

48.991

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Annual Report

2020



« 2020



**His Majesty
King Abdullah II Ibn Al Hussein**

« 2020



**His Royal Highness Crown
Prince Hussein Bin Abdullah II**



The Amman Stock Exchange (ASE)

was established in March 11, 1999 as a non-profit independent institution; authorized to function as a regulated market for trading securities in Jordan.

On February 20, 2017, the ASE has been registered as a public shareholding company completely owned by the government under the name "The Amman Stock Exchange Company (ASE Company)". The ASE Company is the legal and factual successor to the ASE.

The ASE Company is managed by a seven-member board of directors appointed by the General Assembly of the company and a full time chief executive officer manages and oversees the daily business of the stock exchange.



Vision:

An advanced financial market distinguished legislatively and technically, regionally and globally; in line with the latest international standards in financial markets to provide an attractive investment environment.



Mission:

Provide an organized market for trading securities characterized by fairness, efficiency, transparency, and providing a safe environment for trading securities to increase confidence in the stock market and serve the national economy.



Objectives:

- Practicing, operating, managing and developing all the activities of securities, commodities, and derivatives markets inside and outside Jordan.
- Providing the appropriate environment to ensure the interaction of supply and demand forces for trading securities, according to the clear, proper and fair trading practices.
- Raising the financial markets investment culture, and developing the knowledge related to the financial markets, and the services provided by the ASE Company.

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Chairman's Statement

In the name of Allah, the most merciful and compassionate

May the Peace, the Mercy, and Blessings of Allah be bestowed upon you.

At the beginning, I would like to extend my warmest greetings to you and would like to wish you all a happy year that would shower its blessings upon you, in Allah's will. Kindly allow me to submit the 2020 Amman Stock Exchange (ASE) Annual Report, the year in which Jordan lived with the rest of the world the crisis of the Corona pandemic, which is considered the worst economic crisis since the Great Depression, as the repercussions of the Coronavirus pandemic posed a great danger to the global economy, disrupted the markets of energy, currency, goods, consumer goods, industrial goods, and the aviation, among others, and many countries found themselves having to decide upon contingency measures as to protect their citizens, through interrupting many private and public sectors activities as to combat the pandemic outbreak.

Most global and Arab financial markets have suffered from the effects of the spread of the emerging coronavirus, as most stock exchanges have witnessed a significant decline in their performance. Like other financial markets, the ASE witnessed a noticeable decline in its performance indicators and its market capitalization due to the impact of this crisis, The trading volume decreased during the year 2020 to JD1.0 billion, or 33.9% compared to JD1.6 billion for the year 2019, the ASE100 price index weighted by market capitalization of free float shares has also decreased to 1,657.2 points by the end of 2020, compared to 1,815.2 points marked by the end of 2019, thus being subject to a decrease of 8.7%, the ASE20 price index weighted by market capitalization of free float shares has decreased to 806.5 points by the end of 2020, compared to 891.0 points marked by the end of 2019, thus being subject to a decrease of 9.5%. The market capitalization of the listed shares at the ASE decreased by the end of 2020 as to reach JD12.9 billion, thus marking a decrease of 13.5%, compared with the market capitalization of the listed shares by the end of 2019.

In light of the government procedures for combatting the Coronavirus outbreak and the closure of economic sectors during the full lockdown, which resulted in suspending the operations of the ASE for 51 days, as the decision for suspending trading has been issued by the government, as of March 17, 2020, based on the recommendation of the Jordan Securities Commission (JSC), and the trading was resumed on May 10, 2020. The ASE has implemented the contingency plan prepared for organizing remote working, as to ensure the employees' business continuity under various emergency situations and provide the services needed to various parties that are subject to such situations. In light of the recent developments resulting from the repercussions of the spread of the Coronavirus and as a precautionary measure to confront these repercussions and the situation of uncertainty that prevailed in the market, the ASE took a number of measures represented by reducing the time of the trading session from two hours to one hour, and setting the increase and decrease rate of price limits to 2.5% for all markets, in addition to the JSC's decision to reduce the maintenance margin.

Despite these circumstances and repercussions that continued until the end of the year, the ASE continued implementing its projects and efforts toward the investment climate improvement and enhancing confidence in the market. The ASE has worked on upgrading its electronic systems in accordance with the most recent international standards. The electronic disclosure system project was launched through the language of XBRL,

which is a globally recognized standard language, whereby the system enables companies to electronically publish important information and disclosures immediately upon submitting such data in both Arabic and English, thing that would reduce time and effort, foster transparency, and increase market efficiency.

Moreover, the upgrade of the electronic trading system is being finalized, as to be launched under its new version, Optiq, in accordance with the most recent global standards, during the first quarter of 2021. In addition to the aforementioned, the ASE has also upgraded its virtual environment infrastructure, by replacing its servers and storage equipment and machines with new outlets that meet high quality criteria that feature extra storage capacity, and are based upon the Hyper-Converged Nutanix Infrastructure.

ASE has also joined a new regional index, the Refinitiv AFE Low Carbon Index, related to the Low-Carbon companies in the Middle East and North Africa region. This index encompasses nine markets, including the ASE, that were able to meet its requirements and standards, and is important as it offers an innovative indicator and standards for measuring the companies' governance and sustainability practices aimed toward providing environmental and social contributions to the companies listed in the stock exchange markets, and provides investors wishing to invest in companies that invest in activities concerned with governance and environmental issues, and interested in managing the business of such companies, with the necessary information and data.

As part of the roadmap plan being implemented in cooperation with the European Bank for Reconstruction and Development (EBRD), the ASE held a workshop entitled "how to list in Amman Stock Exchange", with the participation of JSC and the EBRD, via Zoom application. In terms of this workshop, ASE has reviewed "The initial public offering roadmap for listing on the ASE" and its key requirements and introduced the benefits and advantages of listing a company on the ASE.

Within the scope of the governmental initiatives for the support of efforts aimed at fostering investment at ASE and revitalizing the financial market, His Excellency, Dr. Maen Al Qatamin, the Minister of Labor and Minister of State for Investment Affairs, has visited the ASE and the capital market institutions and conducted discussions with the officials at these institutions for tackling the opportunities and challenges faced by the ASE and the capital market institutions, as well as the major suggestions for overcoming such challenges and promoting the capital market, as it is one of the most important economic facilities operating for providing financial liquidity, mobilizing national savings, and providing financing for the private and public sector economic projects, mainly major economic projects, to ensure fostering sustainable economic growth. Furthermore, the Minister has also announced the governmental support to the projects implemented by the ASE and the capital market institutions, making the promise of cooperating with these institutions to overcome the obstacles that may be faced in terms of investing in the ASE.

The ASE has prepared a new three-year strategic plan (2021 – 2023) that identified a set of objectives aimed at contributing to strengthening the role of the ASE in the national economy, developing the services it provides, in addition to enhancing the technical infrastructure, developing the work environment, and enhancing market competitiveness, and providing innovative services and new indicators.

In terms of local and international relationships, the ASE has continued to exert its efforts aimed toward cooperating with the Arab and international stock exchanges to promote partnerships and exchange information and expertise. In this respect, the ASE participated in a number of events along with the competent Arab and International organizations, through audio-video applications. It has attended the 13th meeting of the General Assembly and the 81 meeting of the Working Committee of the Federation of Euro-Asian Stock Exchanges (FEAS), and the ordinary General Assembly Meeting of the Arab Federation of Exchanges (AFE) during in which the Amman Stock Exchange



2020

was elected unanimously as a representative member of the Arab Mashreq countries along with the Beirut Stock Exchange in the Federation's Board of Directors. ASE also participated in the events organized under the annual international roundtable conference entitled "Financing a Resilient Future", organized and held pursuant to the United Nations Environment Programme Finance Initiative (UNEP FI).

I am also pleased to submit in this report the First Sustainability Report for the ASE, whereby this report provides a summarized overview of the environmental and societal impact resulting from the activities carried out by the ASE and its governance-related practices. This report also provides details on the role assumed by the ASE in terms of achieving sustainability, along with important and detailed information that were developed in accordance with the Global Reporting Initiative (GRI) standards on preparing sustainability reports. Furthermore, this report has assessed the relative importance major sustainability-related topics hold for both the market and the clients as well. In fact, this report has been published as a first step toward encouraging the listed companies to issue their own sustainability reports.

Finally, I would like to extend my sincere gratitude to my colleagues, the members of the Board of Directors, for their efforts, and I would like to salute the efforts exerted by the management and employees of the ASE and thank them for their loyalty, perseverance, and outstanding efforts. Praying to Allah Almighty to preserve our precious Jordan and achieve further progress and prosperity under the rule of His Majesty, King Abdullah II bin Al-Hussein.

May the Peace, the Mercy, and Blessings of Allah be bestowed upon you.

Dr. Kamal Ahmed Al Qudah,
Chairman of the Board of Directors
March 2021

Board of Directors

Prof. Kamal Ahmad Al-Qudah / Chairman

Holds a PhD in Finance and Investment from the University of Dundee/ UK (1987-1991), a Master's degree in financial studies from the University of Strathclyde/ UK (1985-1986), a Post-Diploma in Accounting and Finance from University of Sterling (1984-1985), and a Bachelor's in Administrative Science from Yarmouk University / Jordan. He is a member on the Board of Trustees in Al-Hussein Technical University. Al-Qudah worked as an Assistant, Associate, and full professor/ Finance and Banking Department at Yarmouk University, The Arab Academy for Banking and Financial Sciences, and the American University in Madaba during the period (1991-1996), (2000-2005) and (2011- 2019) respectively. He was appointed as the Head of Finance and Banking Department at the Arab Academy for Banking and Financial Sciences during the period (1997-1999); a general manager for Banking and Financial studies Center at the Academy; a consultant for the Academy's President and a consultant for the Audit Bureau president in a Part time basis. Prof. Al-Qudah was a commissioner at the Jordanian Electricity Regulatory Commission during the period (2005-2011), and a member of the steering committee for privatization of electricity companies in the Energy Sector (2010-2012). He was the Dean of Business and Finance Faculty at the American University of Madaba (2011- 2015); Prof. Al Qudah is currently the Chairman of the Board of Amman Stock Exchange since May 2019 until Present.



Mr. Waleed Najjar/ Chairman of Syndicate of owners of financial services companies/ Vice Chairman since 25/9/2020

Owner and Chairman of the Board of Tanmia Securities Company, a member of the Board of Directors of Palestine Investment Bank, and Chairman of Syndicate of Owners of Financial Services Companies. He is also a founder and co-founder of a number of public shareholding companies and a participant in its boards of directors as chairman and vice chairman and member. He is also a Vice Chairman of the Board of Directors of the ASE and a member for two terms, and a member of Board of Directors of the Securities Depository Center for two terms. Also a founder of the Amman Financial Market Brokers Association and its Chairman for more than a term, and a member of the Board of Directors of the Jordanian Petroleum Refinery Company.



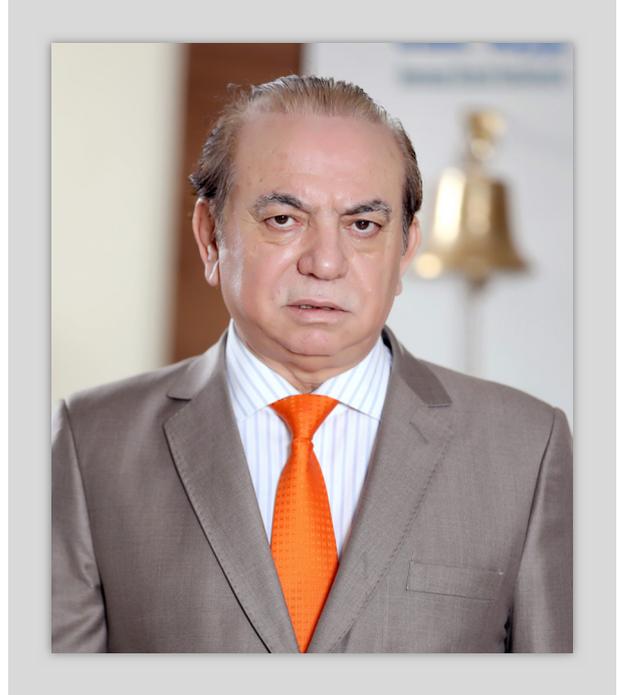
Dr. Ashraf Al Adwan /Member/ Vice Chairman to 24/9/2020

Holds a PhD in Civil Law, specialized in insurance contracts from the University of Poitiers/ France. Founding partner in the Office of Adviser for Advocacy, Arbitration and legal Consultation. He is a staff member in the Faculty of Law/ University of Jordan. He worked as an assistant dean for the Faculty of Law for Development and Student Affairs/ University of Jordan, then Deputy Dean for Student Affairs at the University. He chaired and participated in a number of the University's investigation committees. He was the Head of Surveillance and Internal Audit Department / University of Jordan, and took over the role of academic supervisor for the Future Judges Program. He also took the position of Deputy Dean of the College of Graduate Studies for Humanitarian Colleges Affairs at the University of Jordan, and he is currently the director of the Admission and Registration Unit at the University of Jordan.



Mr. Sami Shraim, Chairman of Jordanian Association Investors in Securities/ Member

Holds a Bachelor's Degree in Business Administration from Beirut Arab University and a Master's Degree in Business Administration (MBA) from Mansoura University. He is the General Manager of Al-Aqsa Company for Supply, and the Global Company for Investment Technology. He is also the Chairman of the Board of Directors of Petra Poultry Company, Al-Tahdeeth Investment Company and Angola International Investments Company, and the Vice Chairman of Al-Tahdeeth Real Estate Investment Company. He is a board member of Al Batinah Contracting Company. Moreover, he is a member of the International Diplomatic Club, a member of the Federation of Arab Businessmen, a member of the Jordanian Businessmen Association, member of the Jordanian European Business Association, the Jordanian American Society, the Jordanian-French Business Council and the Jordanian-Turkish Business Council, and a member of the World Trade Center, as well as a member of the Board of Directors of the Arab African Council of Businessmen and counselor in the Arab Federation for Combating International Crime and Money Laundering.



Social Security Investment Fund represented by Dr. Hasan N. Hasan / Member

Holds a PhD in Philosophy of Economics from the University of Jordan. He is the Head of the Equities Investment Department at the Social Security Investment Fund. He is a research and teaching assistant at the Hashemite University and Yarmouk University. He is also the Vice Chairman of Munya Specialized Resorts, representing the Fund, and a former member of the Board of Directors of Safwa Islamic Bank representing the Fund.



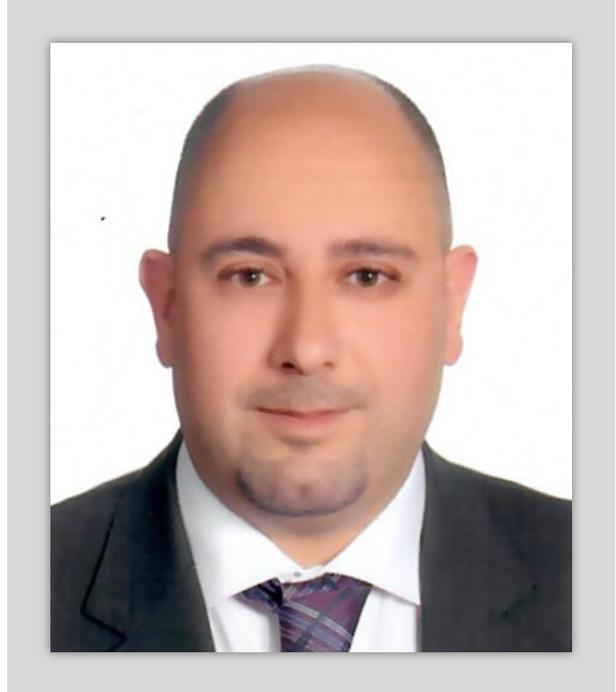
Mr. Majd Shafiq / Member

Mr. Shafiq is an Economic advisor and financial expert. He served as a Commissioner at the Jordan Securities Commission, Chairman of the Board of Directors and General Manager of Al-Mawared Company for Financial Brokerage (The Investment Bank Group). He also worked as a consultant for capital market institutions in several Arab countries and with international financial institutions. He holds a Bachelor's degree in Politics and Economics from the United Arab Emirates University in Al Ain, and a Master's Degree in Public Administration from Harvard University.



Eng. Mohammad Al- Khatib / Member

Holds a Master Degree from the University of London in Analysis, Design and Management Information Systems, and Bachelor's degree in Industrial Engineering from the University of Jordan. He previously worked as the Director of the Information Technology and Communications Department at the Amman Stock Exchange, and the Director of the Information Technology Department at Bank Al Etihad. He also worked as an auditor and advisor for many public institutions and the private sector in the Arab region. He is currently the Director of Information Technology at the Arab Petroleum Investment Company, a multi-country development bank that is affiliated with the Organization of Arab Petroleum Exporting Countries. Previously, he served as a member of an Administrative Board of the Jordanian Association for Computer that deals with the information technology sector in Jordan for several years. He received several awards and certificates of appreciation in the Arab region, the most important of which was the Award for the Best IT Director during the GITEX Conference in Dubai in 2007, during his work as director of the Information Technology and Communications Department at the Amman Stock Exchange.



Executive Management

Mr. Mazen Wathaifi / Chief Executive Officer

Mr. Wathaifi joined the Amman Financial Market (AFM) at the end of the year 1984 and became the head of the Studies and Research Department at the AFM in the year 1997. He became the director of the Research and International Relations Department at the Jordan Securities Commission (JSC) from 1999 until he was appointed CEO of the Securities Commission in 2013. He remained until he was appointed in accordance with the decision of the Council of Ministers as a member of the JSC's Board of Commissioners in July 2014, in addition to performing the functions of the Secretary-General of the JSC. In September 2019 he was appointed as the CEO of the Amman Stock Exchange. He also has a number of researches and papers on the capital market. He served as a liaison officer with a number of Arab and international organizations and a member of several committees affiliated with these organizations, the most important of which are the Federation of Arab Securities Authorities, the International Monetary Fund, the World Bank, the International Organization of Securities Commissions (IOSCO) and the Organization for Economic Cooperation and Development (OECD). Mr. Wathaifi holds a Master's Degree in Financial Sciences specialized in financial markets and participated in specialized courses and activities held in Arab and international universities and institutions.



Board of Directors Report

Due to the endeavour of the ASE to comply with the best and highest international standards and its continuous desire to be a role model for Jordanian companies, and in light of the transformation of the ASE into a public shareholding company and its registration with both the Companies Control Department (CCD) and the Jordan Securities Commission (JSC), the ASE shall consequently comply with the Companies Law, the Securities Law, the Corporate Governance Code issued by the CCD, and the Companies Disclosure Instructions issued by the JSC. The following are the required information according to these legislations:

The Company's Core Activities

Practicing, operating, managing, and developing the functions of securities, commodities, and derivatives markets inside and outside Jordan; through its location in Arjan, near the Ministry of Interior.

Responsibilities of the Board of Directors

The Articles of Association of ASE has defined a number of roles and responsibilities for the Board of Directors, the most significant of which are developing the strategies, policies, plans, and procedures that will realize the company's interests and objectives, maximize the shareholder equity, and serve the local community. Also, one of the responsibilities of the Board of Directors according to the Companies Law is to prepare, within a period not exceeding three months from the end of the company's financial year, the accounts and data related to the company, such as: the company's balance sheet, and the annual report of the Board of Directors, for presentation to the General Assembly.

Board of Directors Committees

The Board of Directors has formed a number of committees according to the need of the company and the related legislations. This includes:

- **The Audit Committee:** The tasks for this Committee include discussing the matters related to the election of the external auditor, monitoring the company's compliance with the Securities Law and the rules, instructions, and decisions issued pursuant thereto, studying and evaluating internal control procedures, and reviewing the assessment of the external auditor for these procedures.
- **The Corporate Governance Committee:** Its task is to prepare the governance report and submit it to the Board of Directors, to outline written work procedures to apply and revise the provisions of the governance instructions to evaluate their implementation on an annual basis, to ensure the ASE compliance with the provisions of the governance instructions, and to study the JSC's remarks on the governance implementation at the ASE and monitors what has been done in this regard.
- **The Risk Management Committee:** Its task is to set the general policy to measure and assess the risks facing the ASE, supervise the development of strategies for managing it, and reduce their negative impacts in case of occurrence.
- **The Nomination and Remuneration Committee:** Its task is to determine the company's competency needs at the level of executive management and employees and the basis for their selection, set a replacement and succession policy and a human resources policy, follow up on its implementation and review it on an annual basis, and to conduct an annual evaluation for the performance of the Board of Directors and its committees.

Meetings of the Board of Directors

The company complies with the provisions of the Companies' Law and the Corporate Governance Guide for the Jordanian companies issued by the Corporate Control Department and the ASE Governance guide related to the Board of Directors meetings. The Board of Directors held 17 meetings during 2020.

Meetings of the General Assembly

In 2020, the General Assembly of the ASE held one ordinary meeting and one extraordinary meeting, upon the call of the Chairman of the Board of Directors for meeting, in accordance with the provisions stipulated by the Companies Law in force.

Stakeholders Rights

The company abides by all articles mentioned in the Corporate Governance Guide for the Jordanian companies issued by the Corporate Control Department.

Subsidiaries

The ASE does not have any subsidiaries.

External Auditor

The company is generally committed to all guidelines related to the external auditor, Al Abbasi & Partners Co.

Major Shareholders

The entire ownership of the ASE shares was transferred from the government of the Hashemite Kingdom of Jordan to the Government Investment Management Company, according to the Resolution No. 7541, issued by the Council of Ministers of April 30, 2018. The transfer procedures were completed on March 03, 2019.

Competitive Position

The ASE Company is the only market currently licensed to practice the business of organizing securities' trading in Jordan. Despite the Securities Law allowing the establishment of more than one financial market in the Kingdom.

Company's Dependence on Specific Suppliers and/or main Customers

The ASE does not have any main suppliers or customers that constitute 10% or more of the total purchases and/or sales.

Government Protection or Privileges Enjoyed by the Company

The ASE and its products do not have any government protection or privileges under the laws and regulations. There are also no patents or franchises obtained by the company.

Decisions issued by the Government, International Organizations or others that have a Material Effect on the Company's Business

The issuance of the Prime Minister's decision to suspend trading in the ASE from 17/3/2020 to 7/5/2020 due to the repercussions of the spread of Coronavirus which had a material impact on the company's work.



2020

The Implementation of International Quality Standards

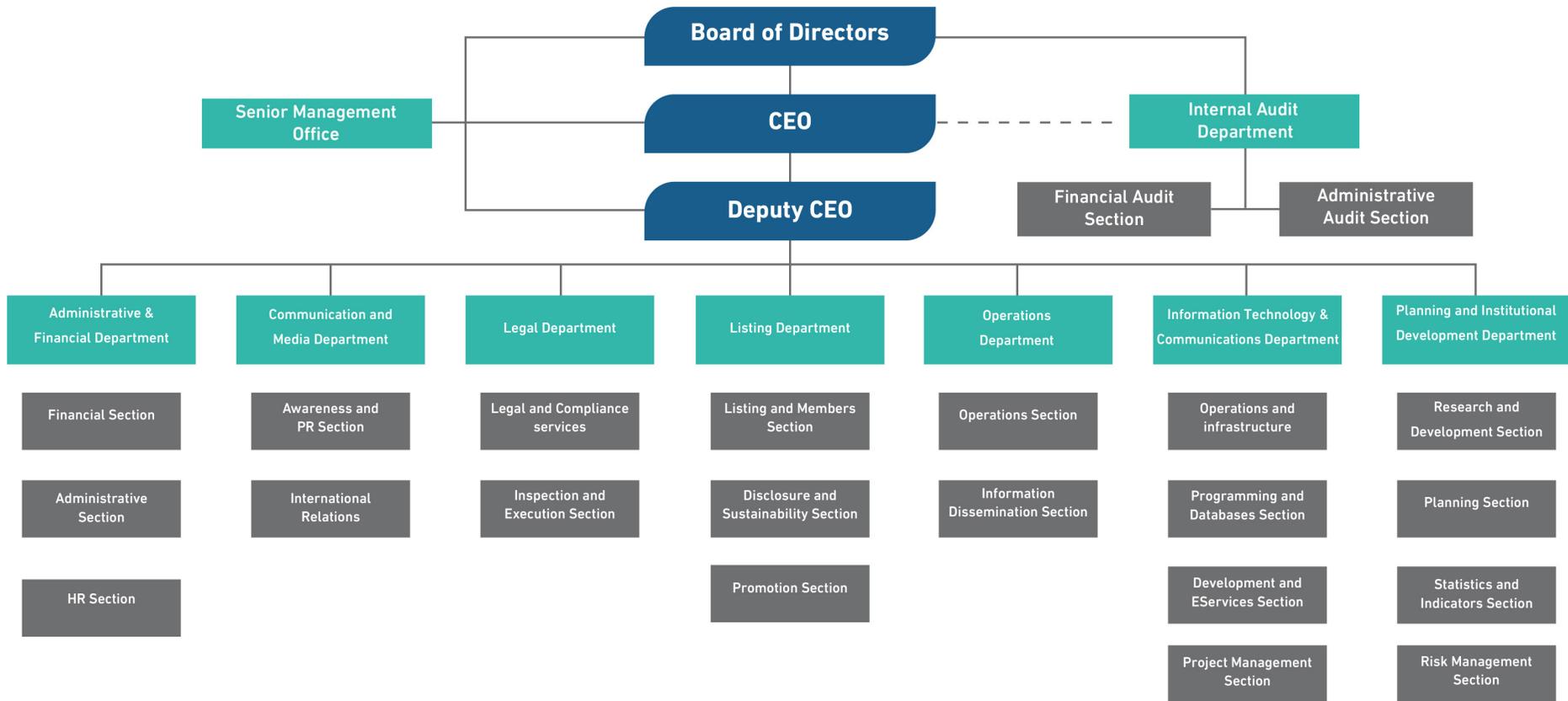
The company does not implement international quality standards.

