

ARAB BANKING CORPORATION (JORDAN)

(PUBLIC SHAREHOLDING COMPANY)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(REVIEWED NOT AUDITED)

30 JUNE 2026



Ernst & Young Jordan

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**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
TO THE BOARD OF DIRECTORS OF ARAB BANKING CORPORATION (JORDAN)
AMMAN - JORDAN**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Arab Banking Corporation (Jordan) (Public Shareholding Company) and its subsidiary together referred to as (the Group) as of 30 June 2026, comprising the interim condensed consolidated statement of financial position as of 30 June 2026, interim condensed consolidated income statement, interim condensed consolidated statement of comprehensive income for the three and six-month period then ended, interim condensed consolidated statement of changes in shareholders' equity and interim condensed consolidated statement of cash flows for the six-months period then ended and explanatory notes. Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS no. (34) (Interim Financial Reporting). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements no. (2410), "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with International Accounting Standard no. (34).

Amman – Jordan
27 July 2026

ERNST & YOUNG
Amman - Jordan

ARAB BANKING CORPORATION (JORDAN)
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Notes	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
<u>Assets</u>			
Cash and balances at the Central Bank of Jordan	5	165,911,999	200,007,585
Balances at banks and financial institutions - net	6	119,668,417	146,126,075
Direct credit facilities - net	9	798,026,722	831,338,484
Financial assets at fair value through other comprehensive income	7	66,286,697	68,817,576
Financial assets at amortized cost - net	8	245,720,515	212,595,063
Property and equipment - net		29,489,378	30,419,139
Intangible assets - net		936,744	892,483
Right of use assets	10 - a	3,215,966	3,411,970
Deferred tax assets	15 - c	6,060,324	6,720,436
Other assets	11	42,383,294	20,313,698
Total Assets		1,477,700,056	1,520,642,509
<u>Liabilities and Shareholders' Equity</u>			
Liabilities:			
Banks' and financial institutions' deposits		117,695,832	111,265,324
Customers' deposits	12	1,048,522,701	1,097,369,463
Cash margins	13	51,681,154	53,548,291
Borrowed funds	14	48,191,112	48,907,894
Sundry provisions		272,167	297,077
Income tax provision	15 - a	465,304	841,461
Deferred tax liabilities	15 - d	790,480	618,064
Lease liabilities	10 - b	3,148,828	3,320,792
Other liabilities	16	37,060,153	37,031,293
Total Liabilities		1,307,827,731	1,353,199,659
Shareholders' Equity			
Paid-in Capital	17	110,000,000	110,000,000
Share premium		66,943	66,943
Statutory reserve	18	32,315,670	32,315,670
Voluntary reserve	18	197,281	197,281
Fair value reserve - net	19	915,930	543,537
Retained earnings	20	24,319,419	24,319,419
Profit for the period		2,057,082	-
Total Shareholders' Equity		169,872,325	167,442,850
Total Liabilities and Shareholders' Equity		1,477,700,056	1,520,642,509

The accompanying notes from 1 to 33 are part of these interim condensed consolidated financial statements and should be read with them

ARAB BANKING CORPORATION (JORDAN)
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Notes	For the three-months ended		For the six-months ended	
		30 June		30 June	
		2026	2025	2026	2025
		JD	JD	JD	JD
Revenues					
Interest income	22	23,535,006	23,934,419	47,364,298	47,772,781
Interest expense	23	(14,483,921)	(15,138,267)	(29,268,493)	(30,396,354)
Net interest income		9,051,085	8,796,152	18,095,805	17,376,427
Net commission income		896,536	672,421	1,566,245	1,419,221
Net interest and commission income		9,947,621	9,468,573	19,662,050	18,795,648
Foreign currencies income - net		407,365	358,932	932,888	680,841
Cash dividends from financial assets at fair value through other comprehensive income	24	19,951	13,471	42,901	42,971
Other income		1,097,263	1,023,940	2,080,651	1,832,752
Gross income		11,472,200	10,864,916	22,718,490	21,352,212
Expenses					
Employees expenses		4,217,667	3,990,315	8,550,878	8,544,328
Depreciation and amortization		768,712	851,382	1,529,897	1,719,033
Other expenses		3,411,065	3,027,916	7,060,706	6,374,877
Provision for (recovered from) expected credit losses	21	1,740,663	2,129,517	2,630,389	(1,139,144)
Sundry provisions		56,841	-	56,841	-
Total expenses		10,194,948	9,999,130	19,828,711	15,499,094
Profit for the period before income tax		1,277,252	865,786	2,889,779	5,853,118
Income tax expense	15- b	(329,837)	(292,710)	(832,697)	(2,175,728)
Profit for the period		947,415	573,076	2,057,082	3,677,390
		JD/ Share	JD/ Share	JD/ Share	JD/ Share
Basic and diluted earnings per share from the profit for the period	25	0.009	0.005	0.019	0.033

The accompanying notes from 1 to 33 are part of these interim condensed consolidated financial statements and should be read with them

ARAB BANKING CORPORATION (JORDAN)
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

	For the three-months ended 30 June		For the six-months ended 30 June	
	2026	2025	2026	2025
	JD	JD	JD	JD
Profit for the period	947,415	573,076	2,057,082	3,677,390
<u>Other comprehensive income items:</u>				
Items will be subsequently transferred to interim condensed consolidated income statement:				
Net change in fair value of financial assets through other comprehensive income after tax – Debt instruments	697,741	(71,556)	254,169	56,998
Losses from fair value of derivatives	-	83,081	-	(60,794)
Items not to be subsequently transferred to interim condensed consolidated income statement				
Net change in fair value of financial assets through other comprehensive income after tax - Equity instruments	182,889	106,424	118,224	60,263
Total other comprehensive income items for the period after tax	<u>880,630</u>	<u>117,949</u>	<u>372,393</u>	<u>56,467</u>
Total comprehensive income for the period	<u>1,828,045</u>	<u>691,025</u>	<u>2,429,475</u>	<u>3,733,857</u>

The accompanying notes from 1 to 33 are part of these interim condensed consolidated financial statements and should be read with them

ARAB BANKING CORPORATION (JORDAN)
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIOD ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Paid in capital JD	Share premium JD	Reserves			Retained earnings* JD	Profit for the period JD	Total JD
			Statutory reserve JD	Voluntary reserve JD	Fair value reserve - Net JD			
For the six-months ended 30 June 2026								
Balance at the beginning of the period	110,000,000	66,943	32,315,670	197,281	543,537	24,319,419	-	167,442,850
Profit for the period	-	-	-	-	-	-	2,057,082	2,057,082
Other comprehensive income items	-	-	-	-	372,393	-	-	372,393
Total comprehensive income for the period	-	-	-	-	372,393	-	2,057,082	2,429,475
Balance at the end of the period	110,000,000	66,943	32,315,670	197,281	915,930	24,319,419	2,057,082	169,872,325
For the six-months ended 30 June 2025								
Balance at the beginning of the period	110,000,000	66,943	31,669,695	197,281	303,556	22,082,147	-	164,319,622
Profit for the period	-	-	-	-	-	-	3,677,390	3,677,390
Other comprehensive income items	-	-	-	-	56,467	-	-	56,467
Total comprehensive income for the period	-	-	-	-	56,467	-	3,677,390	3,733,857
Balance at the end of the period	110,000,000	66,943	31,669,695	197,281	360,023	22,082,147	3,677,390	168,053,479

In accordance with regulatory authorities' instructions:

- * The retained earnings balance includes an amount of JD 6,060,324 as of 30 June 2026, restricted against deferred tax assets, including the capitalization or distribution unless actually realized.
- * The retained earnings balance includes an amount of JD 2,761 as of 30 June 2026 restricted against the early implementation of International Financial Reporting Standard no. (9), unless actually realized through sale transactions.

The accompanying notes from 1 to 33 are part of these interim condensed consolidated financial statements and should be read with them

ARAB BANKING CORPORATION (JORDAN)
(PUBLIC SHAREHOLDING COMPANY)
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2026 (REVIEWED NOT AUDITED)

	Notes	For the six-months ended 30 June	
		2026 JD	2025 JD
<u>Operating activities:</u>			
Profit for the period before income tax		2,889,779	5,853,118
Adjustments for non-cash items:			
Depreciation and amortization		1,529,897	1,719,033
Provision for (recovered from) expected credit losses	21	2,630,389	(1,139,144)
Cash dividends from financial assets at fair value through other comprehensive income	24	(42,901)	(42,971)
Losses from sale of property and equipment		560	54,285
Gains from sale of seized assets		-	(35,499)
Sundry provisions		56,841	-
Accrued interest		1,602,435	(2,488,146)
Effect of exchange rate fluctuations in cash and cash equivalents		(113,735)	(128,842)
Lease liabilities - finance cost	10 - a	99,470	83,040
Losses (gains) from canceled lease contracts		5,413	(36,754)
Cash profit before changes in assets and liabilities		8,658,148	3,838,120
Changes in Assets and Liabilities:			
Direct credit facilities - net		30,904,808	(34,069,434)
Other assets		(21,557,222)	69,634
Banks and financial institutions deposits (maturing over three months)		(6,402,008)	-
Customers' deposits		(48,846,762)	62,081,480
Cash margins		(1,867,137)	2,099,586
Other liabilities		(2,308,899)	2,436,071
Net change in assets and liabilities		(50,077,220)	32,617,337
Net cash flows from operating activities before income tax and provisions paid		(41,419,072)	36,455,457
Income tax paid		(591,396)	(250,677)
Provisions paid		(81,750)	-
Net cash flows (used in) from operating activities		(42,092,218)	36,204,780
<u>Investing activities</u>			
Purchase of financial assets at amortized cost		(70,374,255)	(65,040,290)
Maturity of financial assets at amortized cost		37,251,708	64,663,852
Cash dividends from financial assets at fair value through other comprehensive income received	24	42,901	42,971
Purchase of property and equipment		(174,726)	(28,742)
Purchase of intangible assets		(214,307)	(80,289)
Proceeds from sale of property and equipment		-	8,352
Purchase of financial assets at fair value through other comprehensive income		(11,941,765)	(4,395,716)
Sale and maturity of financial assets at fair value through other comprehensive income		15,059,946	4,739,836
Net cash flows used in investing activities		(30,350,498)	(90,026)
<u>Financing activities</u>			
Dividends distributed to shareholders		(8,011)	(6,643)
Lease liabilities payments		(336,765)	(360,264)
Borrowed funds		(716,782)	(2,956,571)
Net cash flows used in financing activities		(1,061,558)	(3,323,478)
Net (decrease) increase in cash and cash equivalent		(73,504,274)	32,791,276
Effect of exchange rate fluctuations in cash and cash equivalent		113,735	128,842
Cash and cash equivalent at the beginning of the period		272,229,547	170,603,699
Cash and cash equivalent at the end of the period	26	198,839,008	203,523,817

