

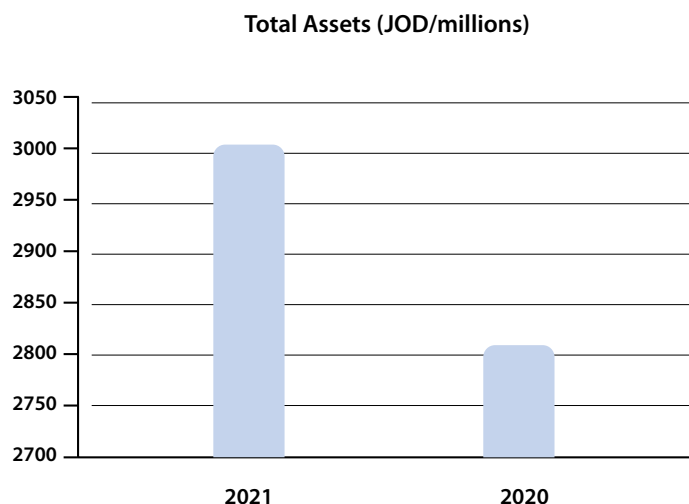
## JKB Financial Performance

The following are the most importance items of consolidated financial statements:

### A. Consolidated Statement of Financial Position:

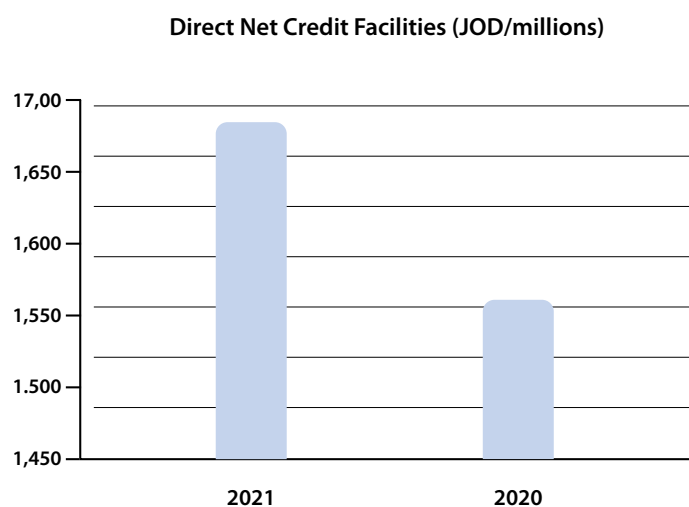
#### Assets:

Total assets amounted to JOD 3005.1 million as at 31/12/2021, compared to JOD 2809.9 million in the previous year, achieving a growth of 6.9%.



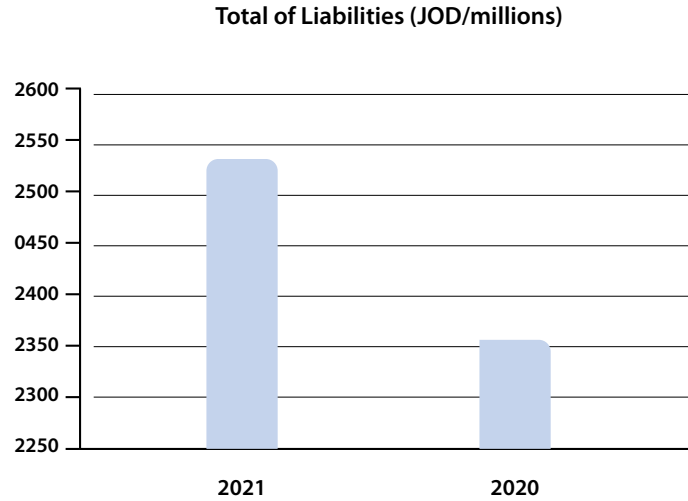
#### Direct Credit Facilities:

Direct Credit Facilities (net) amounted to JOD 1687.3 million at the end of 2021, against JOD 1556.5 million at the end of 2020; a growth of 8.4%. Total loans granted to individuals grew by 30% from the previous year, real estate loans grew by 15.7%, and corporate loans decreased by 2.5% from the year 2020. These results reflect the Bank's success in developing the credit portfolio and distribution across various economic sectors to increase profitability and diversifying risk.