Disclosure and Transparency

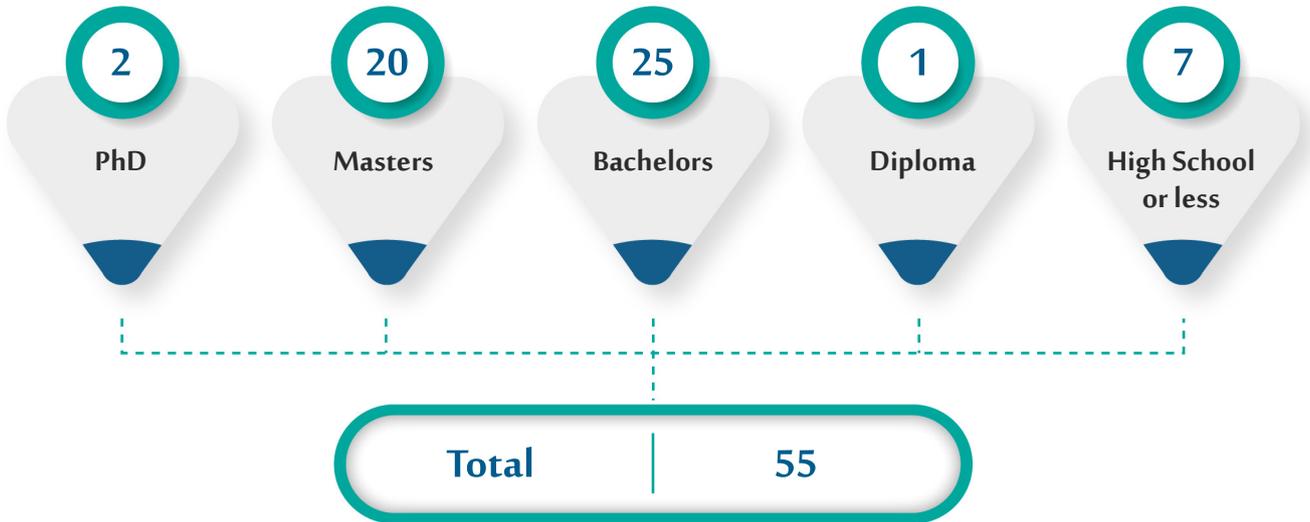
- The company is committed to the disclosure and transparency standards specified by legislations enforce.
- The company uses its website to enhance disclosure and transparency and to provide information.
- In 2020, the ASE launched its Electronic Disclosure System using XBRL language that would be a turning point for companies' disclosure of financial and non-financial data, and will lead to the development of the process of obtaining all disclosed information and data.

The ASE organizational structure

A. The organizational structure



B. Number of Employees and Their Qualifications



C. Training Courses, conferences and official missions for the Company's Employees



Risks

The ASE might be exposed to a number of risks such as financial risks, including: the interest rate risk, and liquidity risk. In 2020, as a result of the spread of the Corona pandemic, and in light of the government's measures to face this pandemic and the closure of economic sectors during the period of comprehensive closure, which resulted in suspending trading at the ASE's for a period of 51 days, trading volumes and stock prices decreased significantly. Furthermore, the government had decided to decrease the number of employees operating at the workplaces to a minimum. In light of these risks, the ASE has implemented a contingency plan to organize working remotely, to ensure the employees' business continuity under various emergency situations. A number of measures were taken by the ASE to reduce the impact and repercussions of the spread of the virus, including the decrease of trading session time from two hours to one, temporarily setting the increase and decrease the rate of prices range to 2.5% in all markets, and decreasing the maintenance margin to 15% rather than 20%, as a preemptive and mitigating measure for overcoming this situation and the market uncertainty that impacted investors, and to mitigate its effects.

The Company's Main Achievements Supported by Figures and Description of Major Events

During 2020, ASE accomplished a number of achievements mentioned in details in this report. The ASE witnessed during this year a decline in its main activity represented by trading in securities, as its revenue decreased by 26% compared with 2019 to become JD2.16 million, and reported losses amounted to JD715,000.

The Financial Impact of non-recurring Activities that Occurred during the Fiscal Year and are not Part of the Company's Main Activity

There is no financial impact of non-recurring operations that were not part of the company's main activity during 2020.

Time Series of Realized Profits or Losses, Dividends, Net shareholders' Equity and Securities' Prices Issued by the Company.

(JD)

| | 2017 | 2018 | 2019 | 2020 |
|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| Net profit/loss after tax | 374,834 | 860,508 | 184,181 | (715,341) |
| Realized Profits/losses | 234,272 | 537,817 | 114,237 | (715,341) |
| Dividends* | - | - | 772,089 | 114,237 |
| Shareholders' net equity | 7,563,850 | 8,375,547 | 7,878,808 | 7,049,230 |
| Price/ Share | The company is not listed |

*The amounts that were transferred to the Ministry of Finance, which represent the profits achieved for the years (2017 - 2019).

Financial Performance Analysis during the Financial Year

The total amount of ASE assets by the end of 2020 was JD7.725 million, where the total owner's equity was JD7.049 million. The revenue amounted to JD2.160 million for the year 2020, and the total expenses reached JD2.875 million. Accordingly, ASE reported losses of JD715 thousand.

Important Future Developments and Future Plans for the Coming Years

They are mentioned in this report in the achievements section.

The Volume of Capital Investment

The ASE does not have any capital investments, which means that there is no investment for the ASE in subsidiaries or in assets that generate revenues for the company.

Auditing Fees for the Company

The external auditor's fees amounted to JD3,250 including sales tax.

Number of Shares Issued by the Company and Owned by any of the Members of the Board of Directors, Senior Management with Executive Authorities, or their Relatives

None, since the company is completely owned by the Government Investment Company.

Companies Controlled by Members of the Board of Directors, Senior Management with Executive Authorities, or their Relatives

None.

Remunerations and Benefits for the Chairman and Members of the Board of Directors and Senior Management with Executive Authorities

A. Remunerations and benefits for the chairman and members of the board of directors.

In accordance with the decision issued by the Council of Ministers on April 16, 2020, for combatting the Coronavirus outbreak, the remunerations attributed to the Chairman and members of the Board of Directors were allocated to an account at the Ministry of Finance as of April 01, 2020.

(JD)

| Name | Title | Notes | Total Remunerations |
|--------------------------|--------------------|----------------------------------|---------------------|
| Prof. Kamal Al-Qudah | Full-time Chairman | - | 3,600 |
| Mr. Waleed Najjar | Vice Chairman | Vice Chairman from: 25/9/2020 | 3,600 |
| Dr. Ashraf Al Adwan | Member | Vice Chairman to: 24/9/2020 | 3,600 |
| Mr. Sami Shraim | Member | - | 3,600 |
| Dr. Hasan N. Hasan | Member | - | 3,600 |
| Eng. Mohammad Al- Khatib | Member | - | 3,600 |
| Mr. Majd Shafiq | Member | - | 3,600 |
| Total | | | 57,600 |

B. Compensations and benefits to the members of the Executive Management.

(JD)

| Name | Title | Notes | Total Annual Salary | Other Annual Incentives |
|--------------------|-------|-------|---------------------|-------------------------|
| Mr. Mazen Wathaifi | CEO | - | 56,000 | - |

Donations and grants paid by the company

In terms of combatting the Coronavirus outbreak, the ASE has made a donation in favor of the Ministry of Health, whereby each of the CEO, Deputy CEO, and the directors of departments have donated the salary of two working days, whereas the employees of the ASE have donated the salary of one working day. The total donations amounted to JD3,339. Moreover, as of April 01, 2020, a percentage of 10% with an amount of JD2,708 has been deducted from the salary of the CEO and donated to Himmat Watan Fund.

Related party transactions

There were no contracts, projects or commitments conducted by the company with the Chairman of the Board of Directors, members of the Board, the General Manager, or any employee of the company or their relatives during 2020.

The Company's Contribution to the Protection of the Environment and Local Communities

In line with ASE's policy related to social responsibility and the local community service, the ASE carried out the following:

First: Issuing the sustainability report for the year 2020 which summarizes the effects of the ASE's activities on environment and society and its governance practices. The launch of this report came as a first step to encourage companies to issue sustainability reports.

Second: Launching the electronic disclosure system using XBRL language. The system provides the ability to electronically publish important information and disclosures by the companies immediately upon submitting such data in both Arabic and English, in a manner that would reduce time, efforts, and costs, and enhance transparency. Moreover, as companies disclose their information and carry out their correspondence with the ASE and JSC in an electronic manner, papers are less consumed, which will that contributed to environmental protection. Furthermore, the system shall assist companies in preparing their own sustainability reports through providing ready-to-use forms to be completed by companies in terms of disclosing their extent of abidance by the application of governance principles and assuming their environmental and social role.

Third: In terms of combatting the Coronavirus outbreak, the ASE has made a donation in favor of the Ministry of Health, whereby each of the CEO, Deputy CEO, and the directors of departments have donated the salary of two working days, whereas the employees of the ASE have donated the salary of one working day. The total donations amounted to JD3,339. Moreover, a percentage of 10% with an amount of JD2,708 has been deducted from the CEO salary and donated to Himmat Watan Fund. This step has been carried out in commitment to the national responsibility and in line with the necessity for joining forces, at all levels, to support all the preventive measures decided upon by the government in terms of combatting the Coronavirus Pandemic Outbreak in the Kingdom, and support the efforts exerted by the Ministry of Health in this respect.

Fourth: The ASE joined a new regional index concerned with low carbon companies in the Middle East and North Africa, which is the Refinitiv AFE Low Carbon Index. The Index includes nine markets that have met the requirements and standards of the Index, including the ASE. The importance of the Index is highlighted as it provides an innovative indicator and criterion for measuring corporate governance and sustainability practices that are concerned with environmental and social contributions in listed companies, and provides the necessary data and information for investors wishing to allocate capital and invest in companies that invest in activities concerned with governance and environmental issues in managing their businesses.

The header features a large, stylized '2020' in a dark blue font. To the left of the numbers is a double arrow pointing left. The background is a light gray with a grid pattern and faint financial charts, including a line graph with data points and a bar chart. Numerical values like '12.002' and '20.556' are visible on the charts.

2020

Fifth: The ASE signed a joint cooperation agreement with the Amman Arab University AAU aiming at establishing a simulation and training room to use the ASE's electronic trading system. This agreement comes within the framework of the implementation of the ASE's policy under its social responsibility and it's keenness to deepen its relationship with the national universities, due to the importance of this relation between the two parties. As well as promoting knowledge matters related to national capital market and investment in securities among the society.

Attestation

The ASE's Board of Directors attests, to the best of its knowledge and belief that there is no existence of any substantial matters, which may affect the business continuity of the company during the year 2021. The Board also confirms its responsibility for preparing the financial statements and providing an effective supervisory system.

Chairman of the Board of Directors
Prof. Kamal Ahmad Al-Qudah

Mr. Waleed Najjar
Vice Chairman

Dr. Ashraf Odwan
Member

Mr. Sami Shraim
Member

Dr. Hasan N. Hasan
Member

Eng. Mohammad Al- Khatib
Member

Mr. Majd Shafiq
Member

The Chairman of the Board of Director, Chief Executive Officer (CEO) and the Director of the Financial and Administrative Department also acknowledge validity, accuracy and completeness of the information indicated in the annual report for 2020.

**Chairman of the Board of
Directors**
Prof. Kamal Al-Qudah

Chief Executive Officer
Mr. Mazen Wathaifi

**Director of the Financial and
Administrative Department**
Mrs. Sima Hattab



Governance Report

Introduction

In line with the ASE Governance Guide for the year 2018 which includes the obligation of the ASE to prepare a corporate governance report on its application of the ASE corporate governance rules, this report has been prepared.

A- Information related to the application of the provisions of the ASE Governance Guide

The ASE is committed to apply the provisions of its 2018 Governance Guide in relation to the following items:

- 1- The formation of the Board of Directors, its authorities, responsibilities and the committees deriving from it.
- 2- Selecting and appointing the ASE's Executive Director and specifying his duties.
- 3- Regulating the ASE supervisory environment.
- 4- The Commitment to the disclosure and transparency policy adopted by Board of Directors.
- 5- Adoption of the risk management policy from Board of Directors.

B- The names of the current and resigned members of the Board of Directors during the year and their representatives if the member is a legal person, and whether the member is executive, non-executive, independent, or not independent:

| Name of the Representative | Board Member | Status | |
|---|--|---------------|-----------------|
| Prof. Kamal Ahmad Al-Qudah Chairman as of 23/5/2019 | Government Investments Management Company appointing members of the board of directors as representatives in accordance with ASE's articles of association and memorandum of association | Non-Executive | Not Independent |
| Chief of Syndicate of Owners of Financial Services Companies Mr. Waleed Najjar Vice chairman from 25/9/2020 | Government Investments Management Company | Non-Executive | Not Independent |
| Dr. Ashraf Al Adwan Vice chairman to 24/9/2020 Member till now | Government Investments Management Company | Non-Executive | Not Independent |
| Chairman of Securities Investors' Association Mr. Sami Shraim | Government Investments Management Company | Non-Executive | Not Independent |
| Social Security Investment Fund represented by: Dr. Hasan N. Hasan | Government Investments Management Company | Non-Executive | Not Independent |

| Name of the Representative | Board Member | Status | |
|----------------------------|---|---------------|-----------------|
| Eng. Mohammad Al- Khatib | Government Investments Management Company | Non-Executive | Not Independent |
| Mr. Majd Shafiq | Government Investments Management Company | Non-Executive | Not Independent |

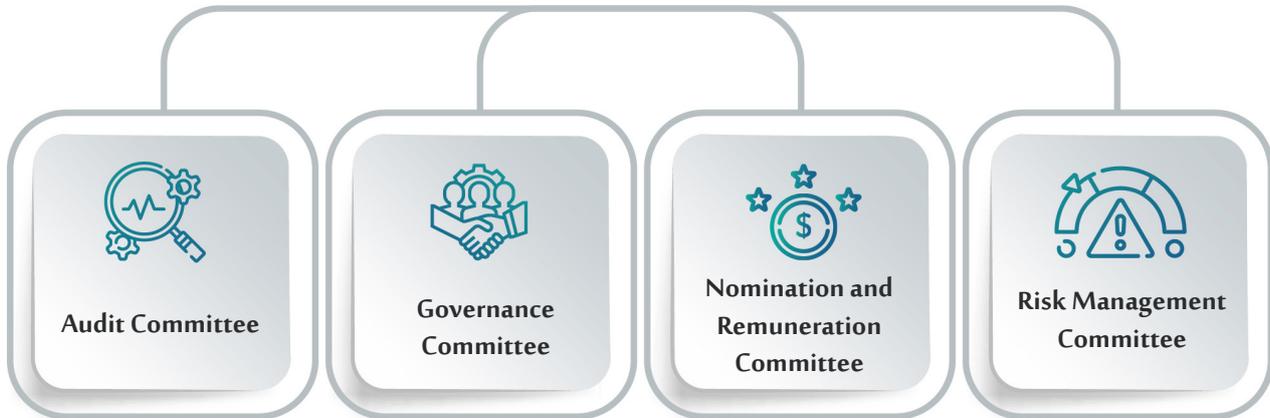
C- Executive positions in the company, its departments and the names of the people who occupy it

| Position | Name |
|---|-----------------------|
| Chief Executive Officer | Mr. Mazen Wathaifi |
| Deputy CEO | Mr. Bassam Abu Abbas |
| Director of Communication and Media Department | Mr. Amjad Qudah |
| Director of Legal Department | Mrs. Abla Najdawi |
| Director of Listing Department | Mr. Saad Alawneh |
| Director of Financial & Administrative Department | Mrs. Sima Hattab |
| Director of Operations Department | Mr. Mohammed Shneawer |
| Director of Information Technology & Telecommunication Department | Eng. Fadi Sodah |
| Director of Planning and Institutional Development Department | Dr. Rasha Dayyat |
| Director of Internal Audit Department | - |

D- All public shareholding companies' boards of directors' memberships that are occupied by the member of the Board of Directors, if any

| Member Name | Memberships |
|----------------------------|--|
| Prof. Kamal Ahmad Al-Qudah | None |
| Mr. Waleed Najjar | Jordan Petroleum Refinery |
| Dr. Ashraf Al Adwan | None |
| Mr. Sami Shraim | AL-Tahdith for Real Estate Investments |
| Dr. Hasan N. Hasan | National Cable & Wire Manufacturing |
| Eng. Mohammad Al- Khatib | None |
| Mr. Majd Shafiq | None |

E- Names of the committees emanating from the Board of Directors



F- Names of the Chairman and members of the Audit Committee and a brief on their qualifications and experience related to financial and accounting matters

Dr. Ashraf Al Adwan
Chairman

Mr. Sami Shraim
Member

Eng. Mohammad Al- Khatib
Member

As for their qualifications and experiences, it has been mentioned in details in the Board of Director's section.

G- Names of the Chairman and members of the Nomination and Remuneration Committee, Governance Committee and Risk Management Committee

| Committee | Position | Member Name |
|---------------------------------------|----------|--------------------------|
| Nomination and Remuneration Committee | Chairman | Mr. Waleed Najjar |
| | Member | Mr. Sami Shraim |
| | Member | Dr. Hasan N. Hasan |
| Governance Committee | Chairman | Mr. Sami Shraim |
| | Member | Dr. Hasan N. Hasan |
| | Member | Mr. Waleed Najjar |
| Risk Management Committee | Chairman | Mr. Majd Shafiq |
| | Member | Dr. Hasan N. Hasan |
| | Member | Eng. Mohammad Al- Khatib |
| | Member | Mr. Mazen Wathaifi |

H- Number of committee meetings during the year, and members' attendance

1- Governance Committee, Nomination and Remuneration Committee and Risk Management Committee

| Committee | Number of Meetings | Attendance |
|---------------------------------------|--------------------|-------------|
| Governance Committee | 1 | All Members |
| Risk Management Committee | 3 | All Members |
| Nomination and Remuneration Committee | 0 | - |

2- Audit Committee

The number of meetings held by the Audit Committee reached four, with the following attendance:

| Member's Name | Number of Meetings Attended | Number of Absences |
|--------------------------|-----------------------------|--------------------|
| Dr. Ashraf Al Adwan | 4 | 0 |
| Mr. Sami Shraim | 4 | 0 |
| Eng. Mohammad Al- Khatib | 4 | 0 |

I- Number of audit committee meetings with the external auditor during the year

No meetings were held.

J- Number of Board meetings during the year, and members' attendance

During 2020, the Board of Directors held seventeen meetings, with the following members' attendance:

| Member'S Name | Number of Meetings Attended | Number of Absences |
|----------------------------|-----------------------------|--------------------|
| Prof. Kamal Ahmad Al-Qudah | 16 | 1 |
| Mr. Waleed Najjar | 17 | 0 |
| Dr. Ashraf Al Adwan | 17 | 0 |
| Mr. Sami Shraim | 16 | 1 |
| Dr. Hasan N. Hasan | 16 | 1 |
| Eng. Mohammad Al- Khatib | 17 | 0 |
| Mr. Majd Shafiq | 16 | 1 |



| Sustainability Report

Report Overview

The ASE Sustainability Report, covers the period starting on January 01, 2020 and ending on December 31, 2020, has been prepared in line with the Global Reporting Initiative (GRI) standards as well as with the Guidance on Sustainability Reporting issued by the ASE, as to highlight the commitment of the ASE to the achievement of the United Nations Sustainable Development Goals (SDGs).

This report has been prepared in light of the ASE Strategic Plan (2018 – 2020), and in line with the 2025 Jordan Sustainability Vision, as to ensure the achievement of the sustainable development goals and achieve the objectives of the ASE and the community, as well as, taking into account the expectations of the multiple stakeholders and other related parties at the ASE.

This report provides an overview of the ASE sustainability performance 2020 at the organizational level, as well as at the local and regional markets levels. It also provides a table of contents that was developed in accordance with the Global Reporting Initiative (GRI) standards as a first and main choice.

The Sustainability at the ASE

The ASE recognizes the importance of the role it plays in terms of supporting and promoting sustainability and social responsibility practices for local companies listed at the Stock exchange, whereby such step is undertaken in line with the local sustainable development plans, of the Jordan Decennial Document (2015-2025), as well as, with the international sustainable development plans of the United Nations Sustainable Development Goals.

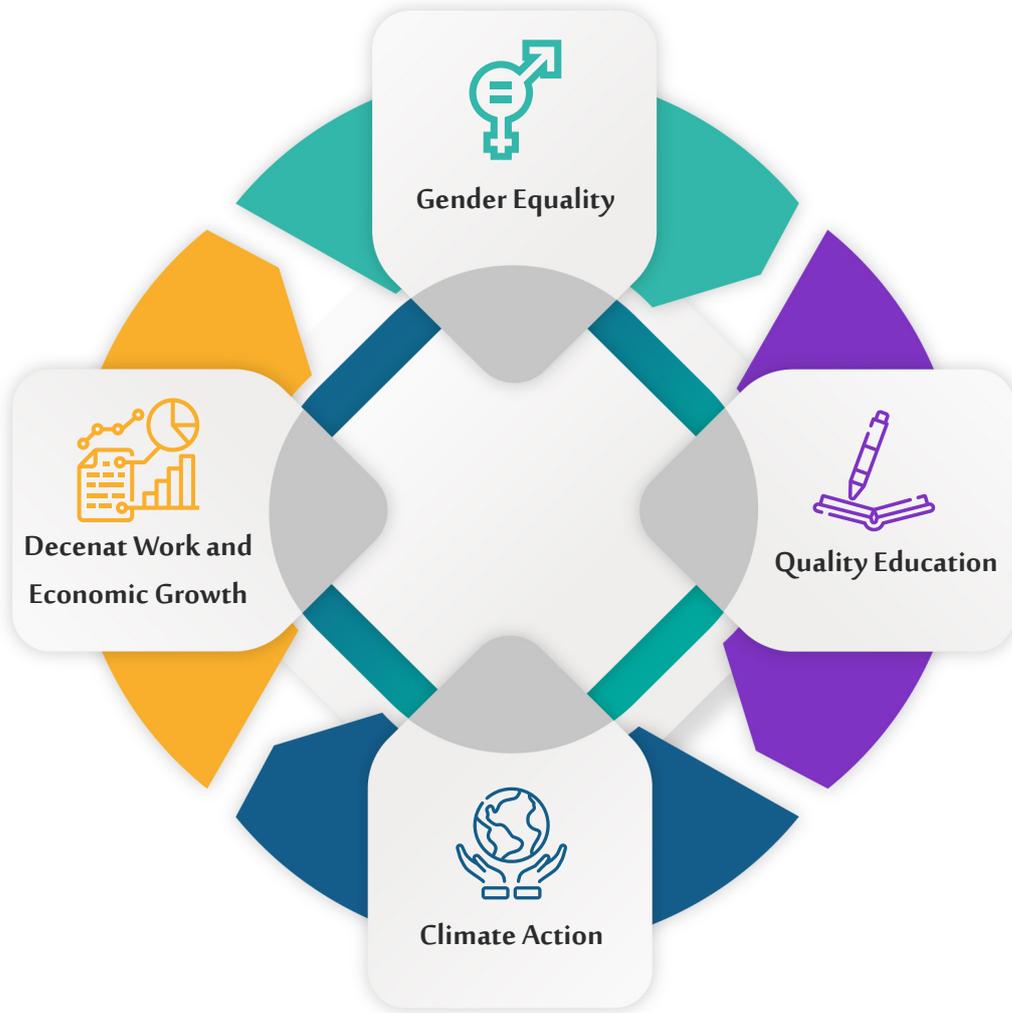
In response to the important role of the ASE for promoting companies' sustainability, the exchange announced in 2016 its joining the Sustainable Stock Exchange Initiative (SSE), the ASE is the forty-ninth stock exchange joined this Initiative which works with capital markets regulators and decision-makers for the creation of sustainable capital markets. It should be noted, that the Sustainable Stock Exchange Initiative (SSE), is an initiative launched by the United Nations that aims to encourage stock exchanges - in collaboration with investors, regulators, and companies, to promote sustainable development (environmental, social and corporate governance ESG issues). This initiative is coordinated by the UN Conference on Trade and Development (UNCTAD), the UN Global Compact, the UN Environment Program Finance Initiative (UNEP FI) and the Principles for Responsible Investment (PRI).