The accompanying notes from 1 to 33 are part of these interim condensed consolidated financial statements and should be read with them

ARAB BANKING CORPORATION (JORDAN)
(PUBLIC SHAREHOLDING COMPANY)
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

1. General

Arab Banking Corporation (Jordan) was established as a public shareholding company on 21 January 1990 in accordance with the Companies Law No (1) of 1989 with headquarter in Amman - Jordan.

The Bank provides banking services through its head office in Amman and its (16) branches and an office in Jordan and the subsidiary Company (Arab Co-Operation for Financial Investments Company).

The Bank's shares are listed and traded on Amman Stock Exchange.

The financial statements of the Bank and its subsidiary together referred to as "the Bank" are consolidated with the Arab Banking Corporation – Bahrain financial statements (The Parent Company).

The interim condensed consolidated financial statements have been approved by the Board of Directors of the Bank on 23 July 2026.

2. Basis of Preparation and Material Accounting Policies Information

Basis of Preparation of the Interim Condensed Consolidated Financial Statements

The interim condensed consolidated financial statements have been prepared for the six-months ended 30 June 2026 in accordance with International Accounting Standard Number no. (34) (Interim Financial Reporting).

The accompanying interim condensed consolidated financial statements are prepared on the historical cost basis, except for financial assets at fair value through other comprehensive income and financial derivatives, which are presented at fair value as of the date of the interim condensed consolidated financial statements.

The reporting currency of the interim condensed consolidated financial statements is the Jordanian Dinar, which is the functional currency of the Bank.

The accompanying interim condensed consolidated financial statements do not include all the information and disclosures to the financial statements required in the annual financial statements, which are prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB). Moreover, the results of the Bank's operations for the six-months period ended on 30 June 2026 do not necessarily represent indications of the expected results for the year ending 31 December 2026. Therefore, these interim condensed consolidated financial statements should be read with the Bank's annual report for the year ended 31 December 2025 and it does not contain the appropriation of profit on for the six-months period ended at 30 June 2026, which is usually performed at the year end.

Basis of Consolidation of the Interim Condensed Consolidated Financial Statements

The interim condensed consolidated financial statements comprise of the financial statements of the Bank and the subsidiary controlled by it. Control is achieved when the Bank is capable of managing the main activities of its subsidiaries and is exposed, or has rights, to variable returns from its involvement with the subsidiaries and has the ability to affect those returns through its power over the subsidiaries. All balances, transactions, revenues, and expenses between the bank and the subsidiaries are eliminated.

The financial statements of the subsidiary are prepared for the same reporting period as of the Bank, using consistent accounting policies, If the subsidiary has a different accounting policy than the Bank, necessary adjustments will be reflected to match the Bank's accounting policies.

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30 JUNE 2026 (REVIEWED NOT AUDITED)

As of 30 June 2026 and 31 December 2025, the bank owns the following subsidiary:

Company Name	Paid In capital	Ownership Percentage	Nature of the company's business	Location	Acquisition date
	JD				
Arab Co-Operation For Financial Investments Company	15,600,000	100%	Financial Brokerage	Jordan	25 January 1990

The subsidiary financial results are consolidated in the interim condensed consolidated statement of income from the date of their acquisition, which is the date on which the control of the Bank on the subsidiary takes place. In addition, the financial results of the disposed subsidiaries are consolidated in the interim condensed consolidated statement of income up to the date of the disposal, which is the date on which the Bank loses control over the subsidiary.

3. Changes in Accounting Policies

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2025, except for the following amendments on the standards effective as of 1 January 2026:

Classification and Measurement of Financial Instruments—Amendments to IFRS 9 and IFRS 7

In May 2024, the IASB issued Amendments to IFRS 9 and IFRS 7, Amendments to the Classification and Measurement of Financial Instruments (the Amendments). The amendments include:

- A clarification that a financial liability is derecognised on the 'settlement date' and introduce an accounting policy choice (if specific conditions are met) to derecognise financial liabilities settled using an electronic payment system before the settlement date
- Additional guidance on how the contractual cash flows for financial assets with environmental, social, and corporate governance (ESG) and similar features should be assessed
- Clarifications on what constitute 'non-recourse features' and what are the characteristics of contractually linked instruments
- The introduction of disclosures for financial instruments with contingent features and additional disclosure requirements for equity instruments classified at fair value through other comprehensive income (OCI)

The amendments had no material impact on the Bank's interim condensed consolidated financial statements.

Contracts Referencing Nature-dependent Electricity — Amendments to IFRS 9 and IFRS 7

In December 2024, the IASB issued Amendments to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity. The amendments apply only to contracts that reference nature-dependent electricity, and they:

- Clarify the application of the 'own-use' requirements for in-scope contracts
- Amend the designation requirements for a hedged item in a cash flow hedging relationship for in-scope contracts
- Add new disclosure requirements to enable investors to understand the effect of these contracts on the Bank's financial performance and cash flows

The amendments had no material impact on the Bank's interim condensed consolidated financial statements.

4. Significant Judgments and Estimates used

Use of judgements and estimates:

The preparation of the interim condensed consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of financial assets and liabilities and disclosure of contingent liabilities. These estimates and assumptions also affect the revenues and expenses and the resultant provisions as well as fair value changes reported in equity. In particular, considerable judgment by management is required in the estimation of the amount and timing of future cash flows. The estimates mentioned are necessarily based on multiple assumptions and factors that involve varying degrees of judgment and uncertainty, and actual results may differ from the estimates as a result of changes in the conditions and circumstances surrounding those estimates in the future.

The Bank's management believes that its estimates within the interim condensed consolidated financial statements are reasonable and detailed as follows:

A. Expected credit losses for financial instruments at amortized cost:

In determining provision for expected credit loss for direct credit facilities, important judgement is required from the Bank's management in the estimation of the amount and timing of future cash flows as well as an assessment of whether the credit risk on the financial asset has increased significantly since initial recognition and incorporation of forward-looking information in the measurement of expected credit losses.

The following are the key estimates and judgments used:

- **Assessment of Significant Increase in Credit Risk:**

The assessment of a significant increase in credit risk is performed on a relative basis. To assess whether the credit risk on a financial asset has increased significantly since origination, the Bank compares the risk of default occurring over the expected life of the financial asset at the reporting date to the corresponding risk of default at origination, using key risk indicators that are used in the Bank's existing risk management processes. This assessment is used to classify customers and portfolios to credit stages, which are, stage 1 (Initial recognition), stage 2 (Credit Quality Deterioration) and stage 3 (Credit Impairment).

- **Macroeconomic Factors, Forward Looking Information (FLI) and Multiple Scenarios:**

The measurement of expected credit losses for each stage and the assessment of significant increases in credit risk must consider information about past events and current conditions as well as reasonable and supportable forecasts of future events and economic conditions. The estimation and application of forward-looking information will require significant judgment from the bank's management.

Probability of default (PD), Loss Given Default (LGD) and Exposure At Default (EAD) inputs used to estimate Stage 1 and Stage 2 credit loss allowances are modelled based on the macroeconomic variables (or changes in macroeconomic variables) that are most closely correlated with credit losses in the relevant portfolio.

Each of the macroeconomic scenarios used in calculating the expected credit loss is associated with variable macroeconomic factors.

In our estimates used in calculating the expected credit losses for stage 1 and stage 2 using discounted weighted scenarios, which include future macroeconomic information for the next three years.

The Bank uses the following macroeconomic indicators when performing futuristic forecasts for the countries that it operates in:

Gross Domestic Product
Stock market index price

The Bank uses 3 scenarios to reach a probable value when to estimate the expected credit losses as follows:

Main scenario (Baseline) weighted 40%
Best scenario (Optimistic S1) weighted 30%
Worst case scenario 1 (Pessimistic S3) weighted 30%

These scenarios are extracted from Data Buffet system of Moody's in 14 historical values format and 20 future estimated value (Forecasted) for all the previously mentioned macroeconomic indicators.

The probable options are estimated according to the best approximation related to the historical probability and current situations. The probable scenarios are evaluated every three months. All scenarios are implemented to all the portfolios that are subject to expected credit losses.

Definition of default:

The definition of default used in the measurement of expected credit losses and the assessment to determine movement between stages is consistent with the definition of default used for internal credit risk management purposes. IFRS 9 does not define default but contains a rebuttable presumption that default has occurred when an exposure is greater than 90 days past due.

Exposure at default:

When measuring ECL, the Bank must consider the maximum contractual period over which the Bank is exposed to credit risk. All contractual terms should be considered when determining the expected life, including prepayment options and extension and rollover options. For certain revolving credit facilities that do not have a fixed maturity, the expected life is estimated based on the period over which the Bank is exposed to credit risk and where the credit losses would not be mitigated by management.