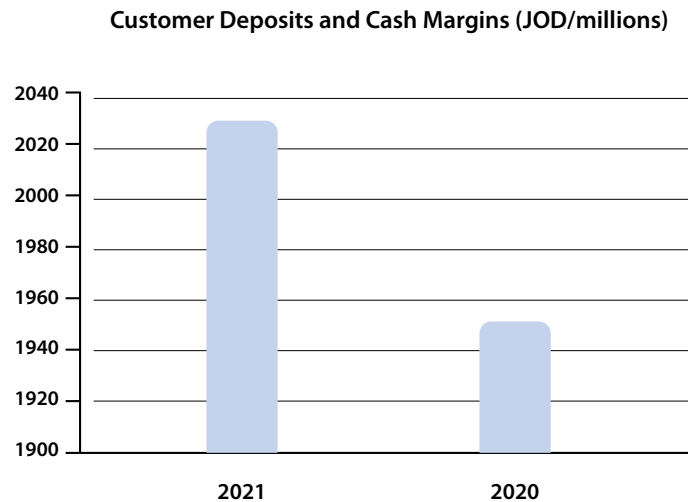
### Liabilities:

Total liabilities at the end of 2021, increased by 7.8% from the previous year to record JOD 2537.5 million.



### Customer Deposits and Cash Margins:

Customer Deposits and Cash Margins accounted for 80% of total liabilities. Customer Deposits include savings accounts, current accounts, term deposits and cash margins for individual and corporate clients. Total customer deposits and cash margins at year end amounted to JOD 2030.4 million against JOD 1951.4 million in 2020.



### Owners' Equity:

Total Owners' Equity increased to reach JOD 467.7 million at year end compared to JOD 456.4 million in 2020; a growth rate of 2.5%. Bank shareholders' total equity amounted to JOD 467.4 million.

## **B. Consolidated Statement of Income**

### **Operational Results:**

Total revenues for 2021 amounted to JOD 111.9 million, compared to JOD 108.2 million in 2020, with a growth rate of 3.4%.

### **Operating Profits:**

Operating profits in 2021 reached JOD 7.7 million, compared to a loss of JOD 4.5 million in the previous year.

### **Net Interest and Commissions:**

the net interest and commissions reached JOD 94 million, compared to JOD 93.2 million for 2020; a 0.8% growth.

### **Operating Expenses:**

Operating expenses, which include employee expenses, office expenses, depreciation, administrative expenses, and provisions (excluding the provision for impairment in direct facilities and acquired assets), increased to JOD 69.3 million compared to JOD 61.6 million in 2020. This increase is due to higher service fees, higher labor costs, and allocation of provisions for seized real estate.

### **Provision for Impairment in Direct Credit Facilities:**

the Bank's management has continued its policy that aims at enhancing provisions for impairment in direct credit facilities to hedge against the prevailing and potential repercussions on the national economy and to address some weak accounts and non-performing loans. The provisions allocated for the year 2021 amounted to JOD 28.7 million, compared to JOD 39 million for 2020. The Bank continued its efforts to pursue the written-off debts, resulting in the recovery of JOD 886 thousand during the year, which has been booked to income.

## Major Financial Indicators and Ratios for 2021 and 2020

	JOD/thousands	
	2021	2020
<b>Major Operating Results</b>		
Net Interest and Commission	94,003	93,242
Gross Income	111,889	108,216
Income before taxes	12,073	(5,579)
Income after taxes	7,705	(4,511)
Earnings per Share/ JOD	0.052	(0.030)
<b>Major Financial Position Items</b>		
Total Assets	3,005,137	2,809,895
Direct Credit Facilities - Net	1,687,287	1,556,513
Customer Deposits and Cash Margins	2,030,379	1,951,446
Total Equity	467,674	456,432
<b>Off the Financial Position Items</b>		
	2021	2020
<b>Major Financial Ratios</b>		
Capital Adequacy Ratio	18.94%	19.39%
Financial Leverage Ratio	15.6%	16.2%
<b>Efficiency Indicators</b>		
G&A Expenses/ Net Interest and Commission	73.7%	66%
G&A Expenses/ Gross Income	61.9%	56.9%
<b>Asset Quality Indicators</b>		
Stage 3 loans/ Gross Credit Facilities	7.99%	11%
Stage 3 loans Coverage Ratio	67.7%	55.5%