The issuance of the (Sustainability Report 2020) of the ASE emphasizes the importance of its role in encouraging financial institutions and listed companies to abide by the sustainability criteria and issue their own reports. The ASE has integrated sustainability criteria into its strategic plan.

The Mechanism of Implementation Sustainability at the ASE

The priority of the global sustainable development goals which the ASE will seek to achieve in the coming period have been identified, where the stock exchange aims to raise its regional and global competitiveness in light of the expectations of the various stakeholders and market involved parties, to meet their changing needs.

Sustainable Development Goals (SDGs)



Communicating with Stakeholders

The ASE pays much attention to the stakeholders, to achieve sustainable development which contributes to establishing a joint business relationship and making decisions that would benefit all involved parties. The ASE dealing with many stakeholders, including the individuals and various governmental and non-governmental institutions affected by the activities of the ASE or those whose activities affect it. Furthermore, the ASE also pays particular attention to the efficient and continuous dialogue with stakeholders and works to continuous improvement and development of the communication channels with them.

The following table provides an overview of the ASE stakeholders and the mechanism for communicating with them:

| Stakeholders | Communication Mechanism |
|--|--|
| The Listed Companies on the ASE | <ul style="list-style-type: none"> • Holding training workshops and meetings • Respond to the companies inquiries received by the ASE • Publishing the ASE news on its official website and the various social media platforms, to keep the public updated with the Stock Exchange's latest news |
| Brokerage Companies (Member Companies) | <ul style="list-style-type: none"> • Holding training workshops and meetings • Respond to the companies inquiries received by the ASE • Providing Technical Support |
| Regulatory Government Institutions | <ul style="list-style-type: none"> • Direct communication and cooperation in the development of the regulations and legislations • Holding meetings • Continuous coordination of joint works |
| Employees | <ul style="list-style-type: none"> • Holding training workshops and meetings for employees • Holding periodic meetings for the various administrative levels • Exchanging opinions and suggestions on business development |
| Investors | <ul style="list-style-type: none"> • Contacting investors, obtaining their inquiries and questions, and respond to them • Issuing educational and awareness brochures and publications on investment • Holding meetings for introducing the ASE investment opportunities • The ASE website includes an educational section for investors, aiming to raise their awareness on topics related to investment in the ASE |

| Stakeholders | Communication Mechanism |
|--|--|
| Data Vendors and Providers | Contacting data Vendors and providers, such as companies providing the new trading system and the company providing the electronic disclosure system (XBRL), among others |
| Stock Exchanges and International Institutions | The ASE is an active member of many international initiatives and federations, such as the World Federation of Exchanges (WFE), the Federation of Euro-Asian Stock Exchanges (FEAS), the Arab Federation of Exchanges (AFE), the Organization of Islamic Cooperation (OIC), and the United Nations Sustainable Stock Exchange Initiative (SSE). The ASE is also a party to many memoranda of understanding concluding with various Arab and international exchanges |
| Students and Universities | <ul style="list-style-type: none"> • Hosting students from many entities at the premises of the ASE • Organizing and holding educational conferences and meetings • Concluding an agreement for the establishment of the Trading Simulation Room with Amman Arab University, and linking this laboratory to the testing environment of the electronic trading system, as to train university students on applying the trading mechanism of the ASE • Training the Department of Finance and Banking Sciences at Yarmouk University on the trading rules and how to use trading screens |

Products and Services Offered by the ASE to Stakeholders

The ASE offers trading services pertaining to a set of products and financial and investment tools, including companies' shares, treasury bonds, treasury bills, corporate bonds, public entities bonds, right issues, and Islamic Sukuk, which are currently traded through an electronic trading system distinguished by its high efficiency and development, within an easy, flexible, and secure mechanism. Furthermore, the ASE also offers many services to stakeholders, including the following:

First: Services Offered to the ASE Member Entities

- Ability to log into the electronic archiving system: This system offers disclosures pertaining to the financial instruments listed at the ASE as well as those related to the financial brokerage companies, in addition to offering access to the circulars issued by the ASE and the trading reports related to the brokerage companies' business, including trading bulletins and daily summaries.
- Online Trading Service: This service is provided by financial brokerage companies to their clients after obtaining the relevant approvals from the ASE, whereby their clients become able to trade financial instruments upon entering buy and sell orders to the electronic trading system through the Internet.
- Subscription to the Executed Orders Database "SMS Notifications": This service aims at enabling the brokerage company to notice its clients of the details of their executed orders, as soon as they are executed through SMS.
- Providing members with the trading stations that the broker uses for entering buy and sell orders for its clients, as well as the inquiry screens that display live trading data. The broker uses these screens it for following up the trading at the ASE.
- Operating and using the orders management system, as to enable the broker to enter the buy and sell orders of its clients on the electronic trading system, through the orders management system, rather than using the trading stations made available at the ASE, whereby such step is carried out in line with the Bases of Providing Live Trading Data to the Members of the ASE.

Second: Services Offered to Issuers of Financial Instruments

- Listing Securities: Listing the shares of the public and private shareholding companies, the governmental bills and bonds, the public entities bonds, the corporate bonds, and the Jordanian or non-Jordanian investment funds, the Islamic Sukuk, and deposit receipts, after the issuing company meets all the requirements and conditions in this respect.
- Responding to the requirements of the companies in terms of changing the corporate name, or increasing or decreasing, or restructuring its capital at the ASE, or any other action that may require the Stock Exchange to take action and might impact upon investors.
- Publishing disclosures issued by the listed companies, whereby such disclosures might impact the financial securities' prices.

Third: Services Offered to Data Vendors

- Allowing interested parties to publish on their websites the Ticker Tap prices for the traded securities.
- Providing the certified Data Vendors with real time trading data, through the Live Feed to be published directly to investors and interested parties, through special software installed on the personal computer device or through publishing such data on a website allocated for this purpose or through mobile devices or SMS services.

- Providing Data Vendors with inquiry stations displaying real time trading information, whereby such stations are directly linked to the electronic trading system, as to publish such information on their website and follow up on their investment portfolios.
- Publishing the prices of traded securities in the ASE, on TV channels.

Fourth: Services Offered to Data Providers

- Issuing an orders management system certificate for OMS developing or distributing company used by the brokerage company upon examining and testing the system and its compatibility with the functional and technical requirements of the ASE.
- Amending or renewing the orders management system certificate if the version used by brokerage company has been modified.

Estimating the core Topics

The ASE aims at communicating with the relevant stakeholders and continuously meets their needs. Such action is carried out to determine the stakeholder's priorities and their importance in line with the role of the ASE and its priorities, being a company responsible at the economic, social, and environmental levels. Accordingly, in 2020, the ASE has identified the following most core topics which were relied upon in preparing the stock exchange's Sustainability Report:



The ASE performance related to Sustainability

The ASE exerts its efforts on implementing the basic elements related to environmental, social, and governance standards.

* Governance Standards

The ASE cooperates with the JSC toward fostering the confidence of those who deal with the market through focusing on applying the companies' governance practices. In this respect, JSC is considered as the support base for the governance framework and plays a key role in terms of setting the companies' governance standards.

• Governance Guide

Given the importance of governance as a main instigator in terms of business success, and in line with the ASE continuous and permanent mission to abide by the best and highest international criteria and standards, the ASE has prepared its own Governance Guide in 2018, whereby it has adopted the corporate governance principles indicated in, Governance Guide issued by the Companies Control Department, as well as the Instructions of the Governance issued by JSC, in addition to the compatibility of the provisions indicated in this guidance with those stipulated by ASE Articles of Association, and taking into consideration the publications issued by the Organization for Economic Cooperation and Development (OECD) in this regard.

• Risks Management

In 2020, the ASE Board of Directors has adopted the Risks Management Policy which is considered as the first step toward the development of its integrated risks management system. This policy aims at setting the framework for managing risks in the Stock Exchange, by determining the responsibilities related to all the administrative levels, decreasing the risks that the Stock Exchange may be exposed to that may impact its activities and achieving its goals, and reduce the effects of these risks to the extent possible, in addition to providing an auditing system that involves the ASE's departments in the risks' monitoring process. The policy has also set the risks management approach as well as the principles and mechanisms that will be adopted in this respect.

The Risks Management Policy will come into effect as of 2021, as it shall identify and assess the foreseeable risks and analyse them, suggest the relevant procedures to deal with, and prepare periodic reports for the Board of Directors management with recommendations for ensuring the effectiveness and efficiency of the risks management process.

• Work Ethics and Compliance

The ASE complies with the code of conduct and work ethics, and it has adopted professional standards aimed at the application of such rules through issuing the "Internal By-Laws for Regulating Work in the ASE Company for the Year 2018", currently in force, which helps to create more efficient, competent, and productive work environment.

* Social Standards

The ASE believes in the role of its employees in achieving its strategic objectives whereby 55 employees work for the ASE as of 2020.

• Recruitment of competencies

The recruitment policy adopted by the ASE is based upon equality, equal opportunities for all, and non-discrimination. Where, outstanding human resources are recruited among the best applicants, whether males or females, in accordance with the job requirements, and efforts are exerted for retaining these resources. Moreover, the ASE strives toward providing appropriate work circumstances, in terms of salaries, bonuses, working hours, weekends, annual and sick paid leaves, maternity and paternity paid leaves, and the savings and housing fund system available to its employees, as well as toward providing equal opportunities to men and women in leadership positions. The ASE also provides a secure and healthy work environment to its employees, as well as healthcare including medical insurance.

Employees Number in Accordance with the Academic Qualifications Classified by Gender

| Gender | PhD | Masters | Bachelor | Diploma | Secondary Education or Less | Number | Employees Total Number |
|---------|-----|---------|----------|---------|-----------------------------|--------|------------------------|
| Males | 0 | 13 | 11 | 0 | 6 | 30 | 55 |
| Females | 2 | 7 | 14 | 1 | 1 | 25 | |

• Human Development and Training

The ASE offers local and external training working hours to its employees in order to increase the efficiency of its functional apparatus and provide it with the skills and qualifications needed for achieving efficient performance and deal with the latest trends and developments related to the work methods and approaches in various fields. Moreover, the ASE aims at improving the employees' performance and increases their efficiency in accordance with the job requirements, individual needs, and organizational development needs, as well as pursuant to the relevant action plans, projects, and developmental programs.

In order to achieve these objectives, the ASE has allocated an annual budget for employees' training, whereby this budget has been identified in accordance with a previously calculated plan set pursuant to the training needs of men and women operating at various positions and employment grades at each of the departments thereof. These training sessions are documented by submitting special reports on them.

However, the current situation imposed by the outbreak of the Coronavirus Pandemic has impacted many training programs this year, whereby such programs were as follows:

Company's Employees Training and Qualification Programs

| | Training Programs Number | Participants Number |
|----------------------------|--------------------------|---------------------|
| Domestic Training Programs | 7 | 18 |
| Training Programs Abroad | 0 | 0 |
| Total | 7 | 18 |

• Human Rights

The provisions stipulated by the "Internal By-Laws for Regulating Work in the ASE Company for the Year 2018" are aligned with the stipulations set forth by the Labour Law in force in the Hashemite Kingdom of Jordan. In fact, the ASE has adopted many practices supporting human rights, including the protection of the employees' personal data information and their confidentiality, the employment policies based upon equal opportunities for all, non-discrimination on the bases of race, gender, colour, nationality, or religion, offering equal opportunities to women and ensuring women's representation in outstanding leading positions, abstaining from arbitrary dismissal, providing employees with professional training, and ensuring career development based upon fairness and equality.

• Women Empowerment

The ASE reiterates the importance of employing and training women in the workplace, as it believes that women empowerment is a key factor for increasing the productivity of establishments and ensuring their advancement. Accordingly, the overall number of female employees at the ASE has reached 45% by the end of 2020, and their percentage reached 29% of the total supervisory positions at the Stock Exchange. Furthermore, the ASE has also sponsored the "Ringling the Bell for Gender Equality" event several times, as to stress the importance of women representation in companies' leadership positions. Moreover, in 2020, the ASE hosted the celebration of Annual Gender Equality Initiative in Jordan, in cooperation with the International Finance Corporation (IFC), UN Women and UN Global Compact Initiative through Ringling the Bell to start of the stock exchange trading session on the International Women's Day, thus reiterating the belief of the ASE in the role of the Jordanian Woman that can achieve it in the sustainable development process and the various economic activities.

• Investment in Community and Raising Awareness on Sustainability

Communication with the various community segments and raising their awareness on sustainability is one of the most important axes in the ASE strategy. Such action has been carried out through issuing educational material and publications and holding conferences on sustainability. The following provides an overview on the most important actions taken by the ASE in this respect:

1. Raising the Awareness of Investors and Listed Companies on Sustainability- Related Issues

After the ASE joined the Sustainable Stock Exchange Initiative (SSE) back in 2016, and since it adopted the sustainable development-related issues, it carried as an initial step, the preparation of educational publications introducing sustainability and the United Nations Sustainable Development Goals (SDGs) to the investors, companies, and other involved parties in the market. Accordingly, the first and second sustainability-related brochures were published in English and Arabic, and made available on the website of the ASE. These brochures have tackled a variety of topics, such as the sustainable development concept, its historical overview, the United Nations Sustainable Development Goals (SDGs) and their benefits, the standards and guidelines issued by the Global Reporting Initiative (GRI – G4), among others. These brochures aimed at encouraging listed companies to adopt sustainability and integrate it under their operational strategy.

2. Encouraging Disclosure of Sustainability Reports

In order to encourage companies to adopt sustainability-related practices and periodically disclose their environmental and social impacts and their governance practices, the ASE has published its Guidance on Sustainability Reporting, in both English and Arabic, whereby such Guidance tackles the importance of sustainability, the guiding steps to be adopted by public shareholding listed companies in terms of elaborating

sustainability reports, content of the sustainability report, the key sustainability performance indicators, as well as the most important international standards adopted in this respect. This Guidance has been issued in line with the recommendations issued by the Sustainable Stock Exchange Initiative (SSE), the World Federation of Exchanges (WFE), and the Global Reporting Initiative (GRI).

* Environmental Standards

The ASE aims at protecting the environment and mitigates its environmental impact through exerting efforts toward decreasing carbon emissions and rationalizing the use of non-renewable energy. In this respect, the ASE has taken many environmental initiatives, including the following:

1. Energy Consumption Rationalization and Carbon Emissions Decrease

Although the business of the ASE does not result in high carbon emission levels, it has implemented many initiatives aimed at decreasing energy consumption and carbon emissions therein. These initiatives encompass the use of LED energy efficient lighting technologies, the adoption of the “Lights Switching Off” policy at the ASE building by the end of the official working hours, air conditioners energy saving inverters were also used rather than the use of traditional air conditioners, and the use of the R-410A refrigerant gas in air conditions being an environment-friendly hydro fluorocarbons refrigerant gas that does not include Chloride in its compositions, as air conditioners equipped with this refrigerant gas are more efficient and less harmful to the Ozone layer.

2. Solar Power Electricity Generation

A joint study was carried out by the capital market institutions on the possibility of implementing the project to convert the building to rely on solar energy. The study concluded that such transformation would contribute to meeting 50-60% of the electrical power of the building's need, to decrease financial expenditure of the capital market institutions, and decrease depending upon non-renewable energies.

Major Economic and Financial Indicators

GDP decreased by 1.6% at constant market prices at the end of 2020 compared to 2019

The average of Consumer Price Index increased by 0.43% at the end of October 2020

Foreign currency reserves reached JD8676.1 million at the end of November 2020



The deficit in the trade balance decreased by 16.5% at the end of 2020 compared to 2019



Increase in the net public debt balance to reach JD31323.4 million at the end of November 2020



The fiscal deficit including grants reached JD1767.3 million at the end of November 2020

Total imports decreased by 11.3% at the end of 2020 compared to 2019

Increase in the net domestic debt at the end of November 2020 to reach JD17314.5 million

Increase in the total expenditures by 3.4% at the end of November 2020 compared to the same period in 2019

Total exports decreased by 4.5% at the end of 2020 compared to 2019

Increase in the external debt at the end of November 2020 to reach JD14008.9 million

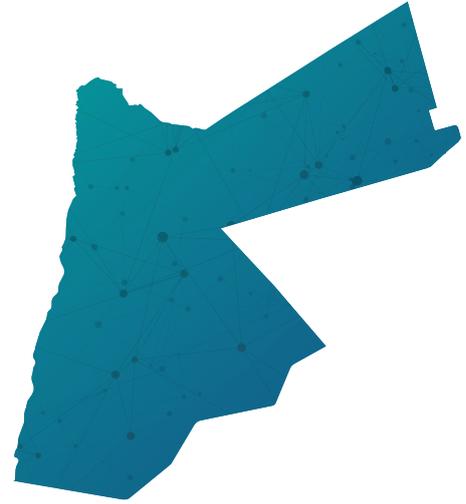
Decrease in the total public revenue including grants by 3.3% at the end of November 2020 compared to the same period in 2019

2020

Jordan ranked 4th in the Arab world, and ranked 53rd globally, in the fifth edition of the World Digital Competitiveness Report issued by the World Competitiveness Center of the International Institute for Management Development (IMD)

Jordan ranked 4th in the Arab world and ranked 45th globally out of 145 countries in the Global Labour Resilience Index for the year 2020 issued by Whiteshield Partners, which specializes in global strategy and public policy.

Jordan ranked 66 out of 186 countries and ranked third among Arab countries in the Index of Economic Freedom 2020 issued by the Heritage Foundation



ASE Achievements in 2020

First: ASE Strategic Plan

The ASE has continued to implement its Strategic Plan (2018 - 2020) in line with the programs, projects, and activities approved by the Government of the Hashemite Kingdom of Jordan under the ten-year document of Jordan (2015 - 2025) and the national capital market development roadmap, in cooperation with the EBRD, as to preserve the achievements that have already taken place, develop all the aspects of work of the ASE, and achieve its vision and mission.

In addition to the aforementioned, the ASE has prepared a strategic plan for the years (2021 - 2023) that is mainly aimed to enhance the economic benefit provided by the ASE and enable it to provide better services. This strategic plan includes three strategic objectives, the first objective aims to enhance the technical infrastructure and developing the work environment, the second aims to enhance the market competitiveness, and the third objective is to provide innovative services and new indicators. In order to achieve the aforementioned goals, the plan includes eight initiatives that included the implementation of twenty-seven projects during the years (2021 - 2023).

Second: Launching the Electronic Disclosure System XBRL

The ASE, in cooperation with the JSC launched the Electronic Disclosure System XBRL, whereby this project is considered to be an important and vital project that serves all parties involved in the market. In fact, it would be a qualitative transition for the way of disclosing financial and non-financial information. It will lead to the development of the process of obtaining all disclosed information and data in both Arabic and English language, since the public shareholding companies, brokerage firms, auditing firms, mutual funds, the Jordanian Association of Certified Public Accountants, and some regulatory authorities such as the Central Bank of Jordan were obligated to use this system as the only approved method of disclosure and correspondence with the JSC and the ASE.

This Electronic Disclosure System is considered an electronic platform enabling companies to provide the ASE and the JSC with all the financial and non-financial disclosures in both Arabic and English language, in addition to a variety of electronic services. It is worth mentioning that this important and vital project shall contribute to enhance the components and mechanisms of transparency and disclosure within the national capital market, and it will improve the efficiency, accuracy, and speed of financial data and non-financial information flow. It will also give sufficient flexibility in terms of providing various forms that would meet the different needs of companies, and decrease time, efforts, and costs.

This system provides special forms for financial disclosure that companies fill out when preparing their financial statements, whereby such forms include all the items contained in the companies' financial statements as they have taken into account upon their preparing, the various sectors in which these companies are listed (financial sector, services sector, and industrial sector), as well as the use of standard and universal accounting descriptions and terminology, and this would enable all relevant parties to compare financial statements of companies at the local and global level in less time and effort, and decrease the possibility of mistakes that may result due to the difference in names of accounts and the terms used by companies in their financial statements. Furthermore, the system offers standard forms for non-financial disclosures including the minimum information and data needed by investors to take their investment decisions.

This system is one of the most important strategic projects that will contribute significantly to achieving the ASE and the JSC objectives, and strengthen their ability to regulate and monitor the disclosure process, and also improve

the local investment environment in general. The system is considered as the key element for promoting the main structure required for capital markets and thus, would contribute to raising the rank of Jordan in international reports, including the Doing Business Report issued by the World Bank.

Third: Upgrading the Electronic Trading Platform into Optiq

The ASE is working on putting the final touches to launch the new trading system Optiq in the first quarter of 2021 whereby the brokerage firms have been trained on the new system and final tests of the system are being completed with the participation of all related parties such as the Securities Depository Centre (SDC), brokerage firms, OMS providers companies, and international and regional data vendors.

It is worth mentioning that Optiq was developed by Euronext by using the latest technology and in accordance with the latest international standards. It aims to develop the trading operations and update the technical infrastructure and increase the capacity of the trading system, in addition, to support new financial instruments.

Fourth: Legislative developments

ASE continuously reviews the legislations regulating all aspects of its works and amends them in accordance with any development within the Jordanian capital market. In this respect, it has conducted the following in 2020:

1- Amendment of the Articles of Association and Internal By-Laws for Regulating Amman Stock Exchange Company Work for the Year 2018

The aforementioned step was carried out in light of the transfer of ASE shares held by the Government of the Hashemite Kingdom of Jordan in favor of the Government Investments Management Company, in application of the Resolution No. (7541), issued by the Council of Ministers of April 30, 2018, whereby the General Assembly of ASE became the Government Investments Management Company. In this respect as well, an objective has been added to the "Objectives and Targets of the Company", whereby this objective stipulates the eligibility of ASE to sell, purchase, lease, rent, mortgage, or obtain a mortgage for any moveable or immovable assets, or any rights or privileges deemed to be necessary and appropriate by the company for the achievement of its objectives, including lands, buildings, machinery, and installations, as well as the eligibility of ASE to establish, impose, dispose of, and conduct the necessary modifications at the level of buildings and works when deemed necessary for the achievements of its objectives.

2- Amendment of the By law Regulating Membership at the ASE for the Year 2018

These amendments may be summarized by enabling the director general to carry out financial brokerage tasks in the event of obtaining the relevant approval from JSC, and allowing the financial director to carry out accounting tasks in the event of non-appointment of a full-time accountant, in light of the market situation and the circumstances the members are subject to, as to lighten some of the continuous terms and conditions required to be met by the broker wishing to become a member at ASE. The amendments have also bound the members to obtain a written commitment, issued by information system supplying companies, ensuring preserving the confidentiality of the information these companies might become aware of, as to preserve the private aspect of the secrets of members' clients.

Fifth: Launching a New Page on the Website Entitled "Corporate Actions"

The ASE launched a new page on its website entitled "Corporate Actions" in both English and Arabic. The purpose of creating such page is to enhance transparency and significant information for researchers and investors to make their investment decisions and enable users to obtain a report of the actions that occurred on the listed companies in an appropriate way to meet their needs easily. This page contains details of the actions related to the listed companies that occurred in the last ten years in both Arabic and English languages, including actions related to

the company's listing and delisting, increasing, reducing, and restructuring its capital, in addition to changing the company's name or its symbol, and its transfer between markets such as the transfer of the company from the first to the second market or vice versa, and other corporate actions.

Sixth: Issuing the Public Shareholding Companies' Guide for 2020

This Guide includes general information about the public shareholding companies traded at the ASE, as well as the financial information of the companies related to the statement of financial position, income statement, and cash flow statement, in addition to some financial ratios for period (2016-2019).