B. Income tax

Income tax expenses represent accrued tax and deferred tax.

Income tax expenses are accounted for on the basis of taxable income. Moreover, taxable income differs from income declared in the consolidated financial statements because the latter includes non-taxable revenues or taxable expenses disallowed in the current year but deductible in subsequent years or accumulated losses acceptable by the tax law or items not accepted for tax purposes or subject to tax.

Tax is calculated on the basis of the tax rates according to the prevailing laws regulations and instructions of the countries where the bank operates.

Deferred tax is tax expected to be paid or recovered as a result of temporary timing differences between the value of the assets and liabilities in the consolidated financial statements and the value of the taxable amount. Deferred tax is calculated on the basis of the liability method in the interim condensed consolidated statement of financial position according to the rates expected to be applied when the tax liability is settled, or tax assets are recognized.

Deferred tax assets and liabilities are reviewed as of the date of the consolidated financial statements and reduced in case it is expected that no benefit will arise from payment or the elimination of the need for deferred tax liabilities partially or totally.

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C. Fair Value

Fair value represents the closing market price (assets purchasing/liabilities selling) of financial assets and derivatives on the date of the consolidated financial statements in active markets. In cases where quoted prices are not available, or where there is no active market for certain financial instruments and derivatives, or the market is inactive, their fair value is estimated using various methods, including the following:

- Comparison with the fair value of another financial asset with similar terms and conditions.
- Analysis of the present value of expected future cash flows for similar instruments.
- Adoption of the option pricing models.

Evaluation of long-term assets and liabilities that bear no interest through discounting cash flows and amortizing premium/ discount using the effective interest rate method within interest revenue/ expense in the consolidated income statement.

The valuation methods aim to provide a fair value reflecting the market's expectations taking into consideration the market expected risks and expected benefits when the value of the financial assets. When the financial assets fair value can't be reliably measured, they are stated at cost less any impairment.

5. Cash and Balances at the Central Bank of Jordan

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Cash in vaults	5,894,756	17,200,514
Balances at Central Bank of Jordan:		
Current accounts and demand deposits	7,547,562	13,590,840
Statutory cash reserve	39,769,681	36,116,231
Certificates of deposits	14,700,000	34,100,000
Time and at notice deposits	98,000,000	99,000,000
Total balances at Central Bank of Jordan	160,017,243	182,807,071
Total	165,911,999	200,007,585

The statutory cash reserve amounted to JD 39,769,681 as of 30 June 2026 (JD 36,116,231 as of 31 December 2025).

There are no restricted balances except for the statutory cash reserve as of 30 June 2026, and 31 December 2025.

Balances with the Central Bank of Jordan are classified as stage 1 in accordance with the requirements of IFRS 9, and there are no transfers between the stages (1, 2, and 3) or written off balances during the six-months ended 30 June 2026 and the year ended 31 December 2025.

ARAB BANKING CORPORATION (JORDAN)
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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2026 (REVIEWED NOT AUDITED)

The movement on balances at Central Bank of Jordan is as follows:

	30 June 2026 (Reviewed not audited)			31 December 2025 (Audited)	
	Stage 1	Stage 2	Stage 3	Total	Total
	JD	JD	JD	JD	JD
Total balance at the beginning of period/ year	182,807,071	-	-	182,807,071	112,391,921
New balances	-	-	-	-	70,415,150
Paid balances	(22,789,828)	-	-	(22,789,828)	-
Total balance at the end of period/ year	160,017,243	-	-	160,017,243	182,807,071

6. Balances at Banks and Financial Institutions – net

Description	Local banks and financial institutions		Foreign banks and financial institutions		Total	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	JD	JD	JD	JD	JD	JD
	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)
Current accounts and demand deposits	2,260	13,814	4,414,700	20,339,788	4,416,960	20,353,602
Deposits maturing within 3 months or less	56,225,000	46,275,178	59,032,889	79,508,506	115,257,889	125,783,684
Total	56,227,260	46,288,992	63,447,589	99,848,294	119,674,849	146,137,286
Less: expected credit losses provision	(3,965)	(3,607)	(2,467)	(7,604)	(6,432)	(11,211)
	56,223,295	46,285,385	63,445,122	99,840,690	119,668,417	146,126,075

The movement on balances at banks and financial institutions – net is as follows:

	30 June 2026 (Reviewed not audited)			31 December 2025 (Audited)	
	Stage 1	Stage 2	Stage 3	Total	Total
	JD	JD	JD	JD	JD
Total balance as at the beginning of period/ year	146,137,286	-	-	146,137,286	143,362,598
New balances	38,901,593	-	-	38,901,593	50,574,942
Paid balances	(65,364,030)	-	-	(65,364,030)	(47,800,254)
Total balance as at the end of period/ year	119,674,849	-	-	119,674,849	146,137,286

- Balances at banks and financial institutions that bear no interest amounted to JD 2,896,891 as of 30 June 2026 (JD 4,462,632 as of 31 December 2025).

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- There are no restricted balances as of 30 June 2026 and 31 December 2025.

The movement on expected credit losses for balances at banks and financial institutions is as follows:

	30 June 2026 (Reviewed not audited)			31 December 2025 (Audited)	
	Stage 1 JD	Stage 2 JD	Stage 3 JD	Total JD	Total JD
Total balance as at the beginning of the period/ year	11,211	-	-	11,211	23,851
Expected credit losses on new balances	5,572	-	-	5,572	10,752
Recovered from expected credit losses on settled balances	(10,351)	-	-	(10,351)	(23,392)
Total balance as at the end of period/ year	6,432	-	-	6,432	11,211

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7. Financial Assets at Fair Value Through Other Comprehensive Income

	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)
Quoted shares in active markets	2,645,296	2,574,142
Unquoted shares in active markets	7,785,905	6,557,487
Government bonds and with their guarantee	38,217,139	38,335,649
Other financial bonds	17,652,889	21,364,670
	66,301,229	68,831,948
<u>Less: expected credit losses provision (financial bonds)</u>	<u>(14,532)</u>	<u>(14,372)</u>
	66,286,697	68,817,576

Cash dividends on the above-mentioned investments amounted to JD 42,901 for the period ended 30 June 2026 (JD 42,971 for the period ended 30 June 2025).

There are no mortgaged shares as of 30 June 2026, and 31 December 2025.

The movement on expected credit losses for the financial assets through other comprehensive income (financial bonds) is as follows:

	30 June 2026 (Reviewed not audited)				31 December 2025 (Audited)
	Stage 1	Stage 2	Stage 3	Total	Total
	JD	JD	JD	JD	JD
Total balance as at the beginning of the period/ year	14,372	-	-	14,372	20,374
Expected credit losses on new balances	160	-	-	160	2,568
Recovered from expected credit losses on settled balances	-	-	-	-	(8,570)
Total balance as at the end of the period/ year	14,532	-	-	14,532	14,372

The movement on the financial bonds through other comprehensive income is as follows:

	30 June 2026 (Reviewed not audited)				31 December 2025 (Audited)
	Stage 1	Stage 2	Stage 3	Total	Total
	JD	JD	JD	JD	JD
Total balance as at the beginning of the period/ year	59,700,319	-	-	59,700,319	63,193,447
New balances	10,819,666	-	-	10,819,666	22,776,172
Paid balances	(15,059,946)	-	-	(15,059,946)	(26,533,650)
Change in fair value	409,989	-	-	409,989	264,350
Total balance as at the end of the period/ year	55,870,028	-	-	55,870,028	59,700,319

There were no transfers between stages (1, 2 and 3) or written-off balances during the six-months period ended 30 June 2026 and the year ended 31 December 2025.

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8. Financial Assets at Amortized Cost - net

	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)
Unquoted financial assets:		
Government bonds and with their guarantee	240,077,238	206,954,691
Other financial bonds	5,672,000	5,672,000
	245,749,238	212,626,691
<u>Less: expected credit losses provision</u>	<u>(28,723)</u>	<u>(31,628)</u>
Total	245,720,515	212,595,063

Debt instruments analysis

	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)
With fixed return	245,749,238	212,626,691
With variable return	-	-
Total	245,749,238	212,626,691

The movement on the financial assets at amortized cost is as follow:

	30 June 2026 (Reviewed not audited)				31 December 2025 (Audited)
	Stage 1	Stage 2	Stage 3	Total	Total
	JD	JD	JD	JD	JD
Balance at the beginning of the period /year	212,626,691	-	-	212,626,691	183,554,420
New investments	70,374,255	-	-	70,374,255	101,351,652
Matured investments	(37,251,708)	-	-	(37,251,708)	(72,279,381)
Total balance at the end of the period/ year	245,749,238	-	-	245,749,238	212,626,691

The movement on expected credit losses provision for financial assets at amortized cost is as follows:

	30 June 2026 (Reviewed not audited)				31 December 2025 (Audited)
	Stage 1	Stage 2	Stage 3	Total	Total
	JD	JD	JD	JD	JD
Balance at the beginning of the period/ year	31,628	-	-	31,628	39,343
Recovered from expected credit losses on settled balances	(2,905)	-	-	(2,905)	(7,715)
Balance at the end of the period/ year	28,723	-	-	28,723	31,628

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9. Direct Credit Facilities – Net

	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)
Individuals (Retail)		
Overdrafts*	29,697,373	29,410,807
Loans and bills **	367,993,696	386,373,206
Credit cards	7,246,279	6,701,248
Real estate loans	85,089,088	87,143,095
Large companies		
Overdrafts*	50,879,065	63,976,530
Loans and bills **	216,605,605	210,699,641
Small and medium companies		
Overdrafts*	5,136,322	4,546,075
Loans and bills **	30,086,889	29,345,993
Government and public sector **	90,187,211	96,228,491
Total	882,921,528	914,425,086
<u>Less: interest in suspense</u>	(22,211,542)	(21,514,414)
<u>Less: expected credit losses provision</u>	(62,683,264)	(61,572,188)
Net direct credit facilities	798,026,722	831,338,484

* Net after deducting interests and commission received in advance amounted to JD 2,011 as of 30 June 2026 (JD 3,801 as of 31 December 2025).

