

CAIRO AMMAN BANK

**INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS**

31 MARCH 2010 (UNAUDITED)

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO
THE BOARD OF DIRECTORS OF
CAIRO AMMAN BANK
AMMAN - JORDAN**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Cairo Amman Bank (a public shareholding company) as at 31 March 2010, comprising the interim consolidated statement of financial position as at 31 March 2010, the related interim consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended and explanatory notes. The Directors are responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Amman – Jordan
21 April 2010



CAIRO AMMAN BANK
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF 31 MARCH 2010 (UNAUDITED)
(In Jordanian Dinars)

	Notes	31 March 2010	31 December 2009 (Audited)
<u>ASSETS</u>			
Cash and balances with Central Banks	4	211,138,602	310,442,860
Balances at banks and financial institutions	5	155,868,578	150,778,430
Deposits at banks and financial institutions		67,347,750	80,524,650
Trading investments		322,659	261,243
Direct credit facilities, net	6	765,082,608	729,800,243
Financial assets available for sale	7	94,181,095	99,636,007
Financial assets held to maturity		383,055,570	305,491,103
Premises and equipment, net		35,643,552	33,828,145
Intangible assets, net		4,414,247	4,227,295
Other assets		<u>35,951,282</u>	<u>31,923,996</u>
Total Assets		<u>1,753,005,943</u>	<u>1,746,913,972</u>
<u>LIABILITIES AND EQUITY</u>			
Liabilities -			
Banks and financial institutions' deposits		100,765,408	167,056,953
Customers' deposits	8	1,297,905,335	1,259,919,440
Margin accounts		46,416,493	39,445,139
Loans and borrowings		59,471,218	38,185,568
Sundry provisions		9,996,965	9,809,509
Income tax liabilities	9	14,213,839	18,442,528
Deferred tax liabilities		8,040,325	7,877,838
Other liabilities		<u>39,695,463</u>	<u>29,126,418</u>
Total Liabilities		<u>1,576,505,046</u>	<u>1,569,863,393</u>
Equity			
Paid in capital		88,000,000	88,000,000
Statutory reserve	17	27,532,671	27,532,671
Voluntary reserve		1,321,613	1,321,613
General banking risk reserve		8,017,932	7,767,932
Cumulative changes in fair values, net		23,206,187	21,976,305
Retained earnings		21,652,058	30,452,058
Profit for the period		<u>6,770,436</u>	<u>-</u>
Total equity		<u>176,500,897</u>	<u>177,050,579</u>
Total Liabilities and Equity		<u>1,753,005,943</u>	<u>1,746,913,972</u>

The accompanying notes from 1 to 17 are an integral part of these interim condensed consolidated financial statements

CAIRO AMMAN BANK
INTERIM CONSOLIDATED INCOME STATEMENT
31 MARCH 2010 (UNAUDITED)
(In Jordanian Dinars)

	Notes	31 March 2010	31 March 2009
Interest income		25,322,354	22,155,886
Interest expense		<u>7,914,096</u>	<u>9,657,516</u>
Net interest income		17,408,258	12,498,370
Net commission		<u>4,927,731</u>	<u>3,468,701</u>
Net interest and commission income		22,335,989	15,967,071
Other income –			
Net gain from foreign currencies		614,048	735,333
Net gain (loss) from financial assets held for trading		19,435	(8,671)
Net gain from financial assets available for sale		522,969	1,956,812
Other income		<u>1,983,352</u>	<u>989,318</u>
Gross profit		25,475,793	19,639,863
Employees' expenses		7,222,856	6,809,175
Depreciation and amortisation		1,670,633	1,490,795
Other expenses		4,419,509	3,711,752
Impairment loss on direct credit facilities		1,108,495	59,633
Sundry provisions		<u>837,750</u>	<u>453,766</u>
Total expenses		<u>15,259,243</u>	<u>12,525,121</u>
Profit before tax		10,216,550	7,114,742
Income tax expense	9	<u>3,196,114</u>	<u>1,936,600</u>
Profit for the period		<u>7,020,436</u>	<u>5,178,142</u>
Earnings per share for the period:		<u>JD/Fils</u>	<u>JD/Fils</u>
Basic and diluted earnings per share	10	<u>0/080</u>	<u>0/059</u>