Seventh: The ASE entered the Refinitiv and Arab Federation of Exchanges Index for Low Carbon Companies

Refinitiv and the Arab Federation of Exchanges (AFE) within the contribution in promoting the concept of sustainability launched the Refinitiv AFE Low Carbon Select Index in the Middle East and North Africa (MENA). The index consists of 9 markets that achieved the index requirements and criteria. ASE represented by the Arab bank is one component of it of a 3.8%. The participation of the ASE in this index is a positive sign, and the launch of this index will pave the way for the creation of investible products in MENA including Equity Traded Funds. It will also contribute to attract asset managers and investment into MENA markets including the Exchange Traded Fund ETFs in light of increasing the importance of governance and sustainability in the world.

Eighth: Encourage Family Businesses for Listing

The ASE held a webinar entitled "how to list on the Amman Stock Exchange" in cooperation with the JSC and the Companies Control Department, and within the framework of the joint project between it and the EBRD, which aims within one of its projects to encourage private companies and family businesses to list on the ASE. The targeted companies, which were previously identified, were invited and briefed on the benefits of listing on the stock exchange. In this respect, a number of companies expressed their desire to list their stocks on the ASE. The ASE held three meetings with the general managers of these companies where the benefits of listing were detailed, and their inquiries and concerns were responded to. In the future, other webinars and more bilateral meetings will be organized. The EBRD is fully prepared to provide any technical assistance that may be needed by the ASE and

European Bank
for Reconstruction and Development

بورصة عمان
Amman Stock Exchange

هيئة الأوراق المالية
Securities Commission

الطريق إلى الإدراج في بورصة عمان

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| المحاور الدكتور منذر زناد رئيس الرئيس التنفيذي شركة النصار القفست | السيد روبرت سمتلitzky رئيس الفريق الفني مشروع تطوير سوق رأس المال | عطوفة الدكتور وائل العرموطي مراقب عام الشركات وزارة الصناعة والتجارة | عطوفة السيد مازن الوطاني المدير التنفيذي بورصة عمان | عطوفة الدكتور عمر الزبي رئيس هيئة الأوراق المالية |

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ASEofficialJo

تطبيق Zoom

يوم الثلاثاء . 2020/09/22
11:00 صباحاً - 12:30 ظهراً

Ninth: Preparing a Contingency Plan to Organize Working Remotely

The ASE worked on developing a plan to organize the mechanism of working remotely, in order to maintain the continuity of its business and provide its services to the fullest in light of the developments resulting from the repercussions of the spread of the Coronavirus, through the use of a Virtual Private Network (VPN). Where the readiness and effectiveness of the systems and networks required for working remotely were confirmed. This network uses Multi-Factor Authentication (MFA) to allow remote employees to access the Exchange's network through the external internet to enable them to perform their job.

Tenth: Virtual Network Upgrade

The virtual network infrastructure has been upgraded by replacing its servers and storage equipment and machines with new outlets, since the previously used equipment became old and unsupported by the manufacturing companies. In fact, the new outlets meet high-quality criteria, feature extra storage capacity, and are based upon a new technology known as the Hyper-Converged Nutanix Infrastructure. Hence, there no longer is a need for providing storage equipment and machines, as the storage capacity made available thanks to this new technology is based upon physical nodes connected to the main servers, uses Controller Virtual Machines (CVM) for establishing the reading and writing processes between the Virtual Machines (VMs) and the server hard disks. Simultaneously, these devices replicate data on the other local hard disks available on the other main servers available within the work environment, thing that would decrease costs and efforts exerted in terms of managing the infrastructure's elements, and would ensure easy use and fast execution.

Eleventh: Developing and Enhancing the Stock Exchange's Website Database on the Internet

The ASE has developed and enhanced the database of its website through using the Percona Replication software for synchronizing data, as to increase the website's work speed and increase its capacity.

Twelfth: Local, Arab, and International Presence

- His Excellency, Dr. Maen Al Qatamin, the Minister of Labor and Minister of State for Investment Affairs visited the ASE and the JSC on December 20, 2020. During the visit he affirmed the government's support for efforts to promote investment at the ASE and revitalize the financial market, and for the efforts of the national capital market institutions to enhance the investment climate at the ASE and implement its strategic plans. He pointed out that mechanisms will be found to achieve this support in cooperation with all relevant parties in the market, and measures will be taken in order to overcome obstacles that might be faced in the way of promoting the activity of the ASE, since promoting investment of all types, including the investing in the ASE, is one of the priorities to be achieved by the government, under the guidance of His Majesty the King and the close follow up from the Prime Minister, and



within a clear strategy and vision, as such step would assist us to overcome the difficult circumstances imposed by the pandemic outbreak and other crises that have passed through the region and to achieve the desired goals.

- The ASE hosted the activity of “Ring the Bell” along with a number of global financial markets, to celebrate the World Investor Week, launched by the International Organization of Securities Commissions (IOSCO) and the World Federation of Exchanges (WFE) with the aim of promoting investment awareness efforts and protecting Investors' rights.



The ASE participated in a number of events as follows:

- The 30th Annual General Assembly of the Federation of Euro-Asian Stock Exchanges (FEAS) on November 18, 2020 virtually through Zoom Application. During the General Assembly meeting, Sydney Stock Exchange has been approved as a full member at the federation, and Iranian Institutional Investors Association as an affiliate member. Also the 2020 action plan performance was presented by FEAS Secretariat to its Members, followed by a thorough discussion of previous projects and initiatives. The Federation 2021 action plan and budget were approved by the General Assembly. The ASE also participated in the 81st Working Committee meetings. Members discussed and accepted the results of the ongoing Task Forces and planned Task Forces for 2021.
- The General Assembly of the AFE, which was held on November 3, 2020, virtually through Zoom Application. During the meeting, the ASE was elected by the consensus of the members, in addition to the Beirut Stock Exchange, as members of the Federation's Board of Directors, representing Levant Region. It is worth noting that the election of the ASE at the Federation Board of Directors is an indication of the members' appreciation of the important role played by the ASE in the Federation during the previous years and its active participation in its activities and committees, and in recognition of the recent developments at the Jordanian capital market and the modernization of its legislative and technical frameworks within a strategic plan that seeks to upgrade the capital market and improve the investment climate in accordance with the latest international standards and practices.
- The annual conference entitled “Financing a Resilient Future” which was held on October 13, 2020, virtually through Zoom Application, organized by the United Nations Environment Programme Finance Initiative UNEP FI. The conference discussed the role of sustainable financing or financing for sustainability projects that are related to governance, community service and environmental preservation in supporting the economy, achieving development, serving society, facing crises and promoting growth.
- Webinar entitled “Central Banks Support to Financial Markets in the COVID- 19 Pandemic”, which was held on August 24, 2020, virtually through Zoom Application, organized by the Arab Banking Union (UAB) in cooperation with the AFE, Over the course of two days. The webinar discussed the role of central banks in developing capital markets and the long-term financing mechanisms offered by capital markets to Arab economies and the current status of Arab capital markets.
- The 45th annual General Assembly meeting of the AFE, which was held virtually through Zoom Application on July 15, 2020, under the patronage of the Secretary-General of the League of Arab States. During the meeting members endorsed the recommendations of the Executive Committee of the AFE, and presented the annual report for 2019, in addition to approvals of new memberships at the Federation, and issuing the Arab Sustainability Index according to international standards. The meeting also discussed the possibility of developing financial technology systems used in stock exchanges and listed companies, especially what is known as “Know Your Customer remotely”,

which would facilitate the investment of Arab citizens in any securities listed on any Arab stock exchange. Such step is considered an important mechanism that helps expand the investor base in financial markets.

- The ASE hosted the annual celebration of “Ringing Bell for Gender Equality Initiative” by ringing the bell to start the trading session on the Stock Exchange, in cooperation with the International Finance Cooperation IFC, the United Nations Organization in Jordan UN Women, and the UN Global Compact. Taking part with 85 exchanges around the world in ringing the bell on the occasion of International Women's Day under the title “Economic Empowerment of Women in the Private Sector” comes from the ASE belief that Jordanian women can achieve in the process of sustainable development and various economic activities, and the importance of raising awareness of the importance of this role.



- The ASE Chairman of the Board of Directors accompanied by the Executive Management, and representatives of Syndicate of Owners of Financial Services Companies met the Chairman of the Jordan Investment Commission (JIC). The meeting discussed; means to further enhance communication and cooperation between the two entities, and the role of investment in the development of the national economy, and the importance of the ASE in achieving development and the importance of promoting investment opportunities and efforts to remove obstacles to investment at ASE.



- The ASE Chairman of the Board of Directors, and the CEO received the Chairman of Global Compact Network Jordan, which is concerned with the sustainability issues. During the meeting; they discussed the means of cooperation between the two entities to urge the ASE listed companies to join the Global Compact Network Jordan Initiative to achieve sustainability and prepare reports thereon. The Chairman of the ASE Board confirmed that the ASE adopted social and environmental sustainability through joining the Sustainable Stock Exchange Initiative as associate member. He also mentioned that the ASE also looks forward to cooperate with a local partner in Jordan to improve the sustainability practices of the companies listed on the ASE, and to reflect its positive impact on the investment community.



- The ASE Chairman of the Board of Directors, and the CEO received the CEO of the Palestine Exchange (PEX). Ways to enhance cooperation and coordination and bilateral relations were discussed during the meeting in addition to possible ways to exchange experiences between ASE and PEX.



- Under the patronage of the ASE for the eighth consecutive year, the Chartered Financial Analyst Institute (CFA), and the CFA Society Jordan launched the Challenge Initiative for Research Challenge in Jordan. The CEO of the ASE participated in the Panel of Judges, Teams from Six local leading Jordanian universities competed at the local level, and the Hashemite University ranked first place this year.



- Over the course of two consecutive days, the Jordan capital market institutions received a student delegation from the Judicial Institute of Jordan. Students were briefed on the mechanism of work of capital market institutions and on the objectives, services they provide and the legislations governing their activities. The ASE provided a presentation on the main legislations govern its work, and a live presentation of the trading session, in which it reviewed the trading mechanism at the ASE and the most important features of the applicable electronic trading system. The JSC and the SDC also gave a presentation on their businesses and the legislation governing their work.



- The ASE received a student delegation from Al-Zaytoonah University of Jordan. Students were briefed on the recent developments and projects of the ASE, in addition to the main features of the Electronic Disclosure System XBRL applied at ASE.



Thirteenth: Signing agreements and memorandum of understanding

- The ASE signed a bilateral cooperation agreement with the Amman Arab University (AAU) to establish a Trading Simulation Room at the university, which is connected to the testing environment of the electronic trading system used by the ASE. This agreement comes within the framework of implementing the policy of the ASE within its social responsibility, and its keenness to keep on deepening its relationship with the national universities, due to the importance of this relationship between the two parties, as well as promoting knowledge in the importance of all matters related to national capital market and investment in securities among the society, particularly among students of the financial faculties in the national universities, to train them and qualify them for the labour market, given the importance of the capital market in the economy and in enhancing the development.



- The ASE signed five agreements related to the distribution of trading information, including three agreements with each of the Asharq News Services Ltd, EFG-Hermes Jordan Holding - Egypt, and EFG-Hermes - Jordan, in addition to two agreements to distribute trading information to provide online trading services with Misc Financial Brokerage Corporation, and Al-Hekma Financial Services.

The Performance of the ASE in 2020

First: Secondary Market

Value of trading in the secondary market (first and second markets, right issues market, bonds market, non-listed securities market, and the transactions excluded from trading) amounted to JD2071 million during the year 2020 compared with JD1767 million in 2019, with an increase of 17.2%. The value of shares traded at the ASE first and second markets made up 50.6% of the total trading value at the secondary market.

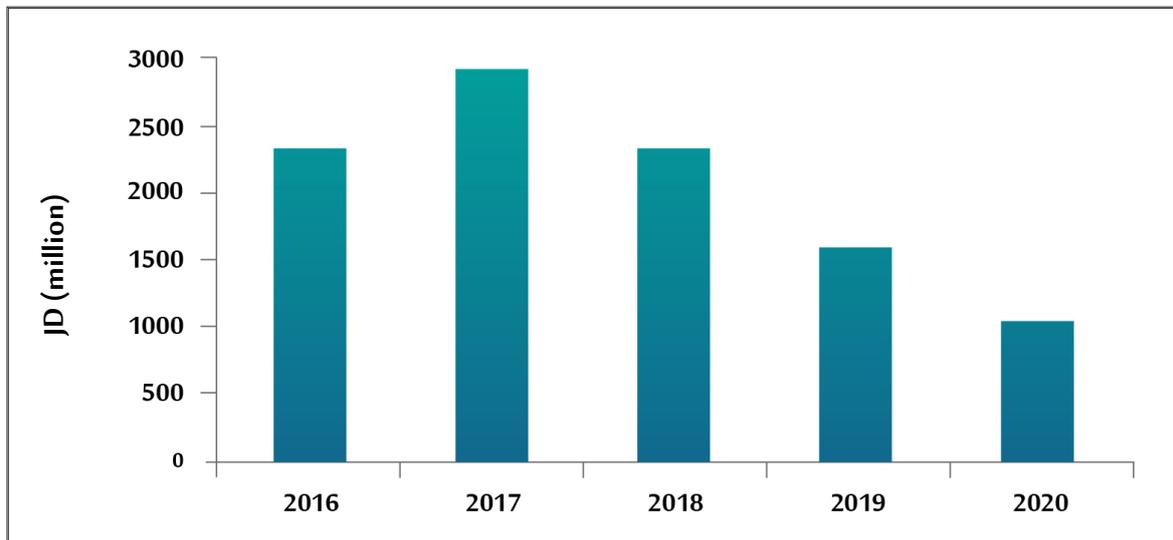
Activity in the secondary market in 2020 was as follows:

A. The Stock Market (first and second markets)

Shares of 185 listed companies were traded in 2020. The prices of 90 companies marked an increase, while the shares of 87 companies decreased, and the prices of 8 companies have not changed. The trading value decreased to JD1049 million or 33.9% compared to 2019, as shown in figure (1). The number of traded shares decreased by 8.4% and the number of executed transactions decreased by 16.3% compared with 2019. It is worth mentioning that the trading value aforementioned includes block trades executed during 2020, which amounted to JD43.8 million.

Figure (1)

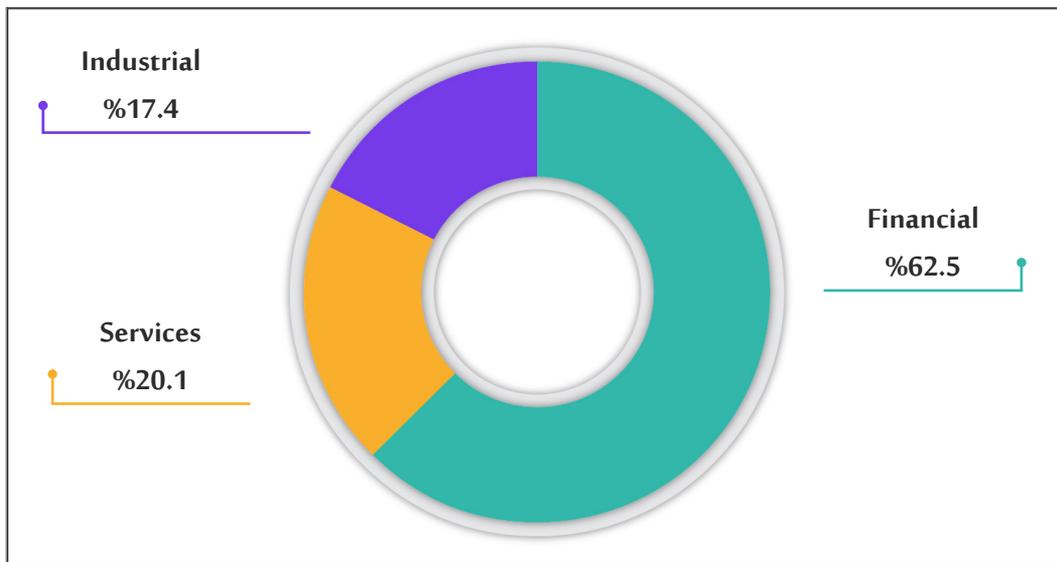
Trading Value at the ASE (2016 - 2020)



Sectoral distribution of trading value showed that the financial sector ranked first, followed by the services sector, and finally the industrial sector, as shown in Figure (2). For subsectors, the trading value of the real estate, banks, and diversified financial services represented 24.4%, 21.3%, and 14.0% respectively of the total trading value.

Figure (2)

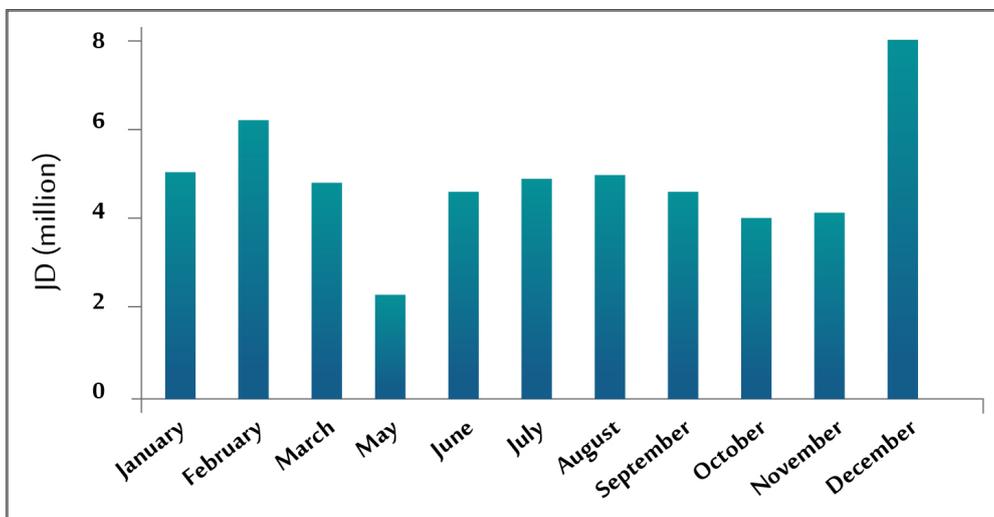
Trading Value at the ASE by Sector in 2020



Average of daily trading value decreased during 2020 to reach JD4.9 million against JD6.4 million in 2019, with a decrease of 22.7%, as Figure (3) shows:

Figure (3)

Average of Daily Trading Value in 2020*



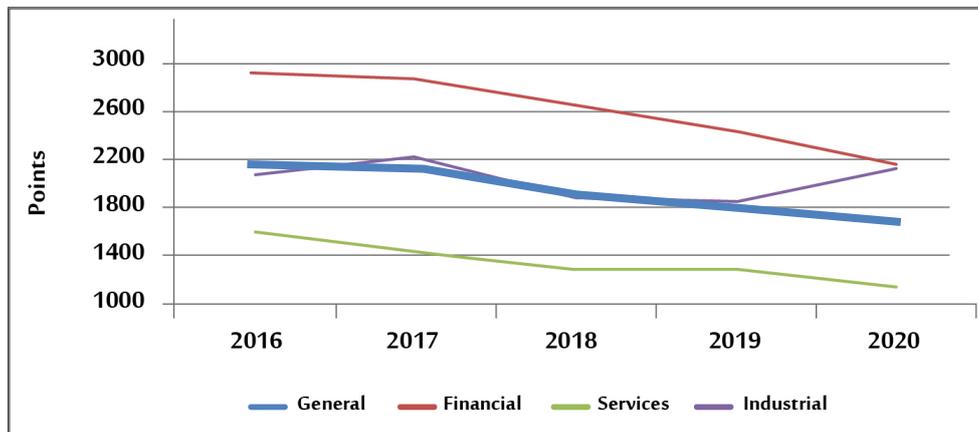
*There was no trading in April due to the closures in light of Corona pandemic.

Regarding turnover ratio, the industrial sector ranked first with 32.5%, followed by the services sector with 16.7%, and finally the financial sector with 14.7%. The overall turnover ratio at the ASE during the year 2020 was 17.4% compared with 18.2% for the year 2019.

Stock Price Index Weighted by Free Float Market Capitalization

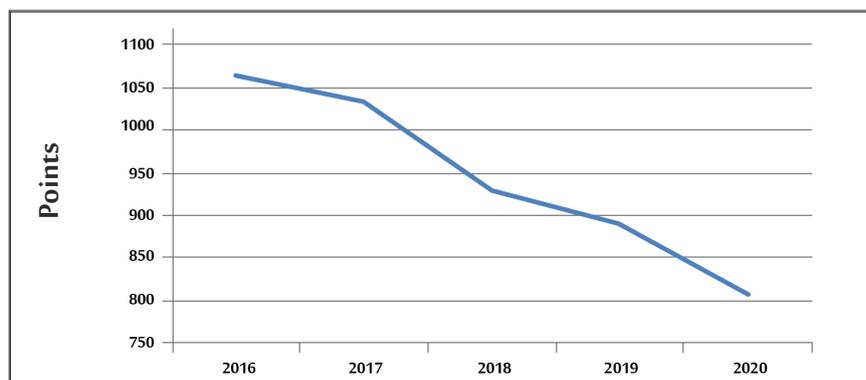
The performance of the ASE100 price index weighted by market capitalization of free float shares, which includes 100 of the largest and most active companies in the first and second markets showed a decline at the end of 2020 by 8.7% compared with the year 2019, to close at 1657.2 points, as shown in Figure (4).

Figure (4)
The ASE100 Price Index Weighted by Market Capitalization of Free Float Shares
(Closing of 1999=1000)



The ASE20 price index weighted by market capitalization of free float shares; showed a decline at the end of 2020 by 9.5% compared with the year 2019, closing at 806.5 points, as shown in Figure (5), whereas the price index weighted by full market capitalization decreased by 13.2% to close at 3049.6 points.

Figure (5)
ASE20 Price Index Weighted by Market Capitalization of Free Float Shares
(Closing of 2014=1000)



At the sectoral level, industrial sector index increased by 14.2% compared with 2019 closing due to the increase of the sub-sectors indices of tobacco and cigarettes, chemical industries, pharmaceutical and medical industries, electrical industries, food and beverages, mining and extraction industries, and engineering and construction by 40.1%, 26.4%, 12.5%, 12.3%, 9.9%, 9.6% and 1.7% respectively. While the index of textiles, leathers and clothing decreased by 11.1%.

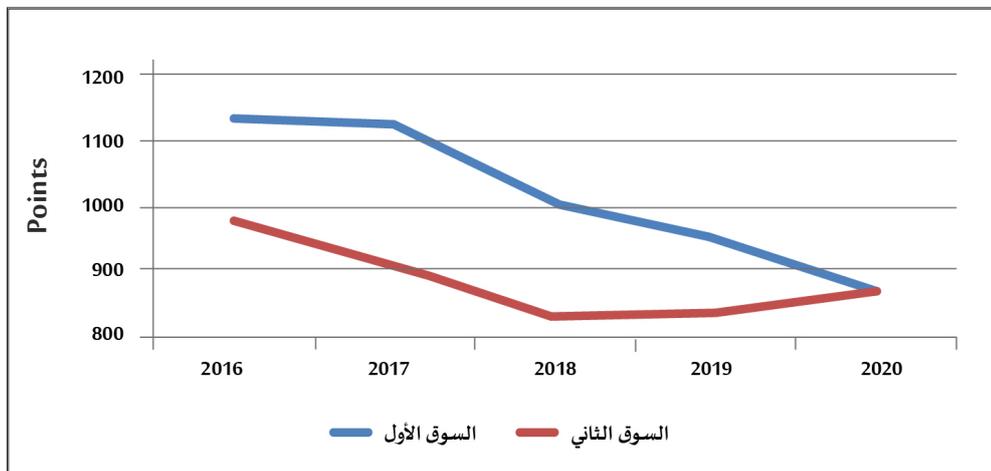
The services sector decreased by 11.2% compared with 2019 closing due to the decrease in the sub-sectors indices of utilities and energy, hotels and tourism, health care services, transportation, commercial services and media by 17.3%, 17.2%, 13.8%, 10.4%, 7.2% and 4.2% respectively. While the index of technology and communication, and educational services increased by 7.5% and 5.4% respectively.

The financial sector index decreased by 11.4% compared with 2019 closing due to the decrease of the sub-sectors indices of banks, insurance and diversified financial services sub-sectors by 13.6%, 0.4% and 0.3% respectively, where real estate increased by 1.9%.

Stock Price Index Weighted by Free-Float Market Capitalization by Market

The index of the First Market reached 868.4 points by the end of 2020, with a decrease of 9.2% compared with 2019 closing. The Second Market index reached 871.4 points with an increase of 4.2% as shown in Figure (6).

