

Number of Circular: 12/1/155.

Date: Jan.12th .2011.

Messrs of Public Shareholding Companies,

Warm Greetings to You All,

Referring to the provisions of Article (43/D) of the Securities Law No. 76 for the year 2002 that **“every Issuer must make public, & file with the Commission, any material facts upon recognizing such”** & referring to the provisions of Article (8) from the Instructions of Issuing Companies Disclosure, Accounting & Auditing Standards for the year 2004 that: **“The issuing Company shall notify the Commission, without delay & through any means that ensure the required swiftness, & shall promptly issue public notice of any emerging Material Fact**”.

We would like to inform you that the Jordan Securities Commission (JSC) Board of Commissioners by virtue of the provisions of Articles (8) & (12/Q) of the Securities Law No. (76) for the year 2002, decided on January 5th .2010 the following:

- A-** The intended meaning of the phrase **“without delay & through any means that ensure the required swiftness”** referred to in the provisions of Article (8) of the Instructions of Disclosure is that **the company shall provide the (JSC) with Material Facts prior to commencing the trading session of the next working day of Material Facts occurrence.**

- B-** The intended meaning of item (G) of the provisions of Article (8) of the Instructions of Disclosure related to “the decisions of the company’s General Assembly” is to brief the (JSC) on these decisions signed by one of the authorized Commissioners to sign on behalf of the company & to provide the (JSC) with minutes accredited by the Company Controller within three working days of accreditation.

Therefore, issuing companies are obliged to comply with the aforementioned decision.

Dr. Bassam Saket
JSC Chairman



**Instructions to Verify Fair Value & Dispose of Re-evaluation Surplus
for the year 2011**

**Issued Pursuant to Articles (8 & 12) of the Securities Law No. 76 for the
Year 2002 by Virtue of Board of Commissioners Decision No. 40/2011
on January 18th.2011**

Article (1):

These Instructions shall be known as (Instructions to Verify Fair Value & Dispose of Re-evaluation Surplus for the year 2011) & shall come into effect on January 1st.2011.

Article (2):

All issuing companies under Jordan Securities Commission (JSC) supervision shall comply with International Financial Reporting Standards & with rules & procedures stated in these Instructions.

Article (3):

- A-** Commitment to apply the International Financial Reporting Standard No. 9 at an early time of the fiscal year commencing on January 1st.2011. It shall be prohibited to apply at an early time this Standard on December 31st.2010 financial statements & prior to these statements. It shall also be prohibited to retroactively amend any previous recognized in gains or losses.
- B-** It is prohibited to dispose of earnings of re-evaluation surplus of financial assets assessed in Fair Value through gains or losses (from trading

investments) by distributing or capitalizing or writing off losses or by any means of disposal of. This surplus is referred to in an independent item as unrealized gains in changes in equity statement within the retained earnings item & shall be disclosed in clarifying retained earnings attached to financial statements.

- C-** Change in Fair Value in equity tools assessed in Fair Value shall be relegated via other comprehensive income items (strategic) to an independent item within equity in the financial status statement. It shall be prohibited to dispose of credit balance of this change by distributing or capitalizing or writing off losses or by any other means of disposal of.
- D-** In case of disposal of any of the equity tools assessed in Fair Value via other comprehensive income items (strategic) by sell or other, the gained amount shall be transferred from the change in the Fair Value to the returned earnings (losses) account.
- E-** Earnings distributable for shareholders upon distributing earnings shall be excluded from what equals the negative account (debit balance) for the Fair Value change account of equity tools assessed in Fair Value via other comprehensive income items (strategic). Disclosure of distributable earnings shall be attached to financial statements clarifications.

Article (4):

- A-** Accredited the Cost Principle upon applying the International Accounting Standard No. 40: “Real-estate Investments”. Disclosure of Fair Value must be included in clarifications attached to financial statements. Companies that previously adopted the Fair Value Principle shall amend results cooperating with external auditors, to cope with the Cost Principle.
- B-** By virtue of item (A) of this Article, banks & Islamic financial institutions shall be excluded from applying the Cost Principle on possessed “Real-estate Investments”, for a possible increase in value.

Article (5):

It is prohibited to dispose of evaluation & re-evaluation surplus resulting upon applying the International Accounting Standard No. 41: “Biological Assets”. This surplus shall be referred to independently as unrealized gains

in changes in equity statement within the retained earnings item & shall be disclosed in clarifying retained earnings attached to financial statements.

Article (6):

Accredit the Cost Principle upon applying the International Accounting Standard No. 16: “Properties & Equipment”. Companies that previously adopted the Re-evaluation Principle shall amend results cooperating with external auditors, to cope with the Cost Principle.

Article (7):

To prepare unified financial statements, issuing companies under (JSC) supervision shall comply with the provisions of these Instructions on subsidiary companies financial statements & on companies under their supervision.

Article (8):

Instructions of Accounting Rules & Standards related to evaluating Fair Value & Dispose of Re-evaluation Surplus for the year 2007, shall be cancelled.



**Jordan Securities Commission
Disclosure Department
Preliminary Results of Public Shareholding Companies**

I- Main Information:

- **Name of company:**
- **Sector:**
- **No. & date of registration:**
- **Authorized capital:**
- **Subscribed capital & paid up capital:**
- **Name of Chairman of the Board:**
- **Name of the General Manager:**
- **Name of the External Auditor:**
- **Postal address:**
- **Tel:**
- **Fax:**
- **E-mail:**

- Instructions of Disclosure: Article (3), Paragraph (A):

“The issuing company shall publish its preliminary business results after completion of a preliminary audit by its auditor, within forty-five days of the end of its fiscal year, & shall provide the Commission with a copy thereof”.

II- Preliminary Results (JD):

	<u>2011</u> (Expected)	<u>2010</u> (Real)
1- Net operating revenues (losses)
2- Expected profit (loss) before tax
3- Provision for expected income tax
4- Profit (loss) after tax:
A. Shareholders rights in profit (loss)
B. Non controllers' rights in profit (loss)
5- Other total full income items
6- Total full income (4+5):
A. Shareholders rights in full income
B. Non controllers' rights in full income

7- Summary of the company's performance for the last fiscal year:

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**Signature of
Chairman of the Board**

**Signature of
the External Auditor**

Date