** Net after deducting interests and commissions received in advance amounted to JD 128,237 as of 30 June 2026 (JD 111,479 as of 31 December 2025).

The non-performing credit facilities amounted to JD 89,339,777 which represents 10.119% of total direct credit facilities as of 30 June 2026 (JD 82,814,245 which represents 9.056% of total direct credit facilities as of 31 December 2025).

The non-performing credit facilities after deducting the interest in suspense amounted to JD 67,128,235 as of 30 June 2026 which represents 7.799% of total direct credit facilities after deducting the interest in suspense (JD 61,299,831 which represents 6.865% of total direct credit facilities after deducting the interest in suspense as of 31 December 2025).

Credit facilities granted to and guaranteed by the Jordanian Government amounted to JD 90,187,211 as of 30 June 2026 which represents 10.215% of the total direct credit facilities (JD 96,228,491 which represents 10.523% of the total direct credit facilities as of 31 December 2025).

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Set out below is the movement in gross direct credit facilities during the period/ year:

	30 June 2026 (Reviewed not audited)				
	Stage 1		Stage 2		Total
	Individual JD	Collective JD	Individual JD	Collective JD	
Total balance as at 31 December 2025 (Audited)	378,269,710	402,516,210	29,950,824	20,874,097	914,425,086
New facilities	63,597,760	51,109,315	1,898,919	75,252	120,674,158
Settled facilities	(74,206,594)	(66,768,887)	(2,923,210)	(874,042)	(149,259,898)
Transferred to stage 1	314,135	4,547,252	(314,135)	(4,477,785)	-
Transferred to stage 2	(1,053,199)	(5,692,195)	1,053,199	6,989,811	-
Transferred to stage 3	-	(1,234,164)	(5,464,252)	(4,116,247)	-
Effect due to reclassification among the three stages	(349,128)	(115,508)	139,430	(164,817)	(547,975)
Written-off facilities	-	-	-	-	(2,369,843)
Total balance as at 30 June 2026 (not audited)	366,572,684	384,362,023	24,340,775	18,306,269	882,921,528
31 December 2025 (Audited)					
	Stage 1		Stage 2		Total
	Individual JD	Collective JD	Individual JD	Collective JD	
	Individual JD	Collective JD	Individual JD	Collective JD	JD
Total balance as at 31 December 2024	320,681,114	397,341,907	28,968,676	21,800,007	866,323,752
New facilities	144,357,671	86,226,380	17,034,596	1,693,159	252,242,525
Settled facilities	(81,682,540)	(71,774,396)	(18,563,265)	(2,383,155)	(176,945,617)
Transferred to stage 1	913,916	6,162,257	(913,916)	(5,475,400)	-
Transferred to stage 2	(5,852,709)	(10,891,499)	5,852,709	11,423,173	-
Transferred to stage 3	-	(4,245,901)	(2,813,998)	(5,765,692)	-
Effect due to reclassification among the three stages	(147,742)	(302,538)	386,022	(417,995)	(563,697)
Written-off facilities	-	-	-	-	(81,444)
Total balance as at 31 December 2025	378,269,710	402,516,210	29,950,824	20,874,097	(26,631,877)
					914,425,086

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Set out below is the movement in the expected credit losses provision during the period/ year:

	30 June 2026 (Reviewed not audited)				
	Stage 1		Stage 2		Total
	Individual	Collective	Individual	Collective	
	JD	JD	JD	JD	JD
Total balance as at 31 December 2025 (Audited)	801,855	1,218,023	2,924,020	2,348,797	61,572,188
Expected credit losses on new balances	265,045	230,644	215,699	124,280	2,986,969
Recovered from expected credit losses on settled balances	(281,685)	(233,006)	(48,686)	(108,485)	(1,797,647)
Transferred to stage 1	538	43,610	(538)	(42,813)	-
Transferred to stage 2	(31,652)	(763,506)	31,652	929,297	-
Transferred to stage 3	-	(395,319)	(2,999,852)	(1,573,702)	-
Effect due to reclassification among the three stages	(421)	1,109,354	373,775	596,540	1,217,632
Written-off facilities	-	-	-	-	(1,295,878)
Total balance as at 30 June 2026 (not audited)	753,680	1,209,800	496,070	2,273,914	62,683,264

	31 December 2025 (Audited)				
	Stage 1		Stage 2		Total
	Individual	Collective	Individual	Collective	
	JD	JD	JD	JD	JD
Total balance as at 31 December 2024	688,312	2,358,184	5,862,900	2,083,932	73,331,552
Expected credit losses on new balances	358,438	326,909	1,497,097	254,908	7,531,165
Recovered from expected credit losses on settled balances	(210,970)	(1,299,705)	(4,406,464)	(196,939)	(8,438,483)
Transferred to stage 1	13,522	41,803	(13,522)	(36,887)	-
Transferred to stage 2	(117,252)	(1,377,730)	117,252	1,439,452	-
Transferred to stage 3	-	(2,282,782)	(1,166,433)	(3,470,733)	-
Effect due to reclassification among the three stages	69,805	3,451,344	1,033,190	2,275,064	5,911,100
Written-off facilities	-	-	-	-	(16,763,146)
Total balance as at 31 December 2025	801,855	1,218,023	2,924,020	2,348,797	61,572,188

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Set out below is the movement in expected credit losses collectively by facility type during the period/ year:

	30 June 2026 (Reviewed not audited)				
	Individual	Real estate loan	Large companies	Small and medium companies	Government and public sector
	JD	JD	JD	JD	JD
Total balance as at 31 December 2025 (Audited)	34,957,408	646,491	23,249,263	2,677,262	41,764
Expected credit losses on new balances	1,876,195	134,824	569,521	406,429	-
Recovered from expected credit losses on settled balances	(1,009,281)	(76,805)	(505,401)	(177,156)	(29,004)
Transferred to stage 1	(1,130,992)	(13,215)	(1,300)	(822)	-
Transferred to stage 2	(467,168)	(18,989)	(2,815,438)	(182,292)	-
Transferred to stage 3	1,598,160	32,204	2,816,738	183,114	-
Effect due to reclassification among the three stages	673,699	12,741	432,600	98,592	-
Written-off facilities	(1,295,878)	-	-	-	-
Total balance as at 30 June 2026 (not audited)	35,202,143	717,251	23,745,983	3,005,127	12,760

	31 December 2025 (Audited)				
	Individual	Real estate loan	Large companies	Small and medium companies	Government and public sector
	JD	JD	JD	JD	JD
Total balance as at 31 December 2024	36,411,772	641,108	34,415,811	1,860,964	1,897
Expected credit losses on new balances	2,655,876	138,701	4,035,713	659,363	41,512
Recovered from expected credit losses on settled balances	(2,882,375)	(215,344)	(5,188,550)	(150,569)	(1,645)
Transferred to stage 1	(3,545,621)	(69,907)	(100,478)	12	-
Transferred to stage 2	(1,599,052)	(37,447)	25,678	(1,091,645)	-
Transferred to stage 3	5,144,673	107,354	74,800	1,091,633	-
Effect due to reclassification among the three stages	4,717,348	85,915	111,225	996,612	-
Written-off facilities	(5,945,213)	(3,889)	(10,124,936)	(689,108)	-
Total balance as at 31 December 2025	34,957,408	646,491	23,249,263	2,677,262	41,764

- The amount of provisions no longer required due to settlement or repayments of debts that were transferred against other debts is JD 2,283,290 as of 30 June 2026 (JD 3,847,038 as of 31 December 2025).

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Credit exposures according to International Financial Reporting Standard no. (9) are as follows:

30 June 2026 (Reviewed not audited)									
Stage 1			Stage 2			Stage 3			Total
Gross	Expected credit losses	Interest in suspense	Gross	Expected credit losses	Interest in suspense	Gross	Expected credit losses	Interest in suspense	
JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Individual	341,622,569	(1,185,589)	16,171,723	(2,260,883)	-	47,143,056	(31,755,671)	(11,148,473)	404,937,348
Real estate loans	79,722,171	(77,660)	3,462,020	(53,228)	-	1,904,897	(586,163)	(464,940)	85,089,088
Large companies	209,866,139	(596,789)	22,361,307	(451,193)	-	35,255,224	(22,698,001)	(9,796,924)	267,484,670
Small and medium companies	29,534,617	(90,482)	651,994	(4,680)	-	5,036,600	(2,909,955)	(801,205)	35,223,211
Government and Public Sector	90,187,211	(12,760)	-	-	-	-	-	-	90,187,211
	750,934,707	(1,963,480)	42,647,044	(2,769,984)	-	89,339,777	(57,949,800)	(22,211,542)	882,921,528
31 December 2025 (Audited)									
Stage 1			Stage 2			Stage 3			Total
Gross	Expected credit losses	Interest in suspense	Gross	Expected credit losses	Interest in suspense	Gross	Expected credit losses	Interest in suspense	
JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
Individual	359,355,215	(1,188,304)	17,400,361	(2,277,204)	-	45,729,685	(31,491,900)	(10,758,910)	422,485,261
Real estate loans	81,597,949	(84,047)	3,731,192	(70,978)	-	1,813,954	(491,466)	(457,204)	87,143,095
Large companies	216,261,997	(603,211)	28,051,340	(2,834,207)	-	30,362,834	(19,811,845)	(9,656,634)	274,676,171
Small and medium companies	27,342,268	(102,552)	1,642,028	(90,428)	-	4,907,772	(2,484,282)	(641,666)	33,892,068
Government and public sector	96,228,491	(41,764)	-	-	-	-	-	-	96,228,491
	780,785,920	(2,019,878)	50,824,921	(5,272,817)	-	82,814,245	(54,279,493)	(21,514,414)	914,425,086

