563

	For the Six-month Period Ended June 30,	
	2019	2018
	JD	JD
<u>Condensed Interim Statement of Income Items:</u>		
Underwriting premium revenues	240,822	147,409
Paid claims	73,043	25,098

- Below is a summary of the top managements benefits (salaries, bonuses, and other benefits):

	For the Six Month Period Ended June 30,	
	2019	2018
	JD	JD
<u>Item</u>		
Other salaries and bonuses	357,969	411,348

20. Information on Geographical Distribution

The following is the distribution of the Company's assets and liabilities according to geographical sector:

	June 30, 2019		December 31, 2018	
	Assets	Liabilities and Owners' Equity	Assets	Liabilities and Owners' Equity
	JD	JD	JD	JD
Inside Jordan	26,712,390	25,524,956	25,334,201	24,313,181
Outside Jordan	907,839	2,095,273	841,328	1,862,348
Total	<u>27,620,229</u>	<u>27,620,229</u>	<u>26,175,529</u>	<u>26,175,529</u>

The Company's assets and liabilities returned to accounts receivable and payable and reinsurers according to sectors are as follows:

Sector	June 30, 2019		December 31, 2018	
	Assets	Liabilities	Assets	Liabilities
	JD	JD	JD	JD
Private sector	5,381,498	3,093,097	3,985,673	2,648,490
Total	5,381,498	3,093,097	3,985,673	2,648,490

21. Lawsuits against the Company

There are lawsuits against the Company claiming compensation on various accidents and lawsuits at courts amounted JD 435,713 and the outstanding claims provision against those accidents totalled around JD 1,803,195 as of June 30, 2019 (JD 1,748,661 as of December 31, 2018). In the opinion of the Company's management and its lawyer, the outstanding claims reserve booked in the condensed interim financial statement are sufficient to cover any liabilities.

22. Contingent Liabilities

- As of the date of the condensed interim statement of financial position, the Company was contingently liable for bank guarantees with an amount of JD 3,120.
- There are contingent liabilities for an investment in Gulf Capital Investment Funds that amounted to JD 630,257 which represents the difference between Company's portion of the fund and the actual invested amount.

23. Comparative Figures

During the six-months period ended June 30, 2019, the Company's management adjusted the comparative figures for the six-months period ended June 30, 2018 to be in accordance with IAS (8) "Accounting Policies and Changes in Accounting Estimates and Errors", The restatement impacted the statement of Changes in Shareholders' Equity for the six-month ended June 30, 2019 as a result of errors in respect to the calculation and the initial application of the expected credit loss which is included in IFRS(9) Related to financial instruments.

The impact of the adjustments is as follows:

	June 30, 2018		
	Balance before Adjustments	Adjustments Effect	Restated Balance
<u>Condensed interim shareholders' equity</u>	JOD	JOD	JOD
Retained Earnings	228,779	(136,602)	92,177

24. Fair Value Hierarchy

A. Fair value of financial assets and financial liabilities that are measured at fair value on a recurring basis.

Some of the financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair value of these financial assets and financial liabilities are determined (valuation techniques and key inputs).

Financial Assets/Financial Liabilities	Fair Value		Fair Value Hierarchy	Valuation Techniques and Key Inputs	Significant Unobservable Inputs and Fair Value	Relationship between Significant unobservable Inputs and Fair Value
	June 30, 2019	December 31, 2018				
	JD	JD				
Financial assets at fair value:						
Financial assets at fair value through other comprehensive income						
Investment Fund-outside Jordan	363,743	324,373	Not Determined	Not determined	Not Applicable	Not Applicable
	<u>363,743</u>	<u>324,373</u>				
Financial assets at fair value through other comprehensive income						
Shares with available market values - Inside and outside Jordan	594,289	601,349	level 1	Declared Prices in the financial market	Not Applicable	Not Applicable
	<u>594,289</u>	<u>601,349</u>				
Total Financial Assets	<u>958,032</u>	<u>925,722</u>				

There were no transfers between level 1 and level 2 during the period.

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

Except to what is mentioned in the table below, we believe that the carrying amounts of the financial assets and liabilities presented in the Company's interim financial statements approximate their fair values. The Company's management believes that book value are equivalent to their fair value approximately due to either their short term maturity or that their interest rates are repriced during the year.

	June 30, 2019		December 31, 2018		Fair Value Hierarchy
	Book Value	Fair Value	Book Value	Fair Value	
	JD	JD	JD	JD	
Financial assets not designated at fair value					
Deposits at banks	9,918,807	10,023,363	10,380,551	10,469,919	Level 2
Investment property	2,623,803	2,798,959	2,623,803	2,798,959	Level 2
Financial assets at amortized cost	3,294,953	3,358,937	3,554,712	3,635,324	Level 2
Total Financial assets with no designated fair value	<u>15,837,563</u>	<u>16,181,259</u>	<u>16,559,066</u>	<u>16,904,202</u>	

For the above mentioned items, the fair values of the financial assets have been determined for level 2 in accordance with the generally accepted pricing models based reflects the credit risk of counterparties.