Figure (6)
Stock Price Index Weighted by Free-Float Market Capitalization by Market
(Closing of 2012 = 1000)



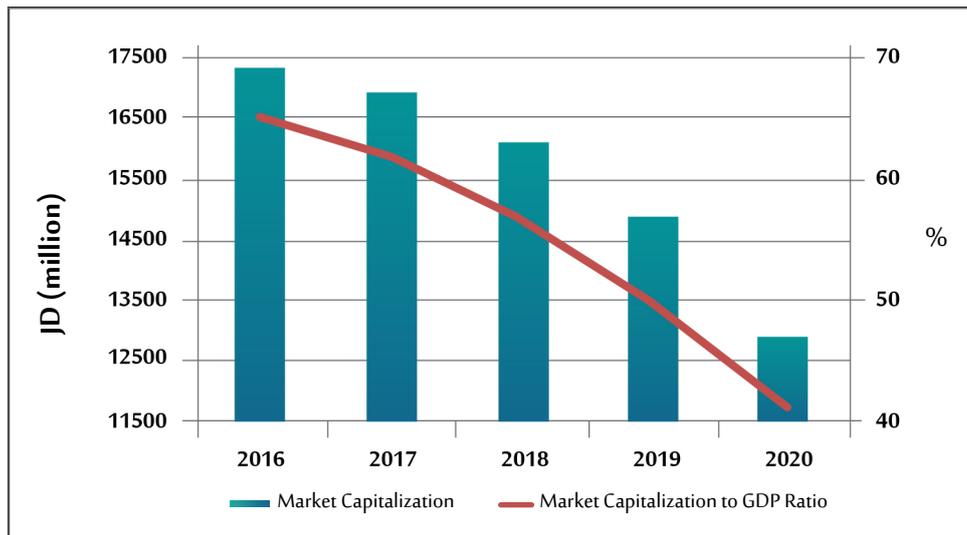
As a result of the changes in shares prices, the market capitalization of listed companies decreased by 13.5% at the end of 2020 compared with 2019 closing representing 41.5% of the GDP, as Table (1) and Figure (7) shows.

Table (1)
Market Capitalization of Listed Companies by Sector

(JD million)

| Year | Financial | Services | Industrial | Total |
|------|-----------|----------|------------|--------|
| 2016 | 11,065 | 2,744 | 3,531 | 17,339 |
| 2017 | 10,857 | 2,654 | 3,452 | 16,963 |
| 2018 | 10,622 | 2,399 | 3,101 | 16,123 |
| 2019 | 9,253 | 2,230 | 3,432 | 14,915 |
| 2020 | 7,311 | 1,957 | 3,640 | 12,908 |

Figure (7)
Market Capitalization of the ASE and its Percentage to the GDP



B. Bonds Market

The value of bonds traded during the year 2020 amounted to JD258,400, compared to JD885,200 in 2019.

C. Right Issues Market

The trading value of right issues during 2020 amounted to JD233,320 compared to JD44,121 in 2019.

D. Un-listed Securities Market

In 2020, the shares of 45 companies were traded in this market. The trading value decreased to JD39.9 million or 10.4% compared to 2019. The number of shares traded increased by 46.6%, and the number of transactions executed during 2020 increased by 0.6% compared to 2019.

E. Transactions Excluded from Trading

Data issued by the Securities Depository Centre (SDC) showed that the value of transactions excluded from the trading system which include inheritance and family transfers and other transactions increased in 2020 to reach JD982.3 million compared to JD133.4 million in 2019. This increase is mainly due to the exclusion of the acquisition deal for Al-Iqbal Company from the ASE and its implementation in the SDC based on the decision of the Board of Commissioners of the JSC, the volume of this deal amounted around JD840 million. The number of shares transferred during 2020 amounted to 169 million shares compared to 94 million shares in 2019. As for bonds, there are no transactions excluded from trading in 2020 compared to JD3.1 million in 2019.

Second: Listing on the ASE

The number of listed companies on the ASE was 179 by the end of 2020 compared with 191 companies by the end of 2019. Companies listed on the First Market were 56 companies, and 123 companies listed on the Second Market. The net capital of listed companies on the ASE decreased to 6.4 billion JD/shares at the end of 2020 compared to 6.8 billion JD/shares at the end of 2019.

A. Newly listed securities listed on the ASE during 2020

1. Right Issues

The ASE listed two right issues during 2020 with a total number of 10.6 million rights.

2. Bonds, Treasury Bills, and Corporate Bonds

In 2020, the ASE listed 42 issues of Government Treasury Bonds with a value of JD3950 million, and 8 issues of Treasury Bills with a value of JD210 million. It also listed one corporate bond for Bindar Trading and Investment Company with a value of JD3 million.

B. Delisted Companies

The ASE has delisted 12 companies during 2020 as follows:

Table (2)
The Delisted Companies During 2020

| No. | Company | Company's Capital (JD) | Reason |
|-----|--|------------------------|--|
| 1 | Ittihad Schools | 15,000,000 | The approval of the Ministry of Industry and Trade to change the company's legal status. |
| 2 | Ubour Logistic Services | 555,000 | Failure to take corrective measures and to meet listing conditions of the Second Market. |
| 3 | Sheba Metal Casting | 1,250,000 | Failure to take corrective measures and to meet listing conditions of the Second Market. |
| 4 | The Jordanian Pharmaceutical Manufacturing | 25,312,500 | Failure to take corrective measures and to meet listing conditions of the Second Market. |
| 5 | Arab Life & Accident Insurance | 8,000,000 | Failure to take corrective measures and to meet listing conditions of the Second Market. |
| 6 | Jordan Chemical Industries | 1,799,624 | The Suspension of trading in the company's shares for more than one year. |
| 7 | The Jordan Cement Factories | 60,444,460 | Failure to provide the ASE with the annual audited financial statements for the year 2019 within the specified period to accommodate their status. |
| 8 | Akary for Industries and Real Estate Investments | 1,200,000 | Failure to take corrective measures and to meet listing conditions of the Second Market. |
| 9 | El-Zay Ready Wear Manufacturing | 11,218,309 | Failure to provide the ASE with the annual audited financial statements for the year 2019 within the specified period to accommodate their status. |
| 10 | United Iron & Steel Manufacturing Co. | 32,165,176 | Failure to provide the ASE with the annual audited financial statements for the year 2019 within the specified period to accommodate their status. |

| No. | Company | Company's Capital (JD) | Reason |
|-----|------------------------------------|------------------------|--|
| 11 | Alia- The Royal Jordanian Airlines | 274,610,470 | Failure to take corrective measures and to meet listing conditions of the Second Market. |
| 12 | Al-Amin for Investment | 1,000,000 | The General assembly approval to liquidate the company voluntarily. |

Note that all companies mentioned in the table above have been allowed to trade their shares in the Un-listed securities market, except Al-Ittihad Schools in light of the change in its legal form, and Al-Amin for Investment Company for its liquidation.

Third: Corporate Actions

1. The companies that raised their capital

In 2020, one company raised its capital through private subscription; the total number of increased shares was 600 thousand shares. In addition, four companies raised their capital through stock dividends with a total of 53.7 million shares.

2. The companies that decreased their capital

Eight companies during 2020 reduced their capital by 30.3 million shares; either by redeeming accumulated losses, redeeming issuance discount, or by returning cash to shareholders.

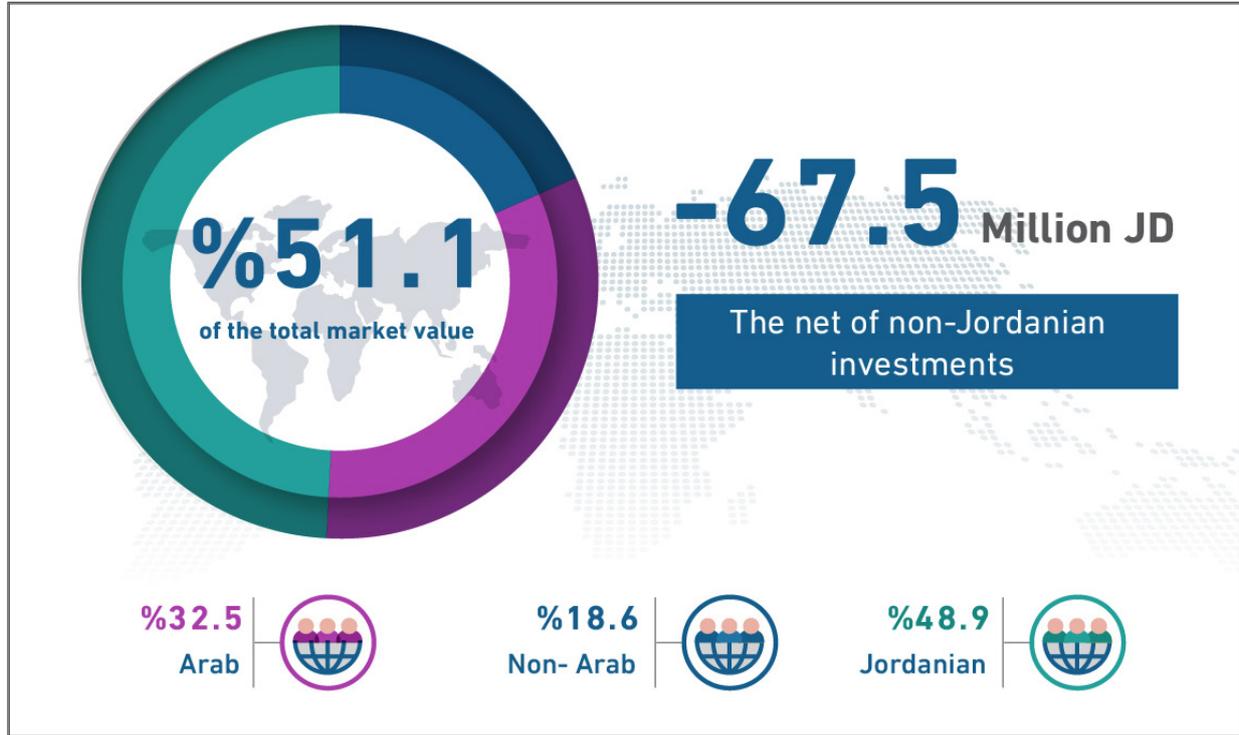
Fourth: Non-Jordanian Investments

The total value of shares purchased by non-Jordanian investors in 2020 amounted to JD96.9 million representing 8.9% of the total trading value. The value of shares sold by these investors amounted to JD164.4 million. As a result, the net non-Jordanian investments showed a negative value of JD67.5 million during 2020, whereas the net of non-Jordanian investments showed a positive value of JD114.1 million in 2019.

By the end of 2020, Non-Jordanian ownership in listed companies formed 51.1% of the total market capitalization of the ASE, compared with 51.6% by the end of 2019, as Figure (8) shows:

Figure (8)

Non-Jordanian Ownership in Listed Companies



Fifth: Primary Market

Data issued by the JSC showed that the total value of issues in the primary market from shares and bonds reached JD6411.6 million in 2020, with an increase of 15.1% compared with 2019. The value of Government Treasury Bills and Bonds issues was JD6167.4 million during 2020; the value of Treasury bills issues was JD435 million, and the value of Treasury bonds issues was JD5732.4 million. Corporate bonds issued with value reached JD243.8 million in 2020. As for the issues of shares; 3 existing companies raised their capital by 1.5 million shares with a value of JD443.9 thousand.

Sixth: the ASE Membership

The total number of brokerage firms reached 57 in 2020; however, 55 of which are operating and active firms. Also the membership of Arab Falcon for Selling & Buying Securities Company and the Amman Investment & Securities Company was cancelled during 2020.

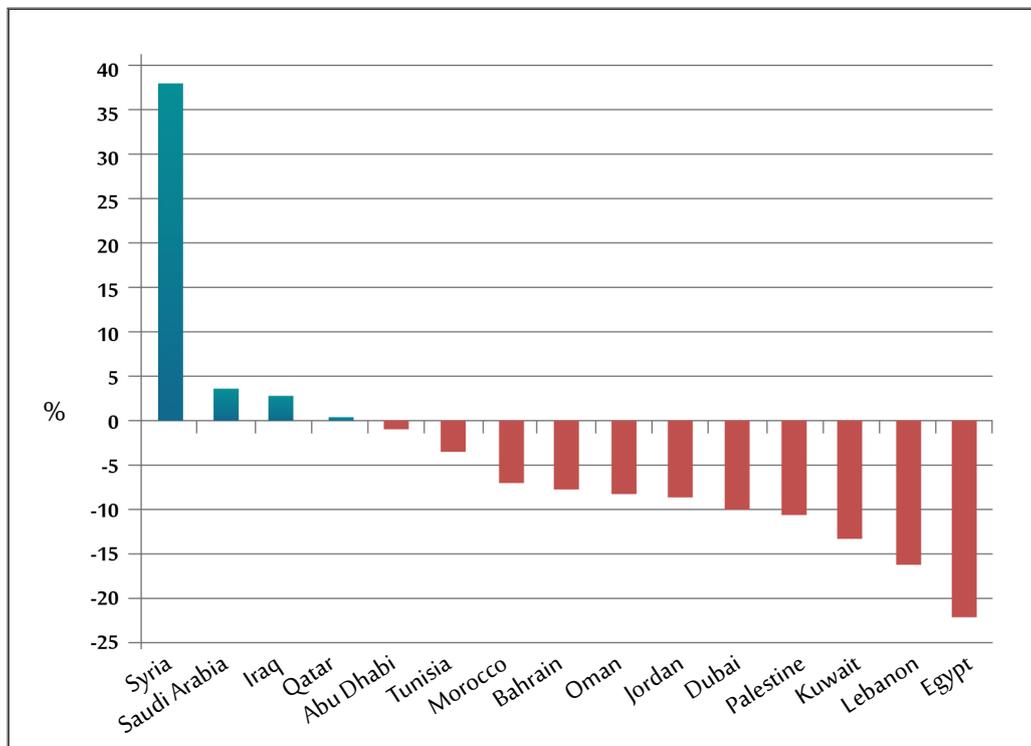
Arab and International Stock Exchanges

Arab Stock Exchanges

Some Arab stock exchanges witnessed an increase in their indicators, while most Arab stock exchanges witnessed a decline in their performance during the year 2020, as a result of the spread of the Covid 19 pandemic, which affected all countries of the world, also as a result of the political and regional and international circumstances and developments. The S&P AFE 40 Index, which is denominated by USD currency, and launched by the Arab Federation of Exchanges (AFE) in cooperation with Standard & Poor's declined by 7.25% in 2020.

During the year 2020, most of indices of Arab stock exchanges denominated in local currencies declined compared with 2019 closing. Egyptian Exchange marked the highest decline by 22.3% compared with other Arab stock exchanges, followed by Beirut Stock Exchange with 16.3% and Kuwait Stock Exchange with 13.3%, as Palestine Exchange, Dubai Financial Market, Amman Stock Exchange, Muscat Securities Market, Bahrain Bourse, Casablanca Stock Exchange, Bourse de Tunis, and Abu Dhabi Securities Exchange declined by 10.4%, 9.9%, 8.7%, 8.1%, 7.5%, 7.3%, 3.3%, and 0.6% respectively, while Damascus Securities Exchange, Saudi Stock Exchange, Iraq Stock Exchange, and Qatar Stock Exchange increased by 38.5%, 3.6%, 2.9%, and 0.1% respectively compared with 2019 as Figure (9) shows.

Figure (9)
Performance of Arab Stock Exchanges, 2020



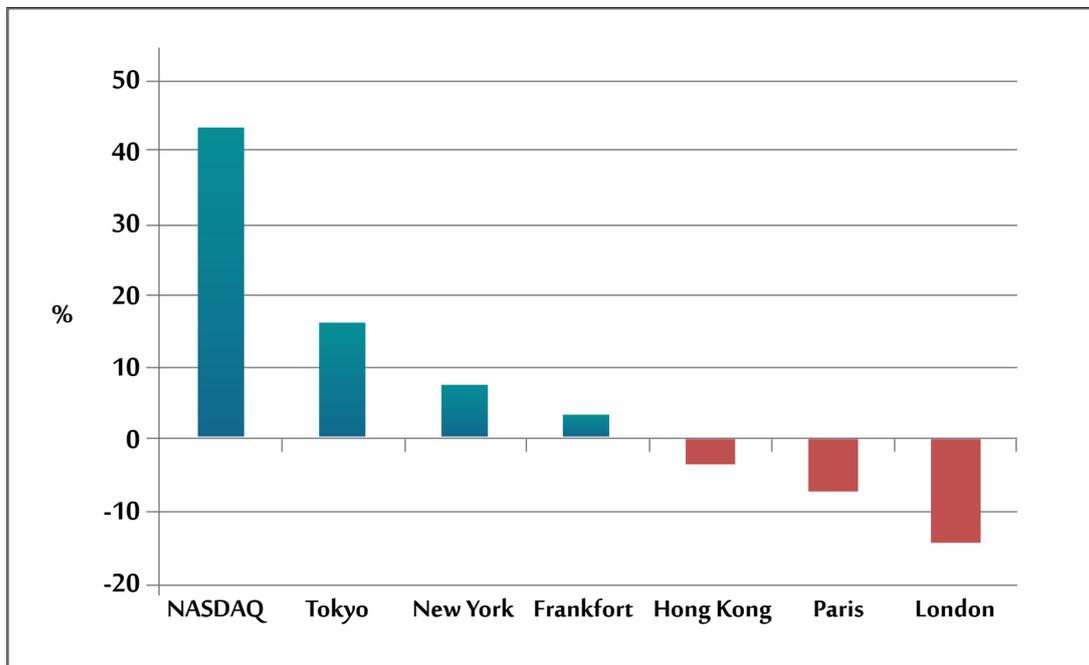
Developed and Emerging Markets

The performance of some stock exchanges worldwide witnessed a variation during 2020. MSCI AC World Index (ACWI) calculated by Morgan Stanley to all stock exchanges worldwide (developed and emerging) increased by 14.3% in 2020 as compared with 2019. The market capitalization of stock exchanges members of the World Federation of Exchanges (WFE) increased by more than USD16.5 trillion or by 17.9% in 2020 compared with the end of 2019.

As for developed markets, the MSCI World Index also increased by 14.1% in 2020 compared with 2019. American stocks witnessed an increase in their prices in 2020 compared with 2019. NASDAQ Composite Index, S&P500 index, and Dow Jones Industrial Average index increased by 43.6%, 16.3% and 7.3% respectively.

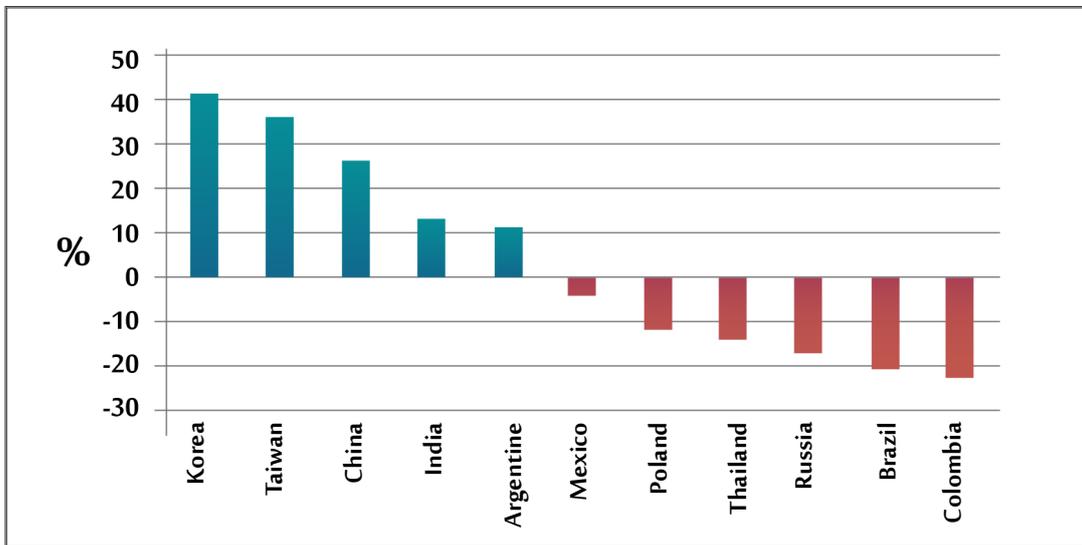
Also, developed stock exchanges in Europe and Asia witnessed a variation in their performance. NIKKEI 225 index for Tokyo Stock Exchange increased by 16.0%, as Xetra DAX index of the Frankfurt Stock Exchange increased by 3.6%, while the FTSE 100 price index for London Stock Exchange declined by 14.3%, as Paris Bourse according to CAC 40 declined by 7.1%, and finally, the Hang Seng index of Hong Kong Stock Exchange declined by 3.4%, as shown in Figure (10).

Figure (10)
Performance of Some Developed Markets in 2020



Emerging Markets performance witnessed a variation in 2020 compared with 2019, according to MSCI EFM Index, which increased by 15.5%. Price indices calculated by Morgan Stanley and valued in USD showed an increase in the performance of some emerging markets during 2020. The price indices for Korea, Taiwan, China, India, and Argentine increased in 2020 by 42.6%, 37.2%, 27.3%, 14.1%, and 12.3%, respectively compared with 2019, while the price indices for Colombia, Brazil, Russia, Thailand, Poland and Mexico decreased in 2020 by 22.9%, 20.9%, 17.1%, 13.9%, 11.8%, and 4.0% respectively compared with 2019, as shown in Figure (11).

Figure (11)
Performance of Some Emerging Markets in 2020



General disclosure (Core option)

| Disclosures | Information Category | Page Number |
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| Organizational profile | | |
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| G102-2 | Activities, brands, products, and services | 4,15,37-38 |
| G102-3 | Location of headquarters | 15 |
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| G102-5 | Ownership and legal form | 16,4 |
| G102-6 | Markets served | 15,37-38 |
| G102-7 | Scale of the organization | 20,21 |
| G102-8 | Information on employees and other workers | 19,39-40 |
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| G102-10 | Significant changes to the organization and its supply chain | 4,16 |
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| G102-12 | External initiatives | 33,35-36 |
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| G102-14 | Statement from senior decision-maker | 7-9 |
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| | | |
| G102-16 | Values, principles, standards, and norms of behavior | 39 |
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| Disclosures | Information Category | Page Number |
|-------------------|---|---|
| Governance | | |
| G102-18 | Governance structure | 27-31 |
| G102-19 | Delegating authority | 27-28 |
| G102-20 | Executive-level responsibility for economic, environmental, and social topics | 33 |
| G102-21 | Consulting stakeholders on economic, environmental, and social topics | 35-36 |
| G102-22 | Composition of the highest governance body and its committees | 15,29-30 |
| G102-23 | Chair of the highest governance body | 10,27 |
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| G102-30 | Effectiveness of risk management processes | 39 |
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| G102-32 | Highest governance body's role in sustainability reporting | 33 |
| G102-35 | Remuneration policies | 22 |
| G102-36 | Process for determining remuneration | N.A |
| G102-37 | Stakeholders' involvement in remuneration | The Board of Directors, one of the stakeholders, determines the percentage of the annual increases in the total annual salaries |

| Disclosures | Information Category | Page Number |
|-------------------------------|--|---|
| G102-38 | Annual total compensation ratio | Annual total compensation ratio is 40% of the total managerial expenses for the year 2020 |
| G102-39 | Percentage increase in annual total compensation ratio | No percentage increase in annual total compensation ratio for the year 2020 |
| Stakeholder engagement | | |
| G102-40 | List of stakeholder groups | 35-36 |
| G102-41 | Collective bargaining agreements | Not Applicable |
| G102-42 | Identifying and selecting stakeholders | 35 |
| G102-43 | Approach to stakeholder engagement | 35-36 |
| G102-44 | Key topics and concerns raised | 38 |
| Reporting practice | | |
| G102-46 | Defining report content and topic Boundaries | 33 |
| G102-47 | List of material topics | 38 |
| G102-49 | Changes in reporting | No changes in reporting |
| G102-50 | Reporting period | 33 |
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| G102-53 | Contact point for questions regarding the report | 115 |
| G102-54 | Claims of reporting in accordance with the GRI Standards | 33 |
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Financial Statements



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Independent Auditor's Report

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Report on the Audit of the Financial Statements

To the shareholders of
Amman stock Exchange co
Public shareholding Company
Amman- the Hashemite Kingdom of Jordan

Opinion

We have audited the Accompanying financial statements of Amman Stock Exchange Co, which comprise the statement of financial position as at December 31,2020, and the statements of comprehensive income, changes in owner's equity and cash flows for the year then ends, and notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the company's as December 31,2020and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting standards(IFRS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAS).

Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide abases for our opinion.

Emphasis of matters

The Company's financial statements for the year ended December 31,2019,which appear in the statement of financial position, were audited by another auditor and issued his unqualified report on them on MARCH 17,2020

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon. We expected that we will give the annual report after our repot.our opinoio on the financial statements does not cover the other information and we do not express and form of assurance conclusion thereon.

In connection with our audit of the financial statements , our responsibility is to read the other information with our audit of the financial statements, our responsibility is to read the other information when its available and, in doing so, consier whether the other information is materially incisistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.IF, BASED on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and those charged with Governance for the Financial Statements.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, AND FOR SUCH internal control ad management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objective are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue and auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the busies of this financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to prove a basis for our opinion. The risk of not dedicating material misstatement resulting from fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal Control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as ageing concern.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We also provide those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including and significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current Period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

The Company has proper accounting records which are, in all material respects, consistent with the accompanying financial statements, accordingly, we recommend approving these financial statements by the general assembly.

Al-Abbasi@partners Co.

Ahmed M. Abbasi

License 710

Amman in

February, 25 2021

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Statement of Financial Position as of December 31 , 2020

| | Note | 2020 JD | 2019 JD |
|--|------|------------------|------------------|
| Assets | | | |
| Non-current Assets | | | |
| Property , plant & equipments - net | 5 | 3,112,093 | 3,299,582 |
| Right of use of assets | 6 | 48,104 | 96,211 |
| Projects under construction | 7 | 781,561 | 711,645 |
| Total Non-current assets | | 3,941,758 | 4,107,438 |
| current Assets | | | |
| Trade and other receivables - Net | 8 | 51,955 | 58,745 |
| Other debit balances | 9 | 108,717 | 159,636 |
| Cash at the Banks | 10 | 3,622,156 | 4,472,289 |
| Total Current Assets | | 3,782,828 | 4,690,670 |
| Total Assets | | 7,724,586 | 8,798,108 |
| Owner's Equity and liability | | | |
| Owner's Equity | | | |
| Capital | 11 | 4,774,525 | 4,774,525 |
| Statutory reserve | 12 | 177,732 | 177,732 |
| Voluntary reserve | 13 | 355,463 | 355,463 |
| Capital increase reserve | 14 | 2,456,851 | 2,456,851 |
| (Accumulated losses) / retained earningsat the end of the year | 15 | (715,341) | 114,237 |
| Total equity | | 7,049,230 | 7,878,808 |
| Non-Current Liabilities | | | |
| Lease liability | | - | 51,851 |
| Total Non-Current Liabilities | 6 | - | 51,851 |
| Current Liability | | | |
| Other credit balances | 16 | 258,402 | 300,429 |
| Lease liability | 6 | 52,522 | 48,011 |
| Income tax provision | 17 | - | 48,960 |
| Provision for legal liabilities | 18 | 364,432 | 470,049 |
| Total current liabilities | | 675,356 | 867,449 |
| Total Owner's Equity and liabilities | | 7,724,586 | 8,798,108 |

(Accompanying notes form integral part of this statement)

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Statement of Financial Position as of December 31, 2020

| | <u>Note</u> | <u>2020</u> JD | <u>2019</u> JD |
|---|-------------|-------------------|-------------------|
| Operating revenue | 19 | 2,146,466 | 2,911,934 |
| Gross Profit | | <u>2,146,466</u> | <u>2,911,934</u> |
| Staff benefits | 20 | (1,355,350) | (1,290,611) |
| Administrative and general expenses | 21 | (1,520,063) | (1,393,763) |
| Other | | 13,606 | 5,581 |
| (Loss) Profit of the year before income tax | | <u>(715,341)</u> | <u>233,141</u> |
| income tax | | - | (48,960) |
| National Share Account | | - | - |
| (Loss) Profit of the year after income tax | | <u>(715,341)</u> | <u>184,181</u> |
| Total Comprehensive (Loss) income for the year | | <u>(715,341)</u> | <u>184,181</u> |
| | | JD | JD |
| Basic and diluted per share from the loss | 18 | <u>(0.150)</u> | <u>0.049</u> |

(Accompanying notes form integral part of this statement)

Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan

Statement of Financial Position as of December 31 , 2020

| | Capital | Statutory reserve | Voluntary reserve | Capital increase reserve | The retained earnings at the end of the year | Total |
|--|------------------|-------------------|-------------------|--------------------------|--|------------------|
| | JD | JD | JD | JD | JD | JD |
| Balance as of Jan 1, 2020 | 4,774,525 | 177,732 | 355,463 | 2,456,851 | 114,237 | 7,878,808 |
| (Loss) / profit of the period | - | - | - | - | (715,341) | (715,341) |
| Total Comprehensive income for the year | - | - | - | - | (715,341) | (715,341) |
| Transferred to Ministry of Finance | - | - | - | - | (114,237) | (114,237) |
| Balance as of December 31,2020 | 4,774,525 | 177,732 | 355,463 | 2,456,851 | (715,341) | 7,049,230 |
| | | | | | | |
| Balance as of Jan 1, 2019 | 4,774,525 | 154,418 | 308,835 | 2,365,680 | 772,089 | 8,375,547 |
| profit of the period | - | - | - | - | 184,181 | 184,181 |
| Total Comprehensive income for the year | - | - | - | - | 184,181 | 184,181 |
| Transferred to Ministry of Finance | - | - | - | - | (772,091) | (772,091) |
| Transferred to statutory reserve | - | 23,314 | - | - | (23,314) | - |
| Transferred to voluntary reserve | - | - | 46,628 | - | (46,628) | - |
| Transfers from capital increase reserve | - | - | - | 91,171 | - | 91,171 |
| Balance as of December 31,2019 | 4,774,525 | 177,732 | 355,463 | 2,456,851 | 114,237 | 7,878,808 |

(Accompanying notes form integral part of this statement)

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Statement of Financial Position as of December 31 , 2020

| | 2020 | 2019 |
|---|------------------|--------------------|
| | JD | JD |
| <u>Cash flows from operating activities</u> | | |
| (Loss) / Profit of the Period | (715,341) | 233,141 |
| Depreciation Right of use of assets | 48,107 | 48,106 |
| Depreciation | 487,860 | 451,461 |
| Net operating(loss) before changes in working capital | (179,374) | 732,708 |
| <u>(Increase) decrease in current assets</u> | | |
| Account receivables | 6,790 | (36,036) |
| Other debit balances | 50,919 | (3,211) |
| <u>Increase (decrease) in current liabilities</u> | | |
| Other credit balances | (42,027) | (428,869) |
| Provision for legal liabilities | (105,617) | (204,165) |
| Net cash flows (Used in) Resulting from operating activities pefor paid income tax | (269,309) | 60,427 |
| paid income tax | (48,960) | (215,127) |
| Net cash flows Resulting from (Used in) operating activities | (318,269) | (154,700) |
| <u>Cash flows from investing activities</u> | | |
| Changes of property, plant and equipment | (300,371) | (792,811) |
| Projects under construction | (69,916) | 301,726 |
| Right of use of assets | - | (144,317) |
| Net cash flows (Used in) investing activities | (370,287) | (635,402) |
| <u>Cash Flows from Financing Activities</u> | | |
| Transferred to Ministry of Finance | (114,237) | (772,091) |
| Transfers from capital increase reserve | - | 91,171 |
| Lease liability | (47,340) | 99,862 |
| Net Cash (Used in) from Operating Activities | (161,577) | (581,058) |
| Net (Decrease) in cash balances | (850,133) | (1,371,160) |
| Cash balances at beginning of year | 4,472,289 | 5,843,449 |
| Cash balances at end of year | 3,622,156 | 4,472,289 |

(Accompanying notes form integral part of this statement)

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to the Financial Statements

1- Incorporation

Amman Stock Exchange (ASE) was established on 11 March 1999 as a non-profit independent institution; authorised to function as a regulated market for trading securities in the Hashemite Kingdom of Jordan under the Securities Law and its amendments No. 23 of 1997.

On 20 February 2017, the ASE was registered as a for profit Public shareholding Company completely owned by the Jordanian government with the Companies Control Department under the number 468 in execution of the Council of Ministers' resolution taken in its session held on 29 September 2016 with a capital of JD 4,774,525. ASE Company is the legal and factual successor to ASE. ASE Company is managed by a seven-member board of directors appointed by the Council of Ministers and a full time chief executive officer, who oversees day-to-day responsibilities.

In execution of the resolution of registering the ASE as a for profit Public shareholding Company, on 29 September 2016, a committee was set up for the purpose of revaluing the current and non-current assets of the Amman Stock Exchange and determining its capital. After completion of the revaluation procedures, it was recommended that the capital of the ASE Company upon incorporation would be JD 4,774,525. The capital is calculated as the net equity as at 30 September 2016 as follows:

| | <u>30-Sep-2016</u> |
|----------------------------|--------------------------------|
| | <u>JD</u> |
| Total non-current assets * | 776,558 |
| Total current assets | <u>5,008,513</u> |
| | <u>5,785,071</u> |
| | |
| Total current liabilities | (1,010,546) |
| | |
| Net assets | <u><u>4,774,525</u></u> |

The Committee decided that the value of ASE's share in the land and the buildings of the Securities Depository Centre ("SDC") and Jordan Securities Commission ("JSC") in Amman has a carrying amount of JD 1,244,147. The value of the land in Irbid Development Area amounting to JD 1,251,800 was excluded from the total non-current assets.

On 27 August 2017, the ASE Company asked the Securities Commission to transfer the title of its share (28%) of the land and the building thereon, which is currently under name of the Securities Commission at the Land and Survey Department, to the name of the ASE Company. In its meeting held on 26 November 2017, the Council of Ministers approved the registration of the Company's share (28%) in the Securities Commission's building following the recommendations of the Economic Development Committee issued in its session dated 21 November 2017. The

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to the Financial Statements

procedures for transferring the title of the property have not been completed until the approval date of these financial statements

In relation to the title of the land located in Irbid Development Area, the land was registered in ASE's records under purchase contracts signed with the North Development Company. The full amount of this land amounting to JD 1,251,800 was paid; however, the North Development Company did not transfer the title to the ASE from the committee's report dated 8 November 2016 and up until the date these financial statements were approved.

The financial statements were approved by the board of directors on

2- Basis of preparation

*** General**

- The financial statements of the company have been prepared in accordance to International Financial Reporting Standards .
- The financial statements have been prepared on historical cost except financial assets and liabilities which appears on fair value.
- The financial statements are presented in Jordanian Dinars (JD) which is the financial currency of the company.

*** Use of estimates**

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amount of financial assets and liabilities and disclosure of contingent liabilities . These estimates and assumptions also affect the revenues and expenses and the resultant provisions and particular , considerable judgement by management is required in the estimation of the amount and timing of future cash flows . Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgment and uncertainty and actual results may differ, resulting in future change in such provisions .

Management believe that the estimates are reasonable and are as follows :

A provision for impairment of receivables is formed based on the principles and assumptions approved by the company's management to estimate the provision to be formed in accordance with the requirements of international standards for international reporting

The administration reassesses the useful lives of tangible assets periodically for the purpose of calculating annual depreciation based on the general condition of those assets and estimates of expected productive lives in the future, and the impairment loss (if any) is taken in the income statement

Provision is made for the cases against the company based on a legal study prepared by the company's lawyer, according to which the potential risks that may occur in the future are determined, and those studies are reviewed periodically.

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to the Financial Statements

4- Significant accounting policies

The financial statements have been prepared in accordance with the accounting policies applied in the last annual financial statements issued for the year ended December 31, 2019.

Change in accounting policies

During the current period, the company applied the following revised standards and improvements to the International Financial Reporting Standards, which are effective for annual periods beginning on January 1, 2020.

- Amendments to the IFRS No. 3 "Business Combinations"
- Amendments to IAS 1 "Presentation of Financial Statements"
- Amendments to IAS 8 "Changes in accounting estimates and errors"
- Amendments to IFRS 7 "Financial Instruments: Disclosures"
- Amendments to IFRS 9 "Financial Instruments"

The adoption of new and revised IFRSs and improvements to IFRSs have no significant impact on the interim condensed financial statements

Property, plant and equipment

Property & equipments are recorded at cost and depreciated (except lands) over its estimated useful lives under the straight line method by using annual depreciation rates from 10-20%.

An assets carrying amounts is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount , the impairment record in statement of comprehensive income.

The expected production life for assets is reviewed at end of the year , whenever ther are changes between the expected life and the estimated , the depreciation method is changed to depreciate on net book value based on the remaining production life after re-estimation from the year re-estimated on.

When there are no expected economic benefits from usage , that item will be written down immediately.

Payables and accruals

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to the Financial Statements

Income tax

The company is subject to the Income Tax Law, its subsequent amendments, and the instructions issued by the Income Tax Department in the Hashemite Kingdom of Jordan, and it is compensated for according to the principle of accrual. They are recovered according to the accrual principle. The tax provision is calculated on the basis of the adjusted net profit. In accordance with International Accounting Standard No. (12), the company may entail deferred tax assets resulting from differences between the accounting and tax value of assets and liabilities related to provisions. These assets have not been shown in the accompanying financial statements due to the lack of verification of the possibility of benefiting from these benefits during a specific period of time.

Provisions

Provisions are recorded when the company has legal obligations or anticipated obligations as a result of past events, and it is possible that it will pay cash amounts to settle these obligations. On the date of the financial statements, the deductible provisions are reviewed and their value adjusted based on the latest information available to the management.

Revenue recognition

Revenue is recorded in accordance with International Financial Reporting Standard No. (15), which includes determining the contract and price, determining the performance obligation in the contract, and recognizing revenue based on the performance of the performance obligation.

Other revenues are recognized according to the accrual principle.

Foreign currency conversions

Foreign currency transactions are translated into Jordanian Dinars at the exchange rates prevailing at the date of transaction. Assets and liabilities expressed in foreign currencies are translated into Jordanian Dinars at the exchange rates prevailing as at the balance sheet date. Exchange differences arising from these translations are included in the statement of income.

Offsetting

Offsetting of financial assets and financial liabilities is occurred and the net amount reported in the financial statements when the rights and legally enforceable right to offset the recognized amounts and the bank intends to either settle them on a net basis, or to realize the assets and settle the liability simultaneously.

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to the Financial Statements

6- Property, plant and equipment - Net

A - This item consists of :

| | Lands | Buildings | Computers | Vehicles | Machines and equipments | Furniture | Total |
|---|------------------|------------------|------------------|----------------|-------------------------|----------------|------------------|
| | JD | JD | JD | JD | JD | JD | JD |
| Balance as of December 31, 2020 | | | | | | | |
| Cost at january 1, 2020 | 1,251,800 | 1,963,365 | 4,936,527 | 191,953 | 288,797 | 138,983 | 8,771,425 |
| Additions during the year | - | - | 290,251 | - | 10,120 | - | 300,371 |
| Cost at December 31, 2020 | 1,251,800 | 1,963,365 | 5,226,778 | 191,953 | 298,917 | 138,983 | 9,071,796 |
| Acumulated Depreciation | | | | | | | |
| balance as of january 1, 2020 | - | 899,634 | 4,027,234 | 191,953 | 220,488 | 132,534 | 5,471,843 |
| Additions during the year | - | 49,219 | 416,712 | - | 19,883 | 2,046 | 487,860 |
| balance as of December 31, 2020 | - | 948,853 | 4,443,946 | 191,953 | 240,371 | 134,580 | 5,959,703 |
| Net book value as of December 31, 2020 | 1,251,800 | 1,014,512 | 782,832 | 0 | 58,546 | 4,403 | 3,112,093 |
| Net book value as of December 31, 2019 | 1,251,800 | 1,063,731 | 909,293 | 0 | 68,309 | 6,449 | 3,299,582 |

(Accompanying notes form integral part of this statement)

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to the Financial Statements

6- Right of use of assets

This item consists of the following:

| | 2020 | | | 2019 |
|------------------------|---------|--------------|----------------|----------------|
| | Cost | Depreciation | Net Book Value | Net Book Value |
| | JD | JD | JD | JD |
| Lease of trading floor | 144,317 | (96,213) | 48,104 | 96,211 |

* The following table shows the recognition of related liabilities for the right of the leased assets

| | Balance at January 1,2020 | Interest | Lease payments | Balance as at December 31,2020 |
|-----------------|---------------------------------|----------|-------------------|--------------------------------------|
| | JD | JD | JD | JD |
| Lease liability | 99,862 | 8,660 | (56,000) | 52,522 |

And it is distributed according to its due date

| | 2020 | 2019 |
|------------------------------|--------|--------|
| | JD | JD |
| Lease liability - Short term | 52,522 | 48,011 |
| Lease liability - Long term | - | 51,851 |
| Total | 52,522 | 99,862 |

* The right to use the asset represents the value of the lease contract for the Amman Stock Exchange trading floor in the Housing Bank complex, which was signed on November 11, 2018 and the contract begins on December 1, 2019 and is renewed annually Whereas, the estimated maximum period of the contract is three years, starting from 2019, and with an annual rental value of 56,000 Jordanian dinars, at an interest rate of 8%.

**Amman Stock Exchange
Public Shareholding Company
Amman - The Hashemite Kingdom of Jordan**

Notes to the Financial Statements

7- Projects under construction

This item consists of the following:

| | Payments for purchase of trading system* | Payments for purchase of property and equipment | Tenders in progress | Total |
|-------------------------------------|---|--|------------------------|----------------|
| | JD | JD | JD | JD |
| Balance at January 1, 2020 | 492,426 | 31,120 | 188,099 | 711,645 |
| Payments during the year | 2,943 | - | 361,007 | 363,950 |
| Transfer to property and equipment | - | - | (294,034) | (294,034) |
| Balance at December 31, 2020 | 495,369 | 31,120 | 255,072 | 781,561 |
| As at 31 January 2019 | 324,452 | 592,655 | 96,264 | 1,013,371 |
| Payments during the year | 167,974 | 137,412 | 136,428 | 441,814 |
| Transfer to property and equipment | - | (698,947) | (44,593) | (743,540) |
| Balance at December 31, 2019 | 492,426 | 31,120 | 188,099 | 711,645 |

8- Trade and other receivables - Net

This item consists of the following:

| | 2020 | 2019 |
|------------------------------------|----------------|----------------|
| | JD | JD |
| Corporates receivables | 288,078 | 312,671 |
| Brokers receivables | 52,125 | 52,734 |
| Brokers commission receivables | 6,523 | 8,636 |
| penalties receivables | 340,000 | 340,000 |
| Other | 42,360 | 8,255 |
| Total | 729,086 | 722,296 |
| Provision for expected credit loss | (670,341) | (670,341) |
| Net | 58,745 | 51,955 |

Movement on provision for expected credit loss is as follows:

| | 2020 | 2019 |
|--|----------------|----------------|
| | JD | JD |
| The balance at the beginning of the period / year | 670,341 | 670,541 |
| Write off receivables | - | (200) |
| The balance at the end of the period / year | 670,341 | 670,341 |

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9- Other debit balances

| This item consists of the following: | 2020 | 2019 |
|---|----------------|----------------|
| | JD | JD |
| Prepaid expenses | 33,438 | 86,642 |
| Refundable deposits | 43,871 | 42,943 |
| Accrued revenue | 30,051 | 30,051 |
| Other | 1,357 | - |
| Total | 108,717 | 159,636 |

10- Cash in hand and at banks

| This item consists of the following: | 2020 | 2019 |
|---|------------------|------------------|
| | JD | JD |
| Cash on hands | 4,100 | 900 |
| Balances at banks - current accounts | 93,782 | 41,656 |
| Balances at banks - deposit accounts | 3,524,274 | 4,429,733 |
| Total | 3,622,156 | 4,472,289 |

11- Capital

The paid-up capital and unauthorized amounted to JD 4,774,525 at the end of the year, divided into 4,774,525 shares, the par value per share is JD one .

12- Statutory reserve

The accumulated amounts in this account represent what has been diverted from the annual profit before tax increased by 10% during the year and prior years in accordance with the Companies Act and is not available for distribution to shareholders

The statutory reserve can be used for amortization accumulated loss in accordance with the companies law

13- voluntary reserve

According to the Companies Law in the Hashemite Kingdom of Jordan, the General Companies Authority of the company has the right to deduct a percentage not exceeding 20% of the employment in the Jordanian company.

14- Capital Increase Reserve

This reserve represents the net carrying amount of land and building as the legal ownership of these items have not been transferred to the Company as at the date of preparing the financial statements The Company's management has decided to capitalise this reserve upon completion of the legal registration of these properties in the name of the Company.

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15- (Accumulated losses) / retained earnings at the end of the year

This item consists of the following:

| | <u>2020</u> | <u>2019</u> |
|--------------------------------------|-------------------------|-----------------------|
| | <u>JD</u> | <u>JD</u> |
| Balance at the beginning of the year | 114,237 | 772,089 |
| (loss) / Profit for the year | (715,341) | 184,181 |
| Transferred to Ministry of Finance | (114,237) | (772,091) |
| Transferred to statutory reserve | - | (23,314) |
| Transferred to voluntary reserve | - | (46,628) |
| Balance at end of year | <u><u>(715,341)</u></u> | <u><u>114,237</u></u> |

The General Assembly decided, in its meeting held on August 27, 2020, to approve the transfer of profits amounting to 114,237 dinars to the general revenue account with the Central Bank in accordance with the Financial Surplus Law No. 30 of 2007

16- Other credit balances

This item consists of the following:

| | <u>2020</u> | <u>2019</u> |
|---------------------------------------|-----------------------|-----------------------|
| | <u>JD</u> | <u>JD</u> |
| Deposits to others | 4,043 | 204,046 |
| Accrued expenses | 243,773 | 48,896 |
| Unearned revenue | 10,586 | 24,251 |
| Jordan Securities Commission deposits | - | 12,210 |
| Ministry of Finance deposits | - | 30 |
| Other | - | 10,996 |
| Total | <u><u>258,402</u></u> | <u><u>300,429</u></u> |

17- Income tax provision

This item consists of the following:

| | <u>2020</u> | <u>2019</u> |
|--------------------------------------|-----------------|----------------------|
| | <u>JD</u> | <u>JD</u> |
| Balance at the beginning of the year | 48,960 | 215,127 |
| Paid during the year | (48,960) | (215,127) |
| Deductible provision | - | 48,960 |
| Balance at end of year | <u><u>-</u></u> | <u><u>48,960</u></u> |

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18- Legal Liabilities Provision

The decision of the Board of Directors taken in the meeting held on the 28 December 2011 considered the ASE employees services in the Amman Stock Exchange as actual service for calculation purposes in accordance with article (65) of the personnel bylaw of the Amman Stock Exchange, after deducting the remuneration amounts that were paid in accordance with personnel bylaw of Amman Stock Exchange no. (12) for the year 1978. The legal consultant of Amman Stock Exchange considered the Board of Directors' decision as legitimate to be implemented

However, the board of commissioners of JSC, according to their decision No. (332012/) dated 1 March 2012, requested that ASE revoke its decision. A group of Amman Stock Exchange's employees filed a lawsuit for their eligibility to receive the end of service benefits for their service in Amman Stock Exchange, similar to their fellow employees in the Securities Commission, and the Supreme Administrative Court issued its decision No. (8) in the case No. (1482019/), where it was decided to reject the appeal submitted by the JSC and its Board of Commissioners, and to uphold the contested ruling to cancel the appeal decision issued by the Board of Commissioners of the Securities Commission at its meeting held on March 16, 2017 No. (732017/) relative to non-approval of the decision of the Board of Directors of ASE No. (52017/). ASE, in accordance with the Board of Directors' Decision No. (812019/), disbursed the financial dues of the seconded employees for their period of service in Amman Stock Exchange until the date of 15 May 1997, after deduction of the amount of the end-of-service benefit that was disbursed to them in accordance with the provisions of the Law of Amman Stock Exchange's employees No. (12) for the year 1978. The Board of Directors also decided in its resolution No. (822019/) to recommend to the General Assembly of the Company to approve their service for the period from 15 May 1997 to 1 January 2000 as actual service for the purposes of calculating the end of service compensation.