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Interest in Suspense:

The movement on interest in suspense is as follows:

	Individuals	Real estate	Companies		
	JD	JD	Large companies	Small and medium companies	Total
			JD	JD	JD
For the six-months ended on 30 June 2026 (Reviewed not audited)					
Balance at the beginning of the period	10,758,910	457,204	9,656,634	641,666	21,514,414
Add: interest in suspense during the period	1,469,283	86,037	422,273	163,196	2,140,789
Less: interest transferred to revenues	(317,204)	(48,736)	(99)	(3,657)	(369,696)
Less: interest in suspense written-off	(762,516)	(29,565)	(281,884)	-	(1,073,965)
Balance at the end of the period	11,148,473	464,940	9,796,924	801,205	22,211,542

For the year ended 31 December 2025 (Audited)

Balance at the beginning of the year	12,472,494	395,276	12,714,514	758,215	26,340,499
Add: interest in suspense during the year	3,129,251	136,585	2,008,587	399,589	5,674,012
Less: interest transferred to revenues	(529,855)	(48,736)	(40,080)	(12,695)	(631,366)
Less: interest in suspense written-off	(4,312,980)	(25,921)	(5,026,387)	(503,443)	(9,868,731)
Balance at the end of the year	10,758,910	457,204	9,656,634	641,666	21,514,414

10. Right of Use Assets and Lease Liabilities

A. Right of use assets:

The Bank leases many assets, including lands and buildings, the following is the movement on the right- of-use assets during the period/year:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/ year	3,411,970	2,816,379
<u>Add:</u> additions during the period/ year	115,672	1,708,797
<u>Less:</u> cancellation of lease contracts	(55,754)	(594,784)
<u>Less:</u> depreciation for the period/ year	(255,922)	(518,422)
Balance at the end of the period/ year	3,215,966	3,411,970

For the six-months ended 30 June
(Reviewed not audited)

	2026	2025
	JD	JD
<u>Amounts recorded on the interim condensed consolidated income statement</u>		
Depreciation for the period	255,922	260,312
Interest for the period	99,470	83,040
	355,392	343,352

B. Lease liabilities

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/ year	3,320,792	2,766,171
<u>Add:</u> additions during the period/ year	115,672	1,708,797
<u>Add:</u> interest during the period/ year	99,470	178,971
<u>Less:</u> paid during the period/ year	(336,765)	(700,566)
<u>Less:</u> cancellation of lease contracts	(50,341)	(632,581)
Balance at the end of the period/ year	3,148,828	3,320,792

11. Other Assets

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Accrued interest and commissions	8,693,225	8,169,345
Prepaid expenses	2,623,196	1,021,951
Assets seized by the Bank against due debts - net *	6,665,738	6,094,032
Assets - unrealized financial derivatives gains	461,046	551
Other receivables - brokerage company	171,007	745,949
Land held for sale - brokerage company	869,268	869,268
Discounted letter of credits - net	19,316,368	-
Other	3,583,446	3,412,602
Total	42,383,294	20,313,698

- * The details of the movement on the assets seized by the bank against due debts – net are as follows:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/ year	6,094,032	5,866,952
Additions	571,706	744,433
Disposals	-	(517,353)
Balance at the end of the period/ year	6,665,738	6,094,032

The regulations of Central Bank of Jordan require to dispose the assets seized by the Bank by a maximum period of two years from the date of its acquisition. In exceptional cases, the Central Bank may extend this period to a maximum of two consecutive years.

- The provision for the seized assets amounted to JD 4,616 as of 30 June 2026 (JD 4,616 as of 31 December 2025) for assets which have been seized by the Bank for a period longer than four years.
- The provision for the seized assets (Cement Factories) amounted to JD 348,951 as of 30 June 2026 and 31 December 2025.

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12. Customers' Deposits

	Individual JD	Large companies JD	Small and medium companies JD	Government and public sector JD	Total JD
For the six-months ended as of 30 June 2026 (Reviewed not audited)					
Current accounts and demand deposits	41,593,256	39,965,218	12,153,932	2,881,033	96,593,439
Saving accounts	37,048,990	64,606	582,846	88	37,696,530
Time and at notice deposits	467,890,788	292,230,447	5,717,657	148,393,840	914,232,732
Total	546,533,034	332,260,271	18,454,435	151,274,961	1,048,522,701
For the year ended as of 31 December 2025 (Audited)					
Current accounts and demand deposits	44,057,069	34,463,089	12,101,688	12,321,842	102,943,688
Saving accounts	59,762,503	54,362	806,049	88	60,623,002
Time and at notice deposits	466,879,966	323,807,268	9,022,173	134,093,366	933,802,773
Total	570,699,538	358,324,719	21,929,910	146,415,296	1,097,369,463

- Jordanian government and public sector deposits inside Jordan amounted to JD 151,274,961 as of 30 June 2026 which represent 14.427% of total customers' deposits (JD 146,415,296 which represent 13.342% of total customers' deposits as of 31 December 2025).
- Non-interest bearing deposits amounted to JD 90,246,892 which represent 8.607% of total deposits as of 30 June 2026 (JD 94,401,111 which represent 8.602% of total deposits as of 31 December 2025).
- Reserved deposits (restricted withdrawals) amounted to JD 116,239,287 which represent 11.086% of total deposits as of 30 June 2026 (JD 116,093,027 which represent 10.579% of total deposits as of 31 December 2025).
- Dormant deposits amounted to JD 7,383,014 as of 30 June 2026 (JD 7,076,888 as of 31 December 2025).

13. Cash Margins

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Margins against direct credit facilities	44,199,434	46,024,996
Margins against indirect credit facilities	5,927,177	5,195,216
Other margins	1,554,543	2,328,079
Total	51,681,154	53,548,291

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14. Borrowed Funds

	Amount	Number of payments		Instalments maturity	collaterals	Interest rate
		Total no. of payments	Remaining payments			
For the six-months ended 30 June 2026	JD					
(Reviewed not audited)						
Borrowing from Central Bank of Jordan*	893,725	47	46	semi annually	-	3.000%
Borrowing from European Investment Bank **	11,601,818	24	19	quarterly	-	4.842%
Borrowing from Central Bank of Jordan	13,720,941	1319	980	monthly	-	0.5%-1.75%
					mortgage of real estate	
Jordan Mortgage Refinance Company	10,000,000	1	1	7 years	loans portfolio	4.900%
Borrowing from Central Bank of Jordan***	613,221	72	29	monthly	-	0.000%
Borrowing from Central Bank of Jordan	2,144,407	47	47	semi annually	-	2.500%
Arab Banking Corporation (Bahrain)****	9,217,000	1	1	2 weeks	-	4.050%
Total	48,191,112					
For the year ended 31 December 2025						
(Audited)						
Borrowing from European Investment Bank **	13,535,455	24	20	quarterly	-	4.882%
Borrowing from Central Bank of Jordan	2,146,977	47	47	semi annually	-	2.500%
Borrowing from Central Bank of Jordan*	927,061	24	7	semi annually	-	3.000%
					mortgage of real estate	
Jordan Mortgage Refinance Company	10,000,000	1	1	7 years	loans portfolio	4.900%
Borrowing from Central Bank of Jordan	11,397,262	1103	845	monthly	-	0.5%-1.75%
Borrowing from Central Bank of Jordan***	1,137,171	192	65	monthly	-	0.000%
Borrowing from Arab Investment Bank	2,645,534	1	1	monthly	-	6.750%
Arab Banking Corporation (Bahrain)****	2,127,000	1	1	2 weeks	-	5.220%
Cairo Amman Bank	4,991,434	1	1	monthly	-	7.000%
Total	48,907,894					

* The borrowed funds from the Central Bank of Jordan, which amounted to JD 893,725 as of 30 June 2026, represent the Arab Fund for Economic and Social Development loan agreement for financing the micro, small and medium-sized enterprises (MSME) sector, compared to JD 927,061 as of 31 December 2025.

** The borrowed funds from the European Investment Bank, which amounted to JD 11,601,818 as of 30 June 2026, compared to JD 13,535,455 as of 31 December 2025.

*** The borrowed funds from the Central Bank of Jordan, which amounted to JD 613,221 as of 30 June 2026, represent loan agreements established to support businesses as a result of the COVID-19 pandemic, compared to JD 1,137,171 as of 31 December 2025.

**** The borrowed funds from Arab Banking Corporation (Bahrain), which amounted to JD 9,217,000 as of 30 June 2026, represent a financing agreement for the subsidiary company, (Arab Co-Operation for Financial Investments Company), compared to JD 2,127,000 as of 31 December 2025.