The accompanying notes from 1 to 17 are an integral part of these interim condensed consolidated financial statements

CAIRO AMMAN BANK
INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
31 MARCH 2010 (UNAUDITED)
(In Jordanian Dinars)

	<u>Notes</u>	<u>31 March 2010</u>	<u>31 March 2009</u>
Profit for the period		7,020,436	5,178,142
Other Comprehensive Income, net of tax			
Net movement in cumulative changes in fair value		<u>1,229,882</u>	<u>3,218,547</u>
Total Comprehensive income for the period		<u>8,250,318</u>	<u>8,396,689</u>

The accompanying notes from 1 to 17 are an integral part of these interim condensed consolidated financial statements

CAIRO AMMAN BANK
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
31 MARCH 2010 (UNAUDITED)
(In Jordanian Dinars)

	<u>R e s e r v e s</u>			General banking risk	Cumulative changes in fair values	Retained earnings	Profit for the period	Total Equity
	<u>Paid in capital</u>	<u>Statutory</u>	<u>Voluntary</u>					
<u>31 March 2010</u>								
Balance as of 1 January 2010	88,000,000	27,532,671	1,321,613	7,767,932	21,976,305	30,452,058	-	177,050,579
Total comprehensive income for the period	-	-	-	-	1,229,882	-	7,020,436	8,250,318
Dividends paid	-	-	-	-	-	(8,800,000)	-	(8,800,000)
Transfers to reserves	-	-	-	250,000	-	-	(250,000)	-
Balance as of 31 March 2010	<u>88,000,000</u>	<u>27,532,671</u>	<u>1,321,613</u>	<u>8,017,932</u>	<u>23,206,187</u>	<u>21,652,058</u>	<u>6,770,436</u>	<u>176,500,897</u>
<u>31 March 2009</u>								
Balance as of 1 January 2009	80,000,000	24,152,279	1,321,613	6,337,932	17,975,688	21,713,412	-	151,500,924
Total comprehensive income for the period	-	-	-	-	3,218,547	-	5,178,142	8,396,689
Transfers to reserves	-	-	-	100,000	-	-	(100,000)	-
Balance as of 31 March 2009	<u>80,000,000</u>	<u>24,152,279</u>	<u>1,321,613</u>	<u>6,437,932</u>	<u>21,194,235</u>	<u>21,713,412</u>	<u>5,078,142</u>	<u>159,897,613</u>

The accompanying notes from 1 to 17 are an integral part of these interim condensed consolidated financial statements

CAIRO AMMAN BANK
INTERIM CONSOLIDATED CASH FLOW STATEMENT
31 MARCH 2010 (UNAUDITED)
(In Jordanian Dinars)