The General Assembly, in its extraordinary meeting held on October 26, 2020, agreed to consider the service of the stock market employees for the period from 15/1997/5/ to 12/2000/1/ actual service for the end of service remuneration payments to them based on the recommendation of the Board of Directors. The Administrative Court's decision and the legal opinion of the Legislation Bureau, which concluded that their service throughout their stay in the Commission is considered an actual service for all purposes

The following is the movement in the Legal Liabilities Provision:

| | <u>2020</u> | <u>2019</u> |
|--------------------------------------|-----------------------|-----------------------|
| | <u>JD</u> | <u>JD</u> |
| Balance at the beginning of the year | 470,049 | 674,214 |
| Paid during the year | (105,617) | (204,165) |
| Balance at end of year | <u>364,432</u> | <u>470,049</u> |

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19- Operating revenue

This item consists of the following:

| | 2020 | 2019 |
|--|-------------------------|-------------------------|
| | JD | JD |
| Trading commissions | 1,090,451 | 1,635,170 |
| Listing fees | 565,557 | 582,279 |
| Affiliation fees | 200,000 | 400,000 |
| Fees for providing information | 63,158 | 59,685 |
| Fees for providing trading screens and inquiry | 197,800 | 204,800 |
| Subscription fees | 29,500 | 30,000 |
| Total | <u>2,146,466</u> | <u>2,911,934</u> |

20- Staff benefits

This item consists of the following:

| | 2020 | 2019 |
|---------------------------------------|-------------------------|-------------------------|
| | JD | JD |
| Salaries and wages | 1,093,840 | 1,020,699 |
| Social security | 152,321 | 142,088 |
| Medical expenses | 78,303 | 99,521 |
| ASE's contribution to the saving fund | 30,886 | 28,303 |
| Total | <u>1,355,350</u> | <u>1,290,611</u> |

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21- General and administrative expenses

This item consists of the following:

| | <u>2020</u> | <u>2019</u> |
|--|-------------------------|-------------------------|
| | <u>JD</u> | <u>JD</u> |
| Maintenance and program development | 294,435 | 307,603 |
| Depreciation | 535,964 | 499,567 |
| Fees, subscriptions and renewal of the Securities Commission license | 36,260 | 28,963 |
| Renewal of the Securities Commission license | 200,000 | - |
| Shared Services | 161,909 | 203,703 |
| Communications, telegrams, post, fax and internet | 79,947 | 99,742 |
| Electricity and water | 46,833 | 54,123 |
| Board of directors' remunerations and transportations | 61,500 | 47,228 |
| Guarding expenses | 21,255 | 21,260 |
| Cleaning | 17,215 | 16,930 |
| Professional fee | 13,852 | 19,594 |
| Stationary, prints and newspapers | 9,380 | 14,325 |
| Maintenance | 4,043 | 18,721 |
| Insurance expenses | 11,216 | 9,515 |
| Advertisement | 1,513 | 8,360 |
| Fuel | 6,275 | 7,388 |
| Participation in conferences and forums | - | 6,158 |
| Training | 390 | 7,645 |
| Hospitality | 3,012 | 6,690 |
| Bank expenses | 460 | 619 |
| Other | 6,013 | 4,084 |
| Lease liability interest | 7,991 | 11,545 |
| Bad debts | 600 | - |
| Total | <u>1,520,063</u> | <u>1,393,763</u> |

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22- Basic and diluted per share from the loss

This item consists of the following:

| | <u>2020</u> | <u>2019</u> |
|--|-----------------------|---------------------|
| | <u>JD</u> | <u>JD</u> |
| (Loss) / profit for the year | (715,341) | 184,181 |
| The weighted average number of shares | 4,774,525 | 4,774,525 |
| Basic and diluted per share profit for the year | <u>(0.150)</u> | <u>0.039</u> |

23- Industry classification

Of the goals of the company president to do all the business and investment, The following is the information about business sectors

| | <u>The main activity</u> | <u>2020</u> <u>others</u> | <u>Total</u> |
|---|--------------------------|------------------------------|--------------|
| | <u>JD</u> | <u>JD</u> | <u>JD</u> |
| Revenues | 2,146,466 | 13,606 | 2,160,072 |
| <u>Assets And Liability</u> | | | |
| Assets | 4,102,430 | 3,622,156 | 7,724,586 |
| Liability | 675,356 | - | 675,356 |
| <u>Information other sectors</u> | | | |
| Depreciation | 487,860 | 48,107 | 535,967 |
| | | <u>2019</u> | |
| | <u>The main activity</u> | <u>others</u> | <u>Total</u> |
| | <u>JD</u> | <u>JD</u> | <u>JD</u> |
| Revenues | 2,911,934 | 5,581 | 2,917,515 |
| <u>Assets And Liability</u> | | | |
| Assets | 4,325,819 | 4,472,289 | 8,798,108 |
| Liability | 919,300 | - | 919,300 |
| <u>Information other sectors</u> | | | |
| Depreciation | 451,461 | 48,106 | 499,567 |

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24- The analysis of maturity of assets and liabilities

The following table shows analysis of assets and liabilities according to the period expected

| | The main activity | 2020 others | Total |
|-------------------------------------|-------------------|------------------|------------------|
| | JD | JD | JD |
| Assets | | | |
| Property , plant & equipments - net | - | 3,112,093 | 3,112,093 |
| Right of use of assets | - | 48,104 | 48,104 |
| Projects under construction | | 781,561 | 781,561 |
| Trade and other receivables - Net | 51,955 | - | 51,955 |
| Other debit balances | 108,717 | - | 108,717 |
| Cash at the Banks | 3,622,156 | - | 3,622,156 |
| Total Assets | 3,782,828 | 3,941,758 | 7,724,586 |
| Current Liability | | | |
| Other credit balances | 258,402 | - | 258,402 |
| Lease liability | 52,522 | - | 52,522 |
| Income tax provision | - | - | - |
| Provision for legal liabilities | 364,432 | - | 364,432 |
| Total current liabilities | 675,356 | - | 675,356 |
| Net | 3,107,472 | 3,941,758 | 7,049,230 |

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Notes to the Financial Statements

23- Risk management

- Credit risks

These risks arise from cash, cash equivalent, bank deposits in financial institutions and receivables treatments which may cause defaults from parties to pay their commitments.

As for financial institutions, the Company treats with solid and reputable institutions. As for receivables, the management has a credit policy with limits and there is an ongoing following up procedures to collect matured amounts. The management believes that the credit risk the Company exposed to is low.

- Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates, interest rates and equity prices - will affect the Company's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

- Interest rate risks:

The Company may be exposed to interest rate risk on its financial assets and liabilities that appear interest, such as: banks. Once bank overdrafts are short-term ones, and other assets and liabilities do not bear any interest rates, so the risks that may affect the Company are insignificant.

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- Liquidity risks

The management plans the cash flows of the Company. There is an ongoing monitoring policy to ensure the cash adequacy to cover and finance operations with no violations or breaches to any committed bank facilities conditions

| | 2020 | | |
|---------------------------------|--------------------------------|---------------------------------------|----------------|
| | Less than three months. | From three months to 12 months | Total |
| | JD | JD | JD |
| Other credit balances | - | 258,402 | 258,402 |
| Lease liability - short term | - | 52,522 | 52,522 |
| Income tax provision | - | - | - |
| Provision for legal liabilities | - | 364,432 | 364,432 |
| Total | - | 675,356 | 675,356 |

| | 2019 | | |
|---------------------------------|--------------------------------|---------------------------------------|----------------|
| | Less than three months. | From three months to 12 months | Total |
| | JD | JD | JD |
| Lease liability - long term | - | 51,851 | 51,851 |
| Other credit balances | - | 300,429 | 300,429 |
| Lease liability - short term | - | 48,011 | 48,011 |
| Income tax provision | - | 48,960 | 48,960 |
| Provision for legal liabilities | - | 470,049 | 470,049 |
| Total | - | 919,300 | 919,300 |

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24- Capital management

The main objective of the Company's capital management is to ensure that appropriate capital ratios are maintained in a manner that supports the Company's activity and maximizes equity.

The Company manages the capital structure and makes necessary adjustments in light of changes in working conditions. The Company did not make any changes to the objectives, policies and procedures related to capital structure during the current and previous financial year.

The items included in the capital structure consist of paid up capital, issue premium, voluntary reserve, and retained earnings totaling JD 7,049,230 as of December 31, 2020 against JD 7,878,808 as of December 31, 2019

25- Legal Cases

Cases in which the company appears defendant

The Company is defendant in a lawsuits in the Jordanian court amounting to 1,230,067 JD as at 31 December 2020 (JD 980,067 as at 31 December 2019).Management of the Company and legal advisor believes that the Company has strong defences to prove irresponsibility, therefore the legal advisor believes that these suits will not have a material effect on the financial statements

Cases in which the company appears plaintiff

The Company is Plaintiff in a lawsuits in the Jordanian court amounting to JD 584,121 as at 31 December 2020
The company has created a sufficient provision for impairment

26- Covid-19

The presence of the new coronavirus (Covid-19) was confirmed in early 2020 and has spread across mainland China and beyond, causing disruptions to businesses and economic activity

And the company's operations stopped from March 18, 2020 until May 10, 2020, and this directly affected the company's revenues as a result of the suspension of trading on the Amman Stock Exchange.

Given that the prevailing situation is changing and rapidly evolving, the company's management believes that it was unable to provide a quantitative report on the potential impact of this epidemic on the company's activities

27- Subsequent events

There are no subsequent events on the date of the financial statements or after the preparation of the financial statements.

28- Comparative

Some of comparative figures have reclassified – when needed – to confirm with current year's figures.



Statistical Appendix

Table (1)
Main Indicators of the ASE

| | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|----------|----------|----------|----------|----------|
| Number of Listed Companies | 224 | 194 | 195 | 191 | 179 |
| Market Capitalization (JD million) | 17,339.4 | 16,962.6 | 16,122.7 | 14,914.8 | 12,907.8 |
| Value Traded (JD million) | 2,329.5 | 2,926.2 | 2,319.3 | 1,585.4 | 1,048.8 |
| Daily Average Trading Value (JD million) | 9.5 | 11.8 | 9.3 | 6.4 | 4.9 |
| No. of Traded Shares (million) | 1,836.7 | 1,716.7 | 1,245.9 | 1,247.2 | 1,142.7 |
| No. of Transactions (thousand) | 786.2 | 717.5 | 511.8 | 503.0 | 421.0 |
| No. of Trading Days | 245 | 247 | 250 | 249 | 213 |
| Turnover Ratio (%) | 27.2 | 25.7 | 18.8 | 18.2 | 17.3 |
| ASE General Free Float Weighted Index ASE 100 (point) | 2170.3 | 2126.8 | 1908.8 | 1815.2 | 1657.2 |
| ASE General Free Float Weighted Index ASE 20 (point) | 1062.2 | 1033.2 | 926.4 | 891.0 | 806.5 |
| ASE General Weighted Price Index (point) | 4069.7 | 4009.4 | 3797.1 | 3513.8 | 3049.6 |
| ASE General Un-weighted Price Index (point) | 493.2 | 466.0 | 402.4 | 382.0 | 377.3 |
| No. of Traded Bonds (thousand) | 0.00 | 15.71 | 31.9 | 8.85 | 2.58 |
| Value of Traded Bonds (JD million) | 0.00 | 1.85 | 3.2 | 0.9 | 0.3 |
| P/E Ratio (times) | 16.5 | 19.5 | 17.9 | 11.4 | 10.0 |
| P/BV (times) | 1.2 | 1.2 | 1.1 | 1.1 | 0.9 |
| Dividend Yield Ratio (%) | 4.1 | 4.6 | 5.0 | 5.7 | 1.8 |
| Non-Jordanian Ownership of Market Cap. (%) | 49.6 | 48.1 | 51.7 | 51.6 | 51.1 |
| Non-Jordanian Buying (JD million) | 666.5 | 994.9 | 1,231.8 | 528.7 | 96.8 |
| Non-Jordanian Selling (JD million) | 429.4 | 1,329.2 | 747.3 | 414.6 | 164.4 |
| Net Investment of Non-Jordanians (JD million) | 237.1 | (334.3) | 484.5 | 114.1 | (67.5) |
| Market Capitalization / GDP (%) | 65.0 | 61.8 | 56.7 | 49.7 | 41.5 |

Table (2)
Trading Values of the Secondary Market *

(JD)

| Period | Shares | Bonds | Transactions Excluded From Trading | Unlisted Securities Market | Total |
|--------|----------------|-----------|------------------------------------|----------------------------|----------------|
| 2004 | 3,793,251,050 | 6,031,856 | 113,991,076 | - | 3,913,273,982 |
| 2005 | 16,871,051,948 | 3,135,705 | 940,846,140 | - | 17,815,033,793 |
| 2006 | 14,209,870,592 | 1,868,010 | 835,949,861 | - | 15,047,688,463 |
| 2007 | 12,348,101,910 | 3,799,874 | 790,977,039 | - | 13,142,878,823 |
| 2008 | 20,318,014,547 | 605,819 | 618,062,011 | - | 20,936,682,377 |
| 2009 | 9,665,312,327 | 2,529,800 | 218,015,354 | - | 9,885,857,482 |
| 2010 | 6,689,987,155 | 140,175 | 142,316,104 | - | 6,832,443,434 |
| 2011 | 2,850,252,628 | 555,039 | 321,638,265 | - | 3,172,445,932 |
| 2012 | 1,978,813,878 | 0 | 43,254,773 | - | 2,022,068,651 |
| 2013 | 3,027,255,187 | 2,039,728 | 109,144,025 | - | 3,138,438,940 |
| 2014 | 2,263,404,594 | 20,000 | 83,913,516 | - | 2,347,338,110 |
| 2015 | 3,417,079,026 | 850,800 | 87,007,625 | - | 3,504,937,451 |
| 2016 | 2,329,466,130 | 0 | 820,662,939 | 9,403,229 | 3,159,532,298 |
| 2017 | 2,926,233,590 | 1,853,800 | 136,368,579 | 24,837,123 | 3,089,293,092 |
| 2018 | 2,319,325,982 | 3,194,400 | 187,592,439 | 29,628,591 | 2,539,741,412 |
| 2019 | 1,585,437,494 | 885,200 | 136,552,001 | 44,543,698 | 1,767,418,393 |
| 2020 | 1,048,824,687 | 258,400 | 982,299,956 | 39,894,147 | 2,071,277,190 |

* Trading value of shares includes right issues' starting from 2006

Table (3)
Trading Volumes at the ASE *

| Period | Trading Value (JD) | Change (%) | No. of Shares | Change (%) | No. of Transactions | Change (%) |
|--------|--------------------|------------|---------------|------------|---------------------|------------|
| 2004 | 3,793,251,050 | 104.5 | 1,338,703,981 | 32.7 | 1,178,163 | 49.9 |
| 2005 | 16,871,051,948 | 344.8 | 2,581,744,423 | 92.9 | 2,392,509 | 103.1 |
| 2006 | 14,209,870,592 | (15.8) | 4,104,285,135 | 59.0 | 3,442,558 | 43.9 |
| 2007 | 12,348,101,910 | (13.1) | 4,479,369,609 | 9.1 | 3,457,915 | 0.4 |
| 2008 | 20,318,014,547 | 64.5 | 5,442,267,689 | 21.5 | 3,780,934 | 9.3 |
| 2009 | 9,665,310,642 | (52.4) | 6,022,471,335 | 10.7 | 2,964,610 | (21.6) |
| 2010 | 6,689,987,155 | (30.8) | 6,988,858,431 | 16.0 | 1,880,219 | (36.6) |
| 2011 | 2,850,252,628 | (57.4) | 4,072,337,760 | (41.7) | 1,318,278 | (29.9) |
| 2012 | 1,978,813,878 | (30.6) | 2,384,058,415 | (41.5) | 975,016 | (26.0) |
| 2013 | 3,027,255,186 | 53.0 | 2,705,796,950 | 13.5 | 1,074,438 | 10.2 |
| 2014 | 2,263,404,594 | (25.2) | 2,321,802,789 | (14.2) | 955,987 | (11.0) |
| 2015 | 3,417,079,026 | 51.0 | 2,585,816,584 | 11.4 | 898,982 | (6.0) |
| 2016 | 2,329,466,130 | (31.8) | 1,836,711,983 | (29.0) | 786,156 | (12.6) |
| 2017 | 2,926,233,590 | 25.6 | 1,716,744,042 | (6.5) | 717,494 | (8.7) |
| 2018 | 2,319,325,977 | (20.7) | 1,245,881,900 | (27.4) | 511,754 | (28.7) |
| 2019 | 1,585,437,494 | (31.6) | 1,247,178,788 | 0.1 | 503,011 | (1.7) |
| 2020 | 1,048,824,687 | (33.8) | 1,142,747,158 | (8.4) | 421,025 | (16.3) |

* Trading value of shares includes right issues' starting from 2006

Table (4)
Trading Value at the ASE by Sector

(JD)

| Period | Financial | Services | Industry | Total |
|--------|----------------|---------------|---------------|----------------|
| 2004 | 2,403,764,844 | 379,944,408 | 1,009,541,799 | 3,793,251,050 |
| 2005 | 13,200,688,924 | 1,195,920,637 | 2,474,442,386 | 16,871,051,948 |
| 2006 | 11,570,201,564 | 942,189,854 | 1,697,479,173 | 14,209,870,592 |
| 2007 | 8,779,234,370 | 1,657,992,661 | 1,910,874,879 | 12,348,101,910 |
| 2008 | 9,638,936,814 | 5,422,241,866 | 5,256,835,871 | 20,318,014,551 |
| 2009 | 6,363,773,746 | 2,030,846,061 | 1,270,692,520 | 9,665,312,327 |
| 2010 | 4,174,112,697 | 1,744,663,490 | 771,210,968 | 6,689,987,155 |
| 2011 | 1,757,351,376 | 576,006,319 | 516,894,934 | 2,850,252,629 |
| 2012 | 1,189,542,872 | 403,893,684 | 385,377,323 | 1,978,813,879 |
| 2013 | 2,221,449,153 | 408,120,453 | 397,685,580 | 3,027,255,186 |
| 2014 | 1,510,846,421 | 373,463,671 | 379,094,502 | 2,263,404,594 |
| 2015 | 2,347,790,662 | 723,462,452 | 345,825,912 | 3,417,079,026 |
| 2016 | 1,202,107,859 | 423,639,322 | 703,718,949 | 2,329,466,130 |
| 2017 | 1,895,458,140 | 375,025,623 | 655,749,827 | 2,926,233,591 |
| 2018 | 1,113,491,923 | 226,981,140 | 978,852,913 | 2,319,325,977 |
| 2019 | 1,039,445,249 | 256,672,969 | 289,319,276 | 1,585,437,494 |
| 2020 | 656,068,083 | 210,440,494 | 182,316,111 | 1,048,824,687 |

*The data include right Issues' starting from 2006

Table (5)
Top Ten Companies By Value Traded and Shares Traded in 2020

| Value Traded | | | Shares Traded | | |
|---|--------------------|-------------------------|---|--------------------|--------------------------|
| Company | Value Traded (JD) | % to Total Value Traded | Company | Shares Traded | % to Total Shares Traded |
| UNION INVESTMENT CORPORATION | 104,188,665 | 9.9 | UNION INVESTMENT CORPORATION | 91,891,877 | 8.0 |
| ARAB BANK | 98,168,698 | 9.4 | JORDAN INDUSTRIAL RESOURCES | 84,368,505 | 7.4 |
| UNION LAND DEVELOPMENT CORPORATION | 80,192,433 | 7.6 | RUM GROUP FOR TRANSPORTATION & TOURISM INVESTMENT | 66,359,290 | 5.8 |
| JORDAN PETROLEUM REFINERY | 51,586,289 | 4.9 | UNION LAND DEVELOPMENT CORPORATION | 47,536,813 | 4.2 |
| SPECIALIZED INVESTMENT COMPOUNDS | 50,241,960 | 4.8 | NATIONAL ALUMINIUM INDUSTRIAL | 44,760,711 | 3.9 |
| JORDAN ELECTRIC POWER | 40,812,841 | 3.9 | CAPITAL BANK OF JORDAN | 39,445,625 | 3.5 |
| CAPITAL BANK OF JORDAN | 37,277,016 | 3.6 | JORDAN ELECTRIC POWER | 34,702,471 | 3.0 |
| UNION TOBACCO & CIGARETTE INDUSTRIES | 37,237,592 | 3.6 | SPECIALIZED INVESTMENT COMPOUNDS | 33,547,797 | 2.9 |
| NATIONAL ALUMINIUM INDUSTRIAL | 29,585,891 | 2.8 | UNION TOBACCO & CIGARETTE INDUSTRIES | 27,529,376 | 2.4 |
| RUM GROUP FOR TRANSPORTATION & TOURISM INVESTMENT | 28,468,584 | 2.7 | INJAZ FOR DEVELOPMENT & PROJECTS | 27,423,305 | 2.4 |
| Total | 557,759,968 | 53.2 | Total | 497,565,770 | 43.5 |

Table (6)
Top Ten Companies By Market Capitalization, End of 2020

| Company | Market Capitalization (JD million) | % to the Whole Market |
|--|--|--------------------------|
| ARAB BANK | 2,640.1 | 20.5 |
| THE ARAB POTASH | 1,749.7 | 13.6 |
| THE HOUSING BANK FOR TRADE AND FINANCE | 945.0 | 7.3 |
| AL-EQBAL INVESTMENT COMPANY LTD | 786.0 | 6.1 |
| JORDAN ISLAMIC BANK | 616.0 | 4.8 |
| BANK OF JORDAN | 386.0 | 3.0 |
| JORDAN PHOSPHATE MINES | 289.6 | 2.2 |
| JORDAN TELECOM | 275.6 | 2.1 |
| JORDAN PETROLEUM REFINERY | 250.0 | 1.9 |
| BANK AL ETIHAD | 249.6 | 1.9 |
| Total | 8,187.6 | 63.4 |

Table (7)
Trading Value of Bonds Market

| Period | Value of Bonds Traded (JD) | Change (%) | No. of Bonds Traded | Change (%) |
|--------|----------------------------|------------|---------------------|------------|
| 2004 | 6,031,856 | (47.0) | 10,355 | (85.7) |
| 2005 | 3,135,705 | (48.0) | 3,354 | (67.6) |
| 2006 | 1,868,010 | (40.4) | 1,225 | (63.5) |
| 2007 | 3,799,874 | 103.4 | 1,580 | 29.0 |
| 2008 | 605,819 | (84.1) | 417 | (73.6) |
| 2009 | 2,529,800 | 317.6 | 761 | 82.5 |
| 2010 | 140,075 | (94.5) | 140 | (81.6) |
| 2011 | 555,039 | 296.2 | 600 | 328.6 |
| 2012 | 0 | - | 0 | - |
| 2013 | 2,039,728 | - | 2,058 | - |
| 2014 | 20,000 | (99.0) | 20 | (99.0) |
| 2015 | 850,800 | 4,154.0 | 12 | (40.0) |
| 2016 | 0 | - | 0 | - |
| 2017 | 1,853,800 | - | 15,706 | - |
| 2018 | 3,194,400 | 72.3 | 31,944 | 103.4 |
| 2019 | 885,200 | (72.3) | 8,852 | (72.3) |
| 2020 | 258,400 | (70.8) | 2,584 | (70.8) |

Table (8)
ASE100 Free Float Weighted Index

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|--------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Banks | 3,475.3 | 3,407.6 | 3,888.8 | 4,286.5 | 4,249.7 | 4,376.0 | 4,368.0 | 4,047.8 | 3,648.3 | 3,153.7 |
| Insurance | 2,089.8 | 1,887.2 | 1,793.2 | 1,976.3 | 2,064.6 | 2,073.4 | 1,953.1 | 2,158.8 | 1,997.4 | 1,989.0 |
| Financial Services | 1,580.7 | 1,653.0 | 1,944.2 | 1,835.8 | 1,695.5 | 1,573.3 | 1,470.5 | 1,273.3 | 1,342.8 | 1,338.8 |
| Real Estate | 1,939.5 | 1,658.8 | 2,026.2 | 2,072.3 | 2,194.4 | 1,948.6 | 1,676.8 | 1,318.1 | 1,464.2 | 1,491.4 |
| Financial Sector | 2,443.9 | 2,363.6 | 2,703.9 | 2,920.9 | 2,906.2 | 2,933.2 | 2,881.5 | 2,652.7 | 2,450.0 | 2,171.7 |
| Health Care Services | 873.8 | 900.0 | 962.7 | 975.5 | 966.6 | 814.1 | 876.0 | 858.8 | 912.6 | 787.1 |
| Educational Services | 2,619.1 | 2,952.3 | 3,586.5 | 4,052.7 | 4,012.3 | 3,513.0 | 3,234.4 | 2,851.7 | 2,165.4 | 2,282.6 |
| Hotels and Tourism | 1,409.4 | 1,294.3 | 1,218.5 | 1,257.6 | 1,040.5 | 992.7 | 985.0 | 1,110.3 | 981.1 | 812.4 |
| Transportation | 445.1 | 467.0 | 451.9 | 487.2 | 404.0 | 344.3 | 356.5 | 292.0 | 286.3 | 256.6 |
| Technology and Communications | 1,829.8 | 1,753.7 | 1,356.7 | 1,161.4 | 1,161.4 | 659.1 | 621.2 | 426.3 | 433.2 | 465.5 |
| Media | 1,556.2 | 856.8 | 607.7 | 419.5 | 189.7 | 170.1 | 98.1 | 61.1 | 52.3 | 50.1 |
| Utilities and Energy | 4,075.1 | 4,017.9 | 4,140.7 | 4,677.5 | 4,803.1 | 4,940.8 | 3,826.5 | 3,131.9 | 3,995.2 | 3,303.5 |
| Commercial Services | 944.9 | 770.0 | 909.8 | 1,080.6 | 1,027.0 | 1,097.1 | 1,367.1 | 1,320.8 | 1,116.5 | 1,035.9 |
| Services Sector | 1,693.7 | 1,651.1 | 1,664.8 | 1,794.8 | 1,726.7 | 1,604.7 | 1,449.7 | 1,279.8 | 1,293.0 | 1,148.0 |