15. Income Tax

A- Income tax provision

Set out below is movement in the income tax provision:

	30 June 2026	31 December 2025
	JD (Reviewed not audited)	JD (Audited)
Balance at the beginning of the period/ year	841,461	355,324
Income tax paid	(591,396)	(320,591)
Accrued income tax expense	215,239	797,250
Deferred tax assets adjustments relating to prior years	-	9,478
Balance at the end of the period/ year	465,304	841,461

B- Set out below is income tax shown in the interim condensed consolidated income statement:

	For the six-months ended (Reviewed not audited)	
	2026	2025
	JD	JD
Income tax expenses incurred on the profit of the period	215,239	67,742
Deferred tax assets for the period	617,458	2,097,761
Deferred tax assets adjustments relating to prior years	-	10,225
	832,697	2,175,728

C- Deferred tax assets

Set out below is the movement in deferred tax assets:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/ year	6,720,436	7,780,912
Additions	715,031	700,651
Released	(1,375,143)	(1,761,127)
Balance at the end of the period/ year	<u>6,060,324</u>	<u>6,720,436</u>

D- Deferred tax liabilities

Set out below is the movement in deferred tax liabilities:

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/ year	618,064	355,103
Additions	172,437	300,222
Released	(21)	(37,261)
Balance at the end of the period/ year	<u>790,480</u>	<u>618,064</u>

- The legal tax rate for banks in Jordan is 35% and 3% as national contribution, and for the subsidiary (Arab Co-Operation for Financial Investments Company) is 24%, and 4% as national contribution.

E- Tax status

- The Bank has reached a final settlement with the Income and Sales Tax Department for all the financial years until the end of the year 2022.
- The Bank has submitted its tax returns for the years 2023 ,2024 and 2025 which has not yet been reviewed yet by the Income and Sales Tax Department until the date of issuance of these interim condensed consolidated financial statements.

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- Arab Co-Operation Company for Financial Investments (the subsidiary) has reached a final settlement with the Income and Sales Tax Department in Jordan up to the end of the year 2024, except for the year 2023. The Company has submitted its self-assessed tax returns for the years 2023 and 2025, which have not been reviewed by the Income and Sales Tax Department as of the date of issuance of these condensed interim consolidated financial statements.
- The Bank has booked a provision against expected tax liabilities for the above-mentioned years, in the opinion of the Bank's management and its tax consultant the income tax provision booked in the interim condensed consolidated financial statements is sufficient to cover any future tax liabilities that may arise.

16. Other Liabilities

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Accrued unpaid interest expense	10,242,500	8,116,185
Revenues received in advance	636,546	247,350
Accounts payable	9,019,032	11,150,322
Accrued and unpaid expenses	2,457,666	2,884,577
Liabilities - unrealized financial derivatives losses	301,117	464,834
Certified cheques withdrawn by the Bank	1,341,958	1,202,969
Provision for expected credit losses – indirect facilities*	3,778,660	3,559,203
Board of directors' remunerations	42,721	85,550
Transfers held for payment	4,606,035	984,368
Deferred income	373,787	396,244
Other	4,260,131	7,939,691
Total	37,060,153	37,031,293

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* Set out below is movement in indirect facilities during the period/ year:

	30 June 2026 (Reviewed not audited)						31 December 2025 (Audited)
	Stage 1		Stage 2		Stage 3	Total	Total
	Individual	Collective	Individual	Collective			
	JD	JD	JD	JD	JD	JD	JD
Total balance as at the beginning of the period/ year	162,901,334	15,867,482	100,648	147	3,788,208	182,657,819	191,874,490
New balances during the period/year	131,786,038	4,740,822	1,462	-	-	136,528,322	97,693,734
Paid balances	(68,232,113)	(3,772,523)	(20,125)	(35)	-	(72,024,796)	(106,844,175)
Transferred to stage 1	34,571	-	(34,571)	-	-	-	-
Transferred to stage 2	(16,150)	(321)	16,150	321	-	-	-
Transferred to stage 3	-	-	-	-	-	-	-
Net effect resulted by changes on categories between the three stages	-	142	(23,953)	(112)	-	(23,923)	(66,230)
Total balance as at the end of the period/ year	<u>226,473,680</u>	<u>16,835,602</u>	<u>39,611</u>	<u>321</u>	<u>3,788,208</u>	<u>247,137,422</u>	<u>182,657,819</u>

Set out below is movement in expected credit losses on indirect facilities during the period/ year:

	30 June 2026 (Reviewed not audited)						31 December 2025 (Audited)
	Stage 1		Stage 2		Stage 3	Total	Total
	Individual	Collective	Individual	Collective			
	JD	JD	JD	JD	JD	JD	JD
Total balance as at the beginning of the period/ year	409,228	14,884	5,495	3	3,129,593	3,559,203	3,618,800
Expected credit loss provision on new exposures during the period/year	338,055	3,242	198	-	85,080	426,575	413,849
Recoveries from expected credit loss provision on settled exposures	(200,870)	(7,770)	(102)	(3)	-	(208,745)	(446,047)
Transferred to stage 1	267	-	(267)	-	-	-	-
Transferred to stage 2	(2070)	(17)	2,070	17	-	-	-
Transferred to stage 3	-	-	-	-	-	-	-
Net effect resulted by changes on categories between the three stages	1,918	15	(305)	(1)	-	1,627	(27,399)
Total balance as at the end of the period/ year	<u>546,528</u>	<u>10,354</u>	<u>7,089</u>	<u>16</u>	<u>3,214,673</u>	<u>3,778,660</u>	<u>3,559,203</u>

17. Paid-In Capital

The paid-in capital amounted to JD 110,000,000, divided into 110,000,000 shares at a par value of JD 1 per share as of 30 June 2026 and 31 December 2025.

18. Reserves:

The details of the reserves as of 30 June 2026 and 31 December 2025 are as follows:

Statutory Reserve

The amount accumulated in this account is transferred from the annual income before tax at 10% during the year and previous years according to the companies Law, this reserve cannot be distributed to shareholders.

Voluntary Reserve

The total amount in this balance represents what has been transferred from the annual income before tax at a rate of no more than 20% during the year as well as previous years. The voluntary reserve is used in situations specified by the Board of Directors and the General Assembly has the authority to distribute all or part of this reserve as dividends to shareholders.

The Bank has not deducted the legal reserves and fees according to the Companies Law and the issued instructions, as these statements are interim. The deductions will be made at the end of the financial year.

19. Fair Value Reserve – Net

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/ year	543,537	303,556
Unrealized gains	541,596	449,344
Deferred tax assets	(172,437)	(262,939)
Deferred tax liabilities	3,234	53,576
Balance at the end of the period/ year	915,930	543,537

The fair value reserve is shown net after deducting deferred tax assets amounting to JD 176,240 and deferred tax liabilities amounting to JD 788,788.

20. Retained Earnings

	30 June 2026	31 December 2025
	JD	JD
	(Reviewed not audited)	(Audited)
Balance at the beginning of the period/ year	24,319,419	22,082,147
Profit for the year	-	2,883,247
Transferred to reserve	-	(645,975)
Balance at the end of the period/ year	24,319,419	24,319,419

- An amount of JD 6,060,324 is restricted as of 30 June 2026 (JD 6,720,436 as of 31 December 2025) against deferred tax assets, including the capitalization or distribution, except for what is actually realized, according to the Central Bank of Jordan instructions.
- The retained earnings balance includes an amount of JD 2,761 as of 30 June 2026 restricted against the early implementation of International Financial Reporting Standard no. (9), unless actually realized through sale transactions.

21. Provision For (Recovered From) Expected Credit Losses

	For the six-months ended 30 June (Reviewed not audited)	
	2026	2025
	JD	JD
Deposits and balances at banks and financial institutions	(4,779)	497
Financial assets at fair value through other comprehensive income	160	(4,747)
Financial assets at amortized cost	(2,905)	(10,093)
Direct credit facilities	2,406,954	(1,116,479)
Discounted letter of credits	11,502	-
Indirect credit facilities	219,457	(8,322)
Total	2,630,389	(1,139,144)

22. Interest Income

	For the six-months ended 30 June (Reviewed not audited)	
	2026	2025
	JD	JD
Direct credit facilities		
Individual (Retail)		
Overdrafts	20,700	25,191
Loans and bills	14,465,780	15,962,440
Credit cards	562,505	400,636
Real estate loans	2,686,832	2,552,869
Large companies		
Overdrafts	1,530,035	1,979,191
Loans and bills	6,030,262	6,936,449
Small and medium enterprises lending "SME's"		
Overdrafts	165,150	151,281
Loans and bills	1,108,387	688,635
Government and public sector	3,034,679	2,841,054
Balances at Central Bank of Jordan	3,534,260	2,578,891
Balances at banks and financial institutions	2,708,124	2,842,097
Financial assets at fair value through other comprehensive income	1,726,393	1,832,685
Financial assets at amortized cost	7,035,938	6,745,084
Margin financing interest - subsidiary's customers	1,474,965	1,546,153
Interest rate swap contracts	1,280,288	690,125
Total	47,364,298	47,772,781

23. Interest Expense

	For the six-months ended as of 30 June (Reviewed not audited)	
	2026	2025
	JD	JD
Banks' and financial institutions' deposits	2,060,375	2,722,593
Customers' deposits:		
Current accounts and demand deposits	245,374	94,934
Saving accounts	334,552	587,729
Time and at notice deposits	22,429,041	22,269,783
Cash margins	921,887	769,505
Borrowed funds	950,620	2,575,995
Deposit guarantee fees	653,894	431,899
Lease liabilities interest	99,470	83,040
Interest rate swap contracts	1,573,280	860,876
Total	29,268,493	30,396,354

24. Cash dividends from financial assets at fair value through other comprehensive income

	For the six-months ended as of 30 June (Reviewed not audited)	
	2026	2025
	JD	JD
Dividends from financial assets – shares	42,901	42,971
Total	42,901	42,971

25. Basic and diluted earnings per share from profit for the period

	For the three-months ended 30 June (Reviewed not audited)		For the six-months ended 30 June (Reviewed not audited)	
	2026	2025	2026	2025
	JD	JD	JD	JD
Profit for the period	947,415	573,076	2,057,082	3,677,390
Weighted average number of shares	110,000,000	110,000,000	110,000,000	110,000,000
Basic and diluted earnings per share from profit for the period JD/ share	0.009	0.005	0.019	0.033

The diluted earnings per share for the period is equivalent to the basic earnings per share for the period.