<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	<u>Notes</u>	<u>31 March 2010</u>	<u>31 March 2009</u>
Profit before income tax		10,216,550	7,114,742
Adjustments -			
Depreciation and amortisation		1,670,633	1,490,795
Impairment loss on direct credit facilities		1,108,495	59,633
Sundry provisions		837,750	453,766
Gain from sale of available for sale investments		(106,768)	(1,181,756)
Unrealised (gains) losses from trading investments		(10,659)	10,955
Impairment of available for sale investments		-	1,606,209
Gain on sale of premises and equipment		(5,552)	(31)
Gain from sale of properties held for resale		(857,016)	(10,921)
Impairment of properties held for resale		-	30,095
Effect of exchange rate changes on cash and cash equivalents		<u>(489,961)</u>	<u>(615,522)</u>
Operating profit before changes in operating assets and liabilities		12,363,472	8,957,965
Changes in assets and liabilities -			
Decrease (increase) in deposits at banks and financial institutions maturing after more than three months		13,176,900	(59,800,000)
Increase in direct credit facilities		(36,390,860)	(9,358,734)
(Increase) decrease in trading investments		(50,757)	13,681
(Increase) decrease in other assets		(3,170,270)	129,669
Increase in banks and financial institutions deposits maturing after more than three months		2,541,000	71,550,000
Increase in customers' deposits		37,985,895	12,665,314
Increase in margin accounts		6,971,354	7,164,095
Increase on other liabilities		1,769,045	526,482
Sundry provisions paid		<u>(650,294)</u>	<u>(276,407)</u>
Net cash from operating activities before income tax		34,545,485	31,572,065
Income tax paid		<u>(7,424,803)</u>	<u>(9,183,182)</u>
Net cash from operating activities		<u>27,120,682</u>	<u>22,388,883</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Purchase of available for sale investments		(3,693,332)	(39,179,585)
Sale of available for sale investments		10,647,381	91,534,441
Purchase of financial assets held to maturity		(82,265,050)	-
Maturity of financial assets held to maturity		4,700,583	-
Purchase of premises and equipment		(3,203,316)	(630,806)
Sale of premises and equipment		12,434	-
Purchase of intangible assets		<u>(476,558)</u>	<u>(433,148)</u>
Net cash (used in) from investing activities		<u>(74,277,858)</u>	<u>51,290,902</u>
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Proceeds from loans and borrowings		<u>21,285,650</u>	<u>66,940</u>
Net cash from financing activities		<u>21,285,650</u>	<u>66,940</u>
Net (decrease) increase in cash and cash equivalents		(25,871,526)	73,746,725
Effect of exchange rate changes on cash and cash equivalents		489,961	615,522
Cash and cash equivalents, beginning of the period		<u>299,533,337</u>	<u>349,730,374</u>
Cash and cash equivalents, end of the period	11	<u>274,151,772</u>	<u>424,092,621</u>

The accompanying notes from 1 to 17 are an integral part of these interim condensed consolidated financial statements

CAIRO AMMAN BANK
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
31 MARCH 2010
(In Jordanian Dinars)

(1) GENERAL

Cairo Amman Bank ("Bank") is a public shareholding company registered and incorporated in Jordan during 1960 in accordance with the Companies Law No. (12) of 1964. Its registered office is at Amman-Jordan.

The Bank provides its banking services through its head office and through 63 branches in Jordan and 18 branches in Palestine, and its subsidiary companies.

The Bank is listed on the Amman Stock Exchange.

The financial statements were authorized for issue by the Bank's Board of Directors on 21 April 2010.

(2) BASIS OF PREPARATION

The interim condensed consolidated financial statements for the three-month period of 31 March 2010 have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting.

The financial statements have been presented in Jordanian Dinars ("JD"), which is the functional currency of the Bank.

The interim condensed consolidated financial statements are prepared on a historical cost basis, except for financial assets held for trading and financial assets available for sale that have been measured at fair value.

The interim condensed consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Bank's annual financial statements as of 31 December 2009. In addition, results for the three - month period ended 31 March 2010 do not necessarily indicate to the results that may be expected for the financial year ending 31 December 2010.

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2009.

(3) BASIS OF CONSOLIDATION

The consolidated financial statements comprise the financial statements of the Bank and its subsidiaries where the Bank has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Bank controls another entity.

Subsidiaries are fully consolidated from the date of acquisition, being the date on which the Bank obtains control, and continue to be consolidated until the date that such control ceases. Following are the subsidiaries of the Bank:

- Al-Watanieh Financial Services Company – Jordan, established during 1992; the Bank owned 100% of paid-up capital amounted to JD 5,000,000 as of 31 March 2010. The Company's main activity is investment brokerage and portfolio management.
- Al-Watanieh Securities Company – Palestine, established during 1995, the Bank owned 100% of paid-up capital amounted to JD 1,500,000 as of 31 March 2010. The Company's main activity is investment brokerage.
- Cairo Amman Company - Marshall Islands, established during 1999; the Bank owned 100% of paid-up capital amounted to JD 5,000 as of 31 March 2010. The Company's main activity is investment in securities. The Bank is in the process of completing legal procedures to liquidate the Company.
- No consolidation has been made of the financial statements of Cairo for Real Estate Investment Company-Jordan, of which the Bank owns 100% of the paid-up capital of JD 50,000 as of 31 March 2010, due to the fact that on 31 July 2002 all assets and liabilities of the Company were transferred to the Bank. The Bank is in the process of completing legal procedures to liquidate the Company.