2020

26.417

31.012

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Pharmaceutical and Medical Industries | 1,656.6 | 1,100.6 | 1,341.3 | 2,236.8 | 1,731.4 | 1,539.2 | 1,318.9 | 795.3 | 853.6 | 960.1 |
| Chemical Industries | 1,338.7 | 1,455.5 | 1,786.4 | 2,065.5 | 1,646.8 | 1,544.1 | 1,329.5 | 1,206.2 | 1,199.4 | 1,516.3 |
| Paper and Cardboard Industries | 223.6 | 227.4 | 122.8 | 94.7 | 73.2 | 77.0 | 65.7 | 63.4 | 57.3 | 57.3 |
| Printing and Packaging | 1,431.3 | 1,918.0 | 2,118.4 | 3,062.3 | 3,251.0 | 4,841.5 | 5,827.7 | 5,038.7 | 5,540.8 | 5,540.8 |
| Food and Beverages | 1,315.2 | 1,120.9 | 1,161.5 | 1,349.9 | 1,605.1 | 1,537.3 | 1,380.1 | 1,315.7 | 1,589.9 | 1,746.7 |
| Tobacco and Cigarettes | 3,176.2 | 5,220.7 | 9,363.8 | 7,732.0 | 10,935.4 | 18,499.4 | 23,817.1 | 19,161.3 | 18,118.2 | 25,391.6 |
| Mining and Extraction Industries | 3,397.0 | 3,391.5 | 2,247.2 | 1,960.1 | 1,782.5 | 1,502.1 | 1,460.5 | 1,360.3 | 1,446.6 | 1,585.4 |
| Engineering and Construction | 1,819.6 | 2,004.2 | 2,233.6 | 2,044.1 | 1,538.3 | 946.3 | 917.6 | 744.3 | 455.5 | 463.3 |
| Electric Industries | 1,909.3 | 1,344.6 | 1,921.2 | 1,847.7 | 1,348.6 | 1,188.9 | 1,083.0 | 973.7 | 952.6 | 1,069.3 |
| Textiles, Leather and Clothings | 1,982.4 | 1,921.6 | 1,953.4 | 1,828.9 | 1,927.9 | 2,212.3 | 1,787.0 | 1,708.3 | 1,497.7 | 1,330.9 |
| Glass and Ceramic Industries | 660.5 | 870.4 | 993.7 | 1,096.8 | 1,162.4 | 1,162.4 | 1,162.4 | 1,162.4 | 1,162.4 | 1,162.4 |
| Industrial Sector | 2,149.9 | 2,176.6 | 1,964.9 | 1,852.0 | 1,848.8 | 2,093.0 | 2,229.5 | 1,882.7 | 1,857.0 | 2,119.7 |
| General Index ASE 100 (1000=1999) | 1,995.1 | 1,957.6 | 2,065.8 | 2,165.5 | 2,136.3 | 2,170.3 | 2,126.8 | 1,908.8 | 1,815.2 | 1,657.2 |
| (%)Change | (15.9) | (1.9) | 5.5 | 4.8 | (1.3) | 1.6 | (2.0) | (10.2) | (4.9) | (8.7) |
| ASE 20 Index (1000=2014) | - | - | - | 1,000.0 | 1,011.7 | 1,062.2 | 1,033.2 | 926.4 | 891.0 | 806.5 |
| (%)Change | - | - | - | - | 1.2 | 5.0 | (2.7) | (10.3) | (3.8) | (9.5) |

Table (9)
Price Index, Weighted by Market Capitalization
(December 1991 = 1000)

| Period | Banks | Insurance | Services | Industry | General | Change (%) |
|--------|----------|-----------|----------|----------|---------|------------|
| 2004 | 7,230.9 | 3,726.9 | 1,874.4 | 2,526.9 | 4,245.6 | 62.4 |
| 2005 | 16,892.0 | 7,382.4 | 3,332.5 | 2,903.4 | 8,191.5 | 92.9 |
| 2006 | 10,704.7 | 4,156.3 | 2,286.6 | 2,507.6 | 5,518.1 | (32.6) |
| 2007 | 13,886.7 | 4,900.4 | 2,740.3 | 4,565.5 | 7,519.3 | 36.3 |
| 2008 | 11,380.1 | 3,821.3 | 1,865.6 | 4,560.1 | 6,243.1 | (17.0) |
| 2009 | 9,368.0 | 3,943.6 | 1,700.6 | 4,563.2 | 5,520.1 | (11.6) |
| 2010 | 8,848.3 | 2,103.5 | 1,506.4 | 4,841.7 | 5,318.0 | (3.7) |
| 2011 | 7,542.3 | 1,703.7 | 1,302.1 | 4,427.4 | 4,648.4 | (12.6) |
| 2012 | 7,297.4 | 1,251.0 | 1,240.4 | 4,606.4 | 4,593.9 | (1.2) |
| 2013 | 8,035.2 | 1,214.1 | 1,255.1 | 3,210.4 | 4,336.7 | (5.6) |
| 2014 | 8,373.0 | 1,337.7 | 1,211.2 | 2,691.3 | 4,237.6 | (2.3) |
| 2015 | 8,463.7 | 1,369.6 | 1,141.0 | 2,731.2 | 4,229.9 | (0.2) |
| 2016 | 8,444.5 | 1,385.4 | 954.5 | 2,648.7 | 4,069.7 | (3.8) |
| 2017 | 8,335.2 | 1,261.2 | 933.7 | 2,615.8 | 4,009.4 | (1.5) |
| 2018 | 8,246.0 | 1,376.5 | 796.8 | 2,311.4 | 3,797.1 | (5.3) |
| 2019 | 7,095.6 | 1,282.5 | 735.7 | 2,613.2 | 3,513.8 | (7.5) |
| 2020 | 5,410.6 | 1,309.2 | 704.2 | 2,818.0 | 3,049.6 | (13.2) |

Table (10)
Un-weighted Price Index
(December 1991 = 1000)

| Period | Banks | Insurance | Services | Industry | General | Change (%) |
|--------|---------|-----------|----------|----------|---------|------------|
| 2004 | 3,543.1 | 2,513.0 | 2,237.9 | 854.2 | 1,535.9 | 37.4 |
| 2005 | 5,584.4 | 5,145.5 | 4,383.2 | 862.2 | 2,181.3 | 42.0 |
| 2006 | 4,088.8 | 3,478.8 | 2,967.1 | 708.0 | 1,608.1 | (26.3) |
| 2007 | 4,887.6 | 4,004.7 | 3,374.0 | 749.8 | 1,798.1 | 11.8 |
| 2008 | 3,896.3 | 2,859.8 | 2,168.8 | 548.8 | 1,235.5 | (31.3) |
| 2009 | 3,328.7 | 2,795.5 | 1,804.8 | 495.3 | 1,056.1 | (14.5) |
| 2010 | 3,660.1 | 1,276.7 | 1,345.6 | 442.0 | 834.4 | (21.0) |
| 2011 | 3,251.7 | 930.9 | 913.7 | 341.0 | 606.8 | (27.3) |
| 2012 | 3,119.5 | 640.8 | 838.2 | 299.6 | 552.3 | (9.0) |
| 2013 | 3,516.2 | 634.9 | 890.1 | 307.4 | 585.1 | 5.9 |
| 2014 | 3,667.7 | 749.1 | 859.6 | 320.0 | 585.8 | 0.1 |
| 2015 | 3,651.5 | 765.2 | 781.7 | 270.7 | 533.3 | (9.0) |
| 2016 | 3,837.7 | 751.2 | 732.6 | 226.4 | 493.2 | (7.5) |
| 2017 | 3,719.1 | 726.1 | 675.3 | 220.7 | 466.0 | (5.5) |
| 2018 | 3,310.4 | 722.6 | 574.4 | 180.1 | 402.4 | (13.6) |
| 2019 | 3,091.3 | 670.6 | 552.6 | 168.0 | 382.0 | (5.1) |
| 2020 | 2,725.6 | 703.5 | 534.2 | 176.6 | 377.3 | (1.2) |

Table (11)
Major Financial Data at the ASE

| Period | Market Cap. (JD) | Net Income After Tax (JD) | Book Value (JD) | Cash Dividends (JD) | No. of Subscribed Shares |
|--------|---------------------|------------------------------|--------------------|------------------------|-----------------------------|
| 2004 | 13,033,833,515 | 568,111,683 | 5,465,244,867 | 248,821,536 | 2,438,184,074 |
| 2005 | 26,667,097,118 | 1,188,745,976 | 7,348,705,691 | 443,537,476 | 3,016,035,799 |
| 2006 | 21,078,237,222 | 954,625,862 | 10,095,259,717 | 506,413,639 | 4,560,732,408 |
| 2007 | 29,214,202,327 | 1,224,369,157 | 11,654,623,917 | 609,409,310 | 5,393,462,524 |
| 2008 | 25,406,265,528 | 1,470,900,200 | 12,836,940,914 | 616,480,402 | 6,394,576,312 |
| 2009 | 22,526,919,428 | 750,132,245 | 13,626,874,513 | 576,881,469 | 6,725,549,375 |
| 2010 | 21,858,181,603 | 811,847,384 | 13,712,244,862 | 588,922,976 | 7,006,444,161 |
| 2011 | 19,272,757,327 | 1,086,936,096 | 13,547,990,002 | 842,732,877 | 6,951,136,015 |
| 2012 | 19,141,521,210 | 1,057,613,228 | 13,857,956,338 | 793,691,224 | 7,073,722,684 |
| 2013 | 18,233,491,417 | 1,034,857,807 | 13,989,040,661 | 711,757,101 | 7,152,011,974 |
| 2014 | 18,082,617,433 | 1,141,419,590 | 14,315,045,512 | 645,770,640 | 7,031,507,446 |
| 2015 | 17,984,673,970 | 976,933,314 | 13,944,425,719 | 708,030,488 | 6,652,344,377 |
| 2016 | 17,339,384,851 | 829,157,424 | 14,029,235,284 | 755,840,798 | 6,785,356,398 |
| 2017 | 16,962,550,802 | 810,841,488 | 14,131,620,739 | 769,712,669 | 6,614,445,693 |
| 2018 | 16,122,694,186 | 1,158,459,855 | 14,092,262,021 | 802,420,487 | 6,807,553,750 |
| 2019 | 14,914,795,135 | 1,084,546,244 | 14,289,993,961 | 220,208,311 | 6,846,569,617 |
| 2020 | 12,907,808,317 | 389,220,920 | 14,013,285,780 | N.A | 6,437,976,922 |

Table (12)
Major Financial Ratios at the ASE

| Period | P/E Ratio (time) | P/BV Ratio (time) | Dividend Yield Ratio (%) | EPS (JD) | Turnover Ratio (%) |
|--------|---------------------|----------------------|--------------------------------|-------------|--------------------------|
| 2004 | 31.108 | 2.677 | 1.735 | 0.233 | 58.193 |
| 2005 | 44.203 | 3.206 | 1.648 | 0.394 | 94.068 |
| 2006 | 16.747 | 2.917 | 2.321 | 0.209 | 101.135 |
| 2007 | 27.986 | 2.970 | 1.808 | 0.227 | 91.200 |
| 2008 | 18.820 | 2.177 | 2.526 | 0.226 | 91.546 |
| 2009 | 14.363 | 1.849 | 2.829 | 0.113 | 91.333 |
| 2010 | 26.345 | 1.667 | 2.725 | 0.116 | 102.177 |
| 2011 | 22.564 | 1.458 | 3.268 | 0.156 | 58.167 |
| 2012 | 15.575 | 1.456 | 4.591 | 0.150 | 33.886 |
| 2013 | 14.742 | 1.326 | 4.595 | 0.145 | 38.001 |
| 2014 | 15.307 | 1.315 | 4.179 | 0.162 | 32.814 |
| 2015 | 14.028 | 1.265 | 3.631 | 0.147 | 37.298 |
| 2016 | 16.550 | 1.246 | 4.142 | 0.122 | 27.206 |
| 2017 | 19.539 | 1.226 | 4.564 | 0.123 | 25.742 |
| 2018 | 17.906 | 1.149 | 4.961 | 0.170 | 18.832 |
| 2019 | 11.364 | 1.055 | 5.720 | 0.158 | 18.233 |
| 2020 | 9.984 | 0.850 | 1.819 | 0.060 | 17.347 |

Table (13)

**Percentage of Non-Jordanian Ownership
in Listed Companies By Sectors (%) ***

| Period | Financial | Services | Industry | General |
|--------|-----------|----------|----------|---------|
| 2003 | 46.275 | 24.285 | 30.098 | 38.844 |
| 2004 | 47.441 | 25.593 | 36.791 | 41.264 |
| 2005 | 49.770 | 26.185 | 38.088 | 45.043 |
| 2006 | 47.733 | 36.553 | 43.709 | 45.531 |
| 2007 | 50.733 | 36.152 | 51.881 | 48.947 |
| 2008 | 52.102 | 33.811 | 53.347 | 49.247 |
| 2009 | 51.883 | 32.337 | 53.137 | 48.883 |
| 2010 | 51.996 | 32.963 | 54.739 | 49.562 |
| 2011 | 53.762 | 35.014 | 56.937 | 51.326 |
| 2012 | 54.273 | 34.609 | 57.275 | 51.743 |
| 2013 | 54.900 | 30.483 | 52.327 | 49.890 |
| 2014 | 54.577 | 28.115 | 50.783 | 48.843 |
| 2015 | 55.245 | 28.340 | 50.801 | 49.538 |
| 2016 | 55.748 | 22.377 | 51.392 | 49.612 |
| 2017 | 53.773 | 19.693 | 52.669 | 48.132 |
| 2018 | 56.494 | 18.311 | 61.355 | 51.717 |
| 2019 | 55.956 | 18.961 | 61.368 | 51.632 |
| 2020 | 52.965 | 19.346 | 64.873 | 51.118 |

* As a percentage of market capitalization

Table (14)
Trading of Non - Jordanian Investors

(JD)

| Period | Buying | | | | | Selling | | | | | Net Investment |
|--------|---------------|---------------|---------------|------------|---------------|---------------|-------------|---------------|------------|---------------|----------------|
| | Companies | | Individuals | | Total | Companies | | Individuals | | Total | |
| | Arabs | Non-Arabs | Arabs | Non-Arabs | | Arabs | Non-Arabs | Arabs | Non-Arabs | | |
| 2003 | 63,839,506 | 150,317,116 | 62,412,531 | 4,516,117 | 281,085,270 | 43,202,300 | 46,410,824 | 104,273,740 | 5,308,783 | 199,195,647 | 81,889,623 |
| 2004 | 176,915,409 | 39,328,128 | 139,329,866 | 24,763,147 | 380,336,550 | 74,499,878 | 68,659,710 | 156,913,851 | 11,306,508 | 311,379,947 | 68,956,603 |
| 2005 | 560,755,863 | 592,963,463 | 900,270,665 | 98,290,136 | 2,152,280,127 | 549,312,943 | 298,803,382 | 823,333,746 | 67,796,463 | 1,739,246,534 | 413,033,593 |
| 2006 | 571,209,771 | 257,711,265 | 1,083,052,841 | 83,117,249 | 1,995,091,127 | 407,324,510 | 169,235,477 | 1,145,366,561 | 92,555,599 | 1,814,482,147 | 180,608,979 |
| 2007 | 1,771,697,946 | 341,512,125 | 647,825,707 | 64,261,615 | 2,825,297,394 | 974,339,991 | 278,689,795 | 1,022,855,495 | 83,156,062 | 2,359,041,344 | 466,256,050 |
| 2008 | 1,539,320,339 | 925,927,152 | 1,694,115,142 | 60,472,901 | 4,219,835,534 | 1,261,684,443 | 798,476,867 | 1,768,425,543 | 81,433,501 | 3,910,020,354 | 309,815,180 |
| 2009 | 573,790,111 | 205,135,911 | 1,322,548,019 | 33,958,484 | 2,135,432,525 | 619,642,353 | 216,074,170 | 1,269,748,601 | 33,744,365 | 2,139,209,490 | (3,776,965) |
| 2010 | 402,966,237 | 215,244,378 | 398,179,505 | 20,202,934 | 1,036,593,054 | 425,854,720 | 115,033,239 | 493,703,976 | 16,598,988 | 1,051,190,924 | (14,597,870) |
| 2011 | 144,660,100 | 178,633,783 | 220,051,398 | 12,448,087 | 555,793,367 | 106,299,824 | 115,456,190 | 229,082,132 | 26,338,889 | 477,177,035 | 78,616,333 |
| 2012 | 115,629,097 | 88,572,774 | 112,101,538 | 6,644,231 | 322,947,640 | 74,311,572 | 47,774,188 | 151,533,378 | 11,678,112 | 285,297,250 | 37,650,390 |
| 2013 | 611,652,635 | 114,248,362 | 206,837,120 | 6,756,015 | 939,494,132 | 533,923,602 | 80,857,758 | 159,260,855 | 18,591,718 | 792,633,933 | 146,860,199 |
| 2014 | 77,133,921 | 96,808,298 | 184,992,267 | 3,759,281 | 362,693,768 | 63,562,749 | 114,084,585 | 184,241,306 | 22,958,686 | 384,847,326 | (22,153,558) |
| 2015 | 523,494,070 | 84,934,469 | 370,773,871 | 2,500,861 | 981,703,270 | 487,853,891 | 86,377,170 | 385,682,585 | 11,205,690 | 971,119,336 | 10,583,935 |
| 2016 | 320,939,178 | 143,264,049 | 199,366,519 | 2,901,266 | 666,471,013 | 108,882,178 | 111,984,445 | 195,238,968 | 13,286,468 | 429,392,059 | 237,078,954 |
| 2017 | 360,284,101 | 352,029,584 | 278,372,446 | 4,262,277 | 994,948,408 | 1,017,640,538 | 146,894,034 | 159,975,531 | 4,728,515 | 1,329,238,618 | (334,290,210) |
| 2018 | 131,392,092 | 1,005,799,822 | 83,028,039 | 11,589,094 | 1,231,809,047 | 84,660,523 | 552,848,143 | 92,429,260 | 17,331,658 | 747,269,584 | 484,539,463 |
| 2019 | 280,239,827 | 170,174,359 | 72,279,454 | 6,023,260 | 528,716,899 | 186,480,382 | 112,947,393 | 107,273,805 | 7,929,454 | 414,631,033 | 114,085,865 |
| 2020 | 17,959,908 | 17,292,202 | 57,749,023 | 3,840,821 | 96,841,954 | 35,070,294 | 67,828,394 | 59,049,850 | 2,432,700 | 164,381,238 | (67,539,284) |

Table (15)

Transactions executed from Securities Depository Center *

(JD)

| Period | Shares | | | Bonds | Right issues | Total |
|--------|--------------------------|---------------------------|--------------------|-----------|--------------|-------------|
| | Inheritance Transactions | Inter-Family Transactions | Other Transactions | | | |
| 2004 | 57,525,825 | 25,533,911 | 30,931,340 | 0 | 0 | 113,991,076 |
| 2005 | 668,594,395 | 139,662,634 | 131,218,442 | 1,370,669 | 0 | 940,846,140 |
| 2006 | 237,471,399 | 158,518,697 | 439,915,359 | 41,200 | 3,206 | 835,949,861 |
| 2007 | 72,221,589 | 43,267,214 | 675,475,100 | 10,000 | 3,136 | 790,977,039 |
| 2008 | 89,240,224 | 47,383,502 | 481,416,119 | 10,000 | 12,166 | 618,062,011 |
| 2009 | 92,673,770 | 37,868,144 | 87,468,441 | 0 | 5,000 | 218,015,354 |
| 2010 | 37,029,252 | 17,311,643 | 87,724,772 | 250,000 | 437 | 142,316,104 |
| 2011 | 40,657,412 | 24,745,312 | 255,900,109 | 277,500 | 57,932 | 321,638,265 |
| 2012 | 30,092,222 | 7,125,840 | 6,036,694 | 0 | 17 | 43,254,773 |
| 2013 | 43,960,950 | 14,401,245 | 50,531,830 | 250,000 | 0 | 109,144,025 |
| 2014 | 39,008,496 | 35,011,245 | 9,893,774 | 0 | 0 | 83,913,516 |
| 2015 | 62,318,489 | 17,577,487 | 5,611,649 | 1,500,000 | 0 | 87,007,625 |
| 2016 | 67,137,248 | 21,036,563 | 732,489,128 | 0 | 0 | 820,662,939 |
| 2017 | 64,697,636 | 40,950,806 | 30,596,225 | 123,700 | 211 | 136,368,579 |
| 2018 | 124,047,920 | 21,969,500 | 41,455,019 | 120,000 | 0 | 187,592,439 |
| 2019 | 56,971,738 | 35,520,904 | 40,951,959 | 3,107,400 | 0 | 136,552,001 |
| 2020 | 89,047,530 | 50,110,348 | 843,142,078 | 0 | 0 | 982,299,956 |

*Source: Securities Depository Center

Table (16)
Value of Primary Market Issues *

(JD)

| Period | Shares | Treasury Bonds & Treasury Bills | Public Institutions | Corporate Bonds | Islamic Sukuk | Total |
|--------|---------------|---------------------------------|---------------------|-----------------|---------------|---------------|
| 2003 | 56,164,822 | 600,000,000 | 29,000,000 | 105,354,000 | - | 790,518,822 |
| 2004 | 207,066,837 | 300,000,000 | 30,000,000 | 222,407,500 | - | 759,474,337 |
| 2005 | 888,825,951 | 540,000,000 | 74,000,000 | 60,600,000 | - | 1,563,425,951 |
| 2006 | 2,408,835,009 | 800,000,000 | 43,000,000 | 70,750,000 | - | 3,322,585,009 |
| 2007 | 885,771,902 | 1,142,500,000 | 46,000,000 | 168,700,000 | - | 2,242,971,902 |
| 2008 | 827,957,704 | 2,981,200,000 | 128,000,000 | 141,750,000 | - | 4,078,907,704 |
| 2009 | 317,321,922 | 4,191,000,000 | 138,500,000 | 151,750,000 | - | 4,798,571,922 |
| 2010 | 119,281,271 | 4,641,300,000 | 268,500,000 | 93,768,170 | - | 5,122,849,441 |
| 2011 | 136,671,251 | 4,110,900,000 | 801,380,000 | 38,000,000 | - | 5,086,951,251 |
| 2012 | 144,825,273 | 5,622,500,000 | 369,000,000 | 101,200,000 | - | 6,237,525,273 |
| 2013 | 45,979,161 | 5,493,395,000 | 180,000,000 | 81,500,000 | - | 5,800,874,161 |
| 2014 | 65,818,338 | 6,135,000,000 | 82,500,000 | 86,725,000 | - | 6,370,043,338 |
| 2015 | 40,545,362 | 3,275,000,000 | 20,000,000 | 92,500,000 | - | 3,428,045,362 |
| 2016 | 178,242,008 | 6,802,177,900 | 83,000,000 | 166,000,000 | 109,000,000 | 7,338,419,908 |
| 2017 | 82,255,654 | 3,709,971,000 | 475,000,000 | 224,000,000 | 75,000,000 | 4,566,226,654 |
| 2018 | 100,947,634 | 4,506,300,000 | 0 | 238,500,000 | 150,000,000 | 4,995,747,634 |
| 2019 | 28,903,925 | 5,298,200,000 | 0 | 243,110,000 | 0 | 5,570,213,925 |
| 2020 | 443,921 | 6,167,400,000 | 0 | 243,800,000 | 0 | 6,411,643,921 |

*Source : Jordan Securities Commission



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