26. Cash and Cash Equivalent

	For the six-months ended as of 30 June (Reviewed not audited)	
	2026	2025
	JD	JD
Cash and balances with Central Bank of Jordan maturing within three months	165,911,999	141,337,681
Add: balances at banks and financial institutions maturing within three months	119,674,849	165,485,560
Less: deposits from banks and financial institutions maturing within three months	(86,747,840)	(103,299,424)
Total	198,839,008	203,523,817

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27. Related Parties Balances and Transactions

The Bank has entered into transactions with the parent company, sister companies, key management personnel, and the subsidiary as part of its ordinary course of business and based on normal interest and commission rates.

All credit facilities granted to related parties are considered performing.

	Related party					Total	
	Parent and sister companies JD	Senior management JD	Bank's employees JD	Board of Directors JD	30 June 2026 JD	31 December 2025 JD	
<u>Items within the interim condensed consolidated statement of financial position:</u>							
Direct credit facilities	-	1,441,130	13,705,077	-	(Reviewed not audited)	(Audited)	
Balance at banks and financial institutions	-	-	-	-	15,146,207	15,259,322	
Deposits at banks and financial institutions	-	29,635,049	-	-	29,635,049	39,605,745	
Customers' deposits	-	66,633,137	-	-	66,633,137	60,269,700	
Borrowed funds	-	1,862,296	4,307,854	234,796	6,404,946	5,880,307	
		-	-	-	9,217,000	2,127,000	
<u>Off-the interim condensed consolidated statement of financial position items:</u>							
Letters of guarantee	12,487,351	-	-	-	12,487,351	23,992,869	
Letters of credit	9,051,547	-	-	-	9,051,547	1,653,125	
Interest rate swap contracts	42,185,500	-	-	-	42,185,500	35,095,500	
Currency forward contracts	-	-	-	-	-	185,733	
					For the six-months ended as of 30 June (Reviewed not audited)		
					2026	2025	

interim condensed consolidated income statement items:

Interest and commission income	2,125,505	24,362	199,102	-	2,348,969	2,034,058
Interest and commission expense	(2,495,340)	(32,430)	(46,755)	(1,772)	(2,576,297)	(1,818,362)

* The credit interest rates on credit facilities ranges between 3% to 7.50%, while debit interest rates on customers' deposits ranges between 0.01% to 5.50%.

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* The total balance of credit facilities granted to related parties of the Bank not disclosed above amounts to JD 7,733,436, covering 62 clients. These facilities are secured by acceptable guarantees amounted to JD 3,930,091, with interest rates on credit facilities ranging from 3% to 11%, and commission rates ranging from 0.5% to 1%.

Compensation of the benefits of the senior management is as follows:

	For the six-months ended as of 30 June	
	2026	2025
	JD	JD
	(Reviewed not audited)	(Reviewed not audited)
Salaries and remunerations	1,274,480	1,297,081

28. Segment Analysis

a. Information on Bank business segment:

For management purposes, the Bank's operations have been classified into the following major operating segments, measured in accordance with the reports used by the chief executive officer and the main decision maker:

- 1- Individual accounts.
- 2- Corporate accounts.
- 3- Treasury.
- 4- Other.

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Distribution of operating results, assets, and liabilities by business segments:

Description	Total					
	For the six-months ended as of 30 June					
	Individuals JD	Corporate JD	Treasury JD	Other JD	2026 JD (Reviewed not audited)	2025 JD (Reviewed not audited)
Gross direct revenue	18,829,805	13,821,772	19,329,438	5,968	51,986,983	51,748,566
(Provision for) recovered from expected credit losses from financial institutions	(1,760,548)	(876,921)	7,080	-	(2,630,389)	1,139,144
Interest expense	(13,812,791)	(8,260,198)	(7,096,034)	(99,470)	(29,268,493)	(30,396,354)
Business segments results	3,256,466	4,684,653	12,240,484	(93,502)	20,088,101	22,491,356
Undistributed segmental expenses					(17,198,322)	(16,638,238)
Profit before tax					2,889,779	5,853,118
Income tax					(832,697)	(2,175,728)
Net profit for the period					2,057,082	3,677,390
Capital expenditures					(389,033)	(109,031)
Depreciation and amortization					(1,529,897)	(1,719,033)
					30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Segmental assets	433,150,055	373,647,357	630,957,493	-	1,437,754,905	1,480,477,500
Undistributed segmental assets	-	-	-	39,945,151	39,945,151	40,165,009
Total assets	433,150,055	373,647,357	630,957,493	39,945,151	1,477,700,056	1,520,642,509
Segmental liabilities	836,623,077	308,213,796	155,291,129	-	1,300,128,002	1,344,998,743
Undistributed segmental liabilities	-	-	-	7,699,729	7,699,729	8,200,916
Total liabilities	836,623,077	308,213,796	155,291,129	7,699,729	1,307,827,731	1,353,199,659

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b. Geographical distribution information

This disclosure represents the geographical distribution of the Bank business. The Bank operations are mainly concentrated within the local business.

Set out below is the movement in the distribution of the Bank's operating income and capital expenditure by geographical segmentation:

	Inside Jordan		Outside Jordan		Total	
	30 June 2026	30 June 2025	30 June 2026	30 June 2025	30 June 2026	30 June 2025
	JD	JD	JD	JD	JD	JD
	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)	(Reviewed not audited)
Gross direct revenues	47,768,507	47,134,535	4,218,476	4,614,031	51,986,983	51,748,566
Capital expenditures	290,841	109,031	98,192	-	389,033	109,031

	Inside Jordan		Outside Jordan		Total	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025	30 June 2026	31 December 2025
	JD	JD	JD	JD	JD	JD
	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)	(Reviewed not audited)	(Audited)
Total assets	1,377,231,732	1,398,476,933	100,468,324	122,165,576	1,477,700,056	1,520,642,509

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29. Capital Adequacy Ratio

The table below shows capital components, total risk weighted assets and capital adequacy ratio for the period ended 30 June 2026, and for the year ended 31 December 2025 according to the Central Bank of Jordan instructions based on with Basel III Committee regulations:

	30 June 2026	31 December 2025
	Thousands JD (Reviewed not audited)	Thousands JD (Audited)
<u>Primary capital items in accordance with operational requirements</u>		
Paid-in Capital	110,000	110,000
Retained earnings less proposed dividends plus profit for the period	26,374	24,317
Cumulative change in fair value reserve of financial assets	916	544
Share premium	67	67
Statutory reserve	32,316	32,316
Voluntary reserve	197	197
Total ordinary shares' primary capital	169,870	167,441
Regulatory amendments (deduction from capital)		
Goodwill and intangible assets	(937)	(892)
Deferred tax assets	(6,060)	(6,720)
Net ordinary shareholders' equity	162,873	159,829
Additional Capital		
Total primary capital (Tier 1 capital)	162,873	159,829
Tier 2 capital		
Stage 1 IFRS 9 provision/ general banking risk reserve	2,582	2,501
Regulatory amendments (capital offerings) Investments in the capital of subsidiaries	-	-
Total supplementary capital	2,582	2,501
Total regulatory capital	165,455	162,330
Total risk-weighted assets	978,049	982,982
Regulatory capital adequacy ratio (%)	16.92%	16.51%
Primary capital ratio (%)	16.65%	16.26%

Liquidity coverage ratio (LCR):

	30 June 2026
	Thousands JD (Reviewed not audited)
Total adjusted high-quality liquid assets	395,836
Net cash outflows for the subsequent 30 days	69,160
Liquidity coverage ratio (LCR)	572.3%

The banking Group's average liquidity coverage ratio for the period from 1 January 2026 to 30 June 2026 equals 437.8%.

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- * The flow rates represent the weighting factors for each item related to the Liquidity Coverage Ratio (LCR) in accordance with the instructions of Liquidity Coverage Ratio No. (5/2020) issued by the Central Bank of Jordan.

The value of the items related to the Net Stable Funding Ratio as of 30 June 2026 amounted to the following:

	<u>30 June 2026</u> Thousands JD (Reviewed not audited)
Total Available Stable Funding (after applying the Available Stable Funding factor)	953,091
Total Required Stable Funding	813,348
Net Stable Funding Ratio	117.18%

30. Risk Management

The Bank is constantly developing its risk and credit management structure to ensure its effective management across all procedures as well as the efficiency of the risk and credit management process and the proper application of controls in all of the Bank's operations.

The Bank's risk management policies for the six-months period ended 30 June 2026 are the same as the policies followed in the year ended 31 December 2025, which were disclosed in the Bank's annual report as of 31 December 2025.