The financial statements of the subsidiaries are prepared for the same reporting year as the Bank, using consistent accounting policies.

All intra-company balances, transactions, income and expenses and profits and losses resulting from intra-company transactions that are recognised in assets, are eliminated in full.

Subsidiaries are fully consolidated from the date on which control is transferred to the Bank. Control is achieved where the Bank has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the date of acquisition or up to the date of disposal, as appropriate.

(4) CASH AND BALANCES WITH CENTRAL BANKS

Statutory cash reserve held at the Central Banks amounted to JD 79,304,458 as of 31 March 2010 (31 December 2009: JD 76,054,799).

Except for statutory cash reserve held at the Central Banks the restricted cash balances amounted to JD 7,090,000 as of 31 March 2010 and 31 December 2009.

(5) BALANCES AT BANKS AND FINANCIAL INSTITUTIONS

Non interest bearing balances at banks and financial institutions amounted to JD 5,378,370 as of 31 March 2010 (31 December 2009: JD 6,546,304).

(6) DIRECT CREDIT FACILITIES

	<u>31 March 2010</u>	<u>31 December 2009</u>
Consumer lending		
Overdrafts	7,961,647	6,959,998
Loans and bills *	348,005,999	326,002,200
Credit cards	9,746,124	9,649,670
Others	9,410,660	7,546,261
Residential mortgages	106,176,425	102,558,484
Corporate lending		
Overdrafts	58,640,961	53,826,847
Loans and bills *	140,064,601	143,208,196
Small and medium enterprises lending "SMEs"		
Overdrafts	18,268,362	16,139,074
Loans and bills *	27,968,305	24,801,708
Lending to governmental sectors	<u>94,848,174</u>	<u>93,854,037</u>
Total	821,091,258	784,546,475
Less: Suspended interest	(12,212,672)	(12,096,816)
Less: Allowance for impairment losses	<u>(43,795,978)</u>	<u>(42,649,416)</u>
Direct credit facilities, net	<u>765,082,608</u>	<u>729,800,243</u>

* Net of interest and commission received in advance of JD 12,198,931 as of 31 March 2010 (31 December 2009: JD 12,597,156).

(7) FINANCIAL ASSETS AVAILABLE FOR SALE

Included in financial assets available for sale investments carried at cost with value of JD 1,361,860 as of 31 March 2010 (31 December 2009: JD 1,367,046). The investments were stated at cost since the fair value could not be measured reliably and there is no indication of impairment in the values as of the balance sheet date.

(8) CUSTOMERS' DEPOSITS

	<u>31 March 2010</u>	<u>31 December 2009</u>
Current and demand deposits	432,867,375	392,038,731
Saving deposits	253,233,389	244,890,465
Time and notice deposits	<u>611,804,571</u>	<u>622,990,244</u>
	<u>1,297,905,335</u>	<u>1,259,919,440</u>

Governmental institutions' deposits amounted to JD 160,227,823 as of 31 March 2010 (31 December 2009: JD 164,895,236) representing 12.35% (2009: 13.09%) of total customers' deposits.

Non-interest bearing deposits amounted to JD 339,132,808 as of 31 March 2010 (31 December 2009: JD 399,974,150) representing 26.13% (2009: 31.75%) of total deposits.

(9) INCOME TAX

Income Tax liabilities

The movements on the income tax provision were as follows:

	<u>31 March 2010</u>	<u>31 December 2009</u>
At January 1,	18,442,528	22,513,296
Income tax paid	(7,424,803)	(12,804,619)
Provision for income tax for the period/year	<u>3,196,114</u>	<u>8,733,851</u>
At the end of the period/year	<u>14,213,839</u>	<u>18,442,528</u>

Income tax appearing in the statement of income represents the following:

	<u>31 March 2010</u>	<u>31 March 2009</u>
Provision for income tax for the period	<u>3,196,114</u>	<u>1,936,600</u>

The Bank reached a final settlement with the Income Tax Department for the year ended 31 December 2008, while 2009 was not reviewed yet by the Income Tax Department.

A final settlement has been reached for Palestine branches from the Income Tax Departments for the year 2007, while 2008 and 2009 were not reviewed yet by the Income Tax Department.

Al-Watanieh Financial Services Company has reached a final settlement with the Income Tax Department for the years ended 31 December 2008 except for the year 1996 which is at court. The Income Tax Department did not review 2009 records.

Al-Watanieh Securities Company – Palestine has reached a final settlement for the year 2008. The Income Tax Department did not review 2009 records.

The Income Tax Department has not reviewed the accounts of Cairo Real Estate Company for the years from 1997 to 2009.

No income tax was due on Cairo Amman Company – Marshall Islands as of 31 March 2010.

In the opinion of the Bank's management, income tax provisions as of 31 March 2010 are sufficient.

Income tax in Jordan is calculated in accordance with Income Tax Law No. (57) of 1985 and its subsequent amendments and in accordance with Temporary Income Tax Law No. (28) of 2009.

(10) BASIC EARNINGS PER SHARE

	<u>31 March 2010</u>	<u>31 March 2009</u>
Profit for the period	7,020,436	5,178,142
Weighted average number of shares	<u>88,000,000</u>	<u>88,000,000</u>
Basic and diluted earnings per share (JD/Fils)	<u>0/080</u>	<u>0/059</u>

Diluted earnings per share equals basic earning per share as the Bank has not issued any potentially convertible instruments to shares which would have an impact on earnings per share.

(11) CASH AND CASH EQUIVALENTS

Cash and cash equivalent balances in the statement of cash flows consist of the following balance sheet items:

	<u>31 March 2010</u>	<u>31 March 2009</u>
Cash and balances with Central Banks	211,138,602	319,941,191
Add: Balances at banks and financial institutions maturing within 3 months	155,868,578	223,869,133
Less: Banks and financial institutions' deposits maturing within 3 months	(85,765,408)	(112,627,703)
Restricted cash balances	<u>(7,090,000)</u>	<u>(7,090,000)</u>
Net cash and cash equivalents	<u>274,151,772</u>	<u>424,092,621</u>

(12) RELATED PARTY TRANSACTIONS

The accompanying consolidated financial statements of the Bank include the following subsidiaries:

<u>Company name</u>	<u>Ownership</u>	<u>Paid in capital</u>	
		<u>31March 2010</u>	<u>31 December 2009</u>
Al-Watanieh Financial Services Co.	100 %	5,000,000	5,000,000
Al-Watanieh Securities Company	100 %	1,500,000	1,500,000
Cairo Amman Company	100 %	5,000	5,000

The Bank entered into transactions with major shareholders, directors, senior management and their related concerns in the ordinary course of business at commercial interest and commission rates. All the loans and advances to related parties are performing advances and are free of any provision for credit losses.

	<u>31 March 2010</u>	<u>31 December 2009</u>
Balance sheet items:		
Direct credit facilities	7,951,021	8,616,752
Deposits at the Bank	18,147,160	19,845,775
Margin accounts	1,629,545	1,761,079
Off- balance sheet items:		
Indirect credit facilities	3,550,539	2,152,333
Income statement items:		
Interest and commission income	129,137	563,824
Interest and commission expense	79,149	426,951
Portfolio management fee	176,524	552,226

Credit interest rates on credit facilities in Jordanian Dinar range between 4% - 11% and between 1.4% to 12% on credit facilities in foreign currencies.

Debit interest rates on deposits in Jordanian Dinar range between 0% - 6% and between 0% - 0.40% on deposition in foreign currencies.