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1. The distribution of exposures based on economic sectors:

a. The distribution of total exposures based on financial instruments – net as at 30 June 2026 (Reviewed not audited):

	Financial JD	Industrial JD	Trading JD	Real estates JD	Agriculture JD	Shares JD	Individual JD	Government and public sector JD	Services JD	Total JD
Balances at Central Bank of Jordan										
Balances at banks and financial institutions	119,668,417	-	-	-	-	-	-	160,017,243	-	160,017,243
Direct credit facilities – net	21,061,678	122,318,279	69,379,942	92,251,930	6,902,131	33,121,826	333,262,613	90,174,451	29,553,872	119,668,417
Bills and Bonds:										
Within financial assets at amortized cost - net	5,643,277	-	-	-	-	-	-	240,077,238	-	245,720,515
Within financial assets at fair value through other comprehensive income	17,638,357	-	-	-	-	-	-	38,217,139	-	55,855,496
Other assets	20,792,430	22,722	298,345	467,308	1,211	-	618,924	5,648,373	490,017	28,339,330
Total for the current period	184,804,159	122,341,001	69,678,287	92,719,238	6,903,342	33,121,826	333,881,537	534,134,444	30,043,889	1,407,627,723
Letter of guarantees	48,149,977	21,704,724	11,429,158	2,507,748	135,135	-	-	-	28,748,075	112,674,817
Letter of credits	31,542,409	15,425,867	12,273,784	-	-	-	-	-	2,957	59,245,017
Other liabilities	13,235,382	7,763,114	19,203,155	2,169,747	267,571	3,958,753	12,866,802	-	11,974,402	71,438,926
Grand total	277,731,927	167,234,706	112,584,384	97,396,733	7,306,048	37,080,579	346,748,339	534,134,444	70,769,323	1,650,986,483

b. The distribution of total exposures based on classification stage according to the International Financial Reporting Standard No. (9) (Reviewed not audited):

	Stage 1		Stage 2		Stage 3		Total
	Individual JD	Collective JD	Individual JD	Collective JD	Individual JD	Collective JD	Total JD
Financial	277,719,932	-	-	-	11,995	-	277,731,927
Industrial	144,781,112	-	21,623,823	-	829,771	-	167,234,706
Trading	110,575,445	-	930,285	-	1,078,654	-	112,584,384
Real estates	11,306,614	79,644,609	9,999	3,408,493	3,027,018	-	97,396,733
Agriculture	7,296,048	-	-	-	10,000	-	7,306,048
Shares	-	35,324,058	-	127,623	1,628,898	-	37,080,579
Individual	44,808,987	285,013,126	1,327,474	12,456,356	3,142,396	-	346,748,339
Government and public sector	534,134,444	-	-	-	-	-	534,134,444
Services	70,720,241	-	25,847	-	23,235	-	70,769,323
Total	1,201,342,823	399,981,793	23,917,428	15,992,472	9,751,967	-	1,650,986,483

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2. The distribution of exposures based on geographical distribution:

a. The distribution of total exposures based on geographic region – net (Reviewed not audited):

	Inside Jordan		Other Middle East countries		Europe		Asia		Africa		America		Other countries		Total	
	JD		JD		JD		JD		JD		JD		JD		JD	
Balances at Central Bank of Jordan	160,017,243		-		-		-		-		-		-		160,017,243	
Balances at banks and financial institutions - net	56,223,295		47,020,130		15,784,208		-		34,124		606,660		-		119,668,417	
Direct credit facilities - net	798,026,722		-		-		-		-		-		-		798,026,722	
Bills and Bonds:																
Within financial assets at amortized cost	245,720,515		-		-		-		-		-		-		245,720,515	
Within financial assets at fair value through other comprehensive income	38,217,139		14,046,175		-		-		3,592,182		-		-		55,855,496	
Other assets	8,672,944		19,428,162		124,622		-		113,602		-		-		28,339,330	
Total for the current period	1,306,877,858		80,494,467		15,908,830		-		3,739,908		606,660		-		1,407,627,723	
Letter of guarantees	66,593,356		22,337,476		21,633,467		195,290		6,998		1,908,230		-		112,674,817	
Letter of credits	30,158,289		4,592,669		-		-		24,494,059		-		-		59,245,017	
Other liabilities	71,438,926		-		-		-		-		-		-		71,438,926	
Grand total	1,475,068,429		107,424,612		37,542,297		195,290		28,240,965		2,514,890		-		1,650,986,483	

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b. The distribution of total exposures based on classification steps according to the International Financial Reporting Standard No. (9) (Reviewed not audited):

	Stage 1		Stage 2		Stage 3	Total
	Individual	Collective	Individual	Collective		
	JD	JD	JD	JD	JD	JD
Inside Jordan	1,025,424,769	399,981,793	23,917,428	15,992,472	9,751,967	1,475,068,429
Other middle east countries	107,424,612	-	-	-	-	107,424,612
Europe	37,542,297	-	-	-	-	37,542,297
Asia	195,290	-	-	-	-	195,290
Africa	28,240,965	-	-	-	-	28,240,965
America	2,514,890	-	-	-	-	2,514,890
Other countries	-	-	-	-	-	-
Total	1,201,342,823	399,981,793	23,917,428	15,992,472	9,751,967	1,650,986,483

3. Credit exposure that has been reclassified:

a. Gross credit exposures that have been reclassified (Reviewed not audited):

Item	Stage 2		Stage 3		Gross exposure that have been reclassified	Percentage of exposure that have been reclassified
	Gross exposure amount	Exposure that have been reclassified	Gross exposure amount	Exposure that have been reclassified		
	JD	JD	JD	JD	JD	%
Balances at Central Bank of Jordan	-	-	-	-	-	-
Balances at banks and financial institutions	-	-	-	-	-	-
Direct Credit facilities	45,552,109	15,724,229	7,020,336	5,526,641	21,250,870	1.67%
Other assets	-	-	-	-	-	-
Letter of guarantees	44,330	34,458	658,615	10,000	44,458	0.003%
Letter of credits	-	-	-	-	-	-
Other liabilities	50,823	-	-	-	-	-
Total	45,647,262	15,758,687	7,678,951	5,536,641	21,295,328	1.67%

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b. Expected credit losses for the exposures that have been reclassified (Reviewed not audited):									
Item		Exposures that have been reclassified			Expected credit loss due to reclassified exposures			Total	
		Exposures reclassified from stage 2	Exposures reclassified from stage 3	Total exposures that have been reclassified	Stage 2		Stage 3		
		JD	JD	JD	Individual	Collective	Individual	Collective	JD
Direct credit facilities		15,724,229	5,526,641	21,250,870	113,957	1,442,747	6,485,098	434,850	8,476,652
Letter of guarantees		34,458	10,000	44,458	542	-	-	-	542
Letter of credits		-	-	-	-	-	-	-	-
Other liabilities		-	-	-	-	-	-	-	-
Total		15,758,687	5,536,641	21,295,328	114,499	1,442,747	6,485,098	434,850	8,477,194

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The following are contingent liabilities for the Bank at the date of the financial statements:

	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)
Letters of credits:		
Import LCs	57,753,980	12,052,412
Export LCs	28,812,543	20,700,641
Acceptances	6,096,770	8,624,140
Letters of guarantees:		
Payments	34,993,634	34,818,890
Performance	65,597,415	50,154,664
Other	15,455,651	14,837,408
Unutilized credit facilities	71,637,401	52,677,964
Futures contracts in foreign currency	87,827,860	30,380,394
Interest swap contracts	42,185,500	35,095,500
Total	410,360,754	259,342,013

32. Lawsuits Filed Against the Bank

The lawsuits filed against the Bank amounted to JD 4,437,872 as of 30 June 2026 (JD 4,600,334 as of 31 December 2025). In the opinion of the Bank's management and the legal advisor, no liabilities exceeding the provision of JD 141,217 will arise as of 30 June 2026 (JD 84,337 as of 31 December 2025).

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33. Fair Value Hierarchy

A- Fair value of financial assets and financial liabilities that are measured at fair value on 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 values of these financial assets and financial liabilities are determined (valuation techniques and key inputs).

	Fair Value		Fair value hierarchy	Valuation techniques and key inputs	Important unobservable inputs	Relationship between important inputs and fair value
	30 June 2026 JD (Reviewed not audited)	31 December 2025 JD (Audited)				
Financial assets						
Financial assets at fair value through other comprehensive income						
Financial Bonds	13,028,390	24,084,749	Level 2	According to the latest available financial information	Not applicable	Not applicable
Quoted shares and bonds	45,472,402	38,175,340	Level 1	Quoted rates in financial markets	Not applicable	Not applicable
Unquoted shares	7,785,905	6,557,487	Level 2	According to the latest available financial information	Not applicable	Not applicable
Total financial assets at fair value	66,286,697	68,817,576				
Assets - unrealized financial derivatives gains	461,046	551	Level 2	According to the latest available financial information	Not applicable	Not applicable
Financial Liabilities						
Liabilities - unrealized derivatives losses	301,117	464,834	Level 2	According to the latest available financial information	Not applicable	Not applicable
Total financial liabilities at fair value	301,117	464,834				

There were no transfers between level 1 and 2 during the six-months period ended at 30 June 2026 and the year ended 31 December 2025.

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

Except what is detailed in following table we believe that the carrying amounts of financial assets, and financial liabilities recognized in the Bank's interim condensed consolidated financial statements approximate their fair values:

	30 June 2026		31 December 2025		Fair value hierarchy
	Book value	Fair value	Book value	Fair value	
	JD	JD	JD	JD	
	(Reviewed not audited)	(Reviewed not audited)	(Audited)	(Audited)	
Financial assets not measured at fair value					
Cash reserve and time and notice deposits at central bank	112,700,000	112,717,084	133,100,000	133,125,662	Level 2
Balances at Banks and Financial Institutions	119,668,417	120,355,979	146,126,075	146,945,926	Level 2
Direct credit facilities	798,026,722	799,866,940	831,338,484	833,127,507	Level 2
Financial assets at amortized cost	245,720,515	250,227,078	212,595,063	216,777,286	Level 2
	<u>1,276,115,654</u>	<u>1,283,167,081</u>	<u>1,323,159,622</u>	<u>1,329,976,381</u>	
Financial liabilities not measured at fair value					
Banks and financial institution deposits	117,695,832	119,142,248	111,265,324	112,134,858	Level 2
Customer deposits	1,048,522,701	1,057,200,271	1,097,369,463	1,104,487,938	Level 2
Cash margins	51,681,154	51,682,142	53,548,291	53,548,691	Level 2
Borrowed funds	48,191,112	48,308,638	48,907,894	49,035,670	Level 2
	<u>1,266,090,799</u>	<u>1,276,333,299</u>	<u>1,311,090,972</u>	<u>1,319,207,157</u>	