Compensation of the key management personnel is as follows:

	<u>31 March 2010</u>	<u>31 March 2009</u>
Benefits (Salaries, wages, and bonuses) of senior management	<u>946,348</u>	<u>501,882</u>

(13) OPERATING SEGMENTAL INFORMATION

For management purposes the Bank is organized into four major business segments in accordance with the reports sent to the chief operating decision maker:

- Retail banking - Principally handling individual customers' deposits, and providing consumer type loans, overdrafts, credit cards facilities and funds transfer facilities;
- Corporate banking - Principally handling loans and other credit facilities and deposit and current accounts for corporate and institutional customers;
- Treasury - Principally providing money market, trading and treasury services, as well as the management of the Bank's funding operations by use of treasury bills, government securities and placements and acceptances with other Banks, through treasury and wholesale banking.
- Others - Includes income from properties held for resale, brokerage and other activities

The following table shows segment information:

	<u>Retail Banking</u>	<u>Corporate Banking</u>	<u>Treasury</u>	<u>Other</u>	<u>31March 2010</u>	<u>31March 2009</u>
Gross income	<u>16,993,593</u>	<u>6,425,468</u>	<u>8,709,570</u>	<u>1,261,256</u>	<u>33,389,889</u>	<u>29,297,379</u>
Impairment loss on direct credit facilities	<u>(608,495)</u>	<u>(500,000)</u>	<u>-</u>	<u>-</u>	<u>(1,108,495)</u>	<u>(59,633)</u>
Segment result	<u>13,481,709</u>	<u>4,804,487</u>	<u>4,819,846</u>	<u>1,261,256</u>	<u>24,367,298</u>	<u>19,580,230</u>
Unallocated costs					<u>14,150,748</u>	<u>12,465,488</u>
Profit before tax					<u>10,216,550</u>	<u>7,114,742</u>
Income tax					<u>3,196,114</u>	<u>1,936,600</u>
Profit for the period					<u>7,020,436</u>	<u>5,178,142</u>
	<u>Retail Banking</u>	<u>Corporate Banking</u>	<u>Treasury</u>	<u>Other</u>	<u>31March 2010</u>	<u>31 December 2009</u>
Other information						
Segment assets	<u>454,631,163</u>	<u>310,451,445</u>	<u>911,914,254</u>	<u>76,009,081</u>	<u>1,753,005,943</u>	<u>1,746,913,972</u>
Segment liabilities	<u>446,700,066</u>	<u>275,346,758</u>	<u>769,530,741</u>	<u>64,927,481</u>	<u>1,576,505,046</u>	<u>1,569,863,393</u>
					<u>31March 2010</u>	<u>31March 2009</u>
Capital expenditure					<u>3,679,874</u>	<u>1,063,954</u>
Depreciation					<u>1,670,633</u>	<u>1,490,795</u>

(14) COMMITMENTS AND CONTINGENT LIABILITIES

The total outstanding commitments and contingent liabilities are as follows:

	<u>31 March 2010</u>	<u>31 December 2009</u>
Letters of credit		
Issued	<u>42,614,432</u>	<u>54,769,758</u>
Received	<u>34,027,236</u>	<u>39,701,467</u>
Acceptances	<u>4,085,165</u>	<u>624,912</u>
Letters of guarantee:		
Payments	<u>14,174,491</u>	<u>14,363,160</u>
Performance	<u>14,248,349</u>	<u>13,461,475</u>
Others	<u>15,511,821</u>	<u>14,139,493</u>
Irrevocable commitments to extend credit	<u>65,368,252</u>	<u>67,561,194</u>
	<u>190,029,746</u>	<u>204,621,459</u>

(15) LITIGATION

In the normal course of business, the Bank appears as a defendant in a number of lawsuits amounting to approximately JD 24,105,171 as of 31 March 2010 (31 December 2009: JD 24,573,996).

Provision for possible legal obligations amounted to JD 2,830,188 as of 31 March 2010 and 31 December 2009.

An amount of JD 17,595,590 out of the total lawsuits represents cases filed against the Bank by the customers of Wadi Al-Tuffah Branch.

In the opinion of the Bank's management and legal counsel, the Bank maintains adequate provisions against the lawsuits.

(16) DISTRIBUTED PROFITS

The General Assembly has approved in its extra-ordinary meeting held on 24 March 2010 increasing the Bank's paid in capital by JD 12,000,000 through the issue of bonus shares which is equivalent to 13.6% of paid in capital.

The General Assembly has approved in its ordinary meeting held on 24 March 2010 distributing cash dividends to shareholders amounted to JD 8,800,000 which is equivalent to 10% of paid in capital.

(17) RESERVES

The Bank did not appropriate any legal reserves according to Companies' Law since these are interim financial statements.