

An administration which can achieve objectives at lower cost and in less time is a judicious administration which helps create effective and specialized institutions acting with team spirit under efficient and able leadership marked by integrity, placing the public interest above all other considerations. It is one that is characterized by justice, initiative and creativity, focusing on fieldwork, confronting problems before they arise and before they became too complicated to solve. This administration should be free of the ills of exploitation, favorites, and manipulation. Public administration requires restructuring to prevent any overlapping of duty and duality and also calls for the choice of leaders and employees on the basis of efficiency, experience and integrity, free of factionalism and fanaticism for any purpose or party.

His Majesty King Abdullah II bin Al-Hussein
March 4 1999

“His Majesty King Abdullah’s gracious appreciation of the Commission staff intensifies our energy and it is the catalyst for progress and continuity.”

The staff of the Jordan Securities Commission

- **Vision**

A national capital market characterized by fairness, transparency and efficiency.

- **Mission**

To supervise and develop the capital market by regulating issuance, disclosure, financial services activities, and dealing in securities according to the most up-to-date standards and international best practices with the aim to enhance the investors protection and the capital market contribution to the national economy.

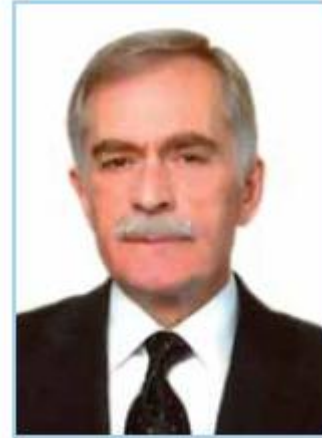
- **Objectives**

1. To regulate and develop the national capital market.
2. To protect investors in securities.
3. To protect the capital market from any dangers.
4. To increase awareness in the market activities rules.

Board of Commissioners



Mr. Mohammed A. Tash
Chairman



Mr. Mohammed Tash was appointed Chairman of the Board of Commissioners of the Jordan Securities Commission on January 10, 2012. He had previously served as a commissioner on the Board from 2001 to 2007. Prior to that Mr. Tash was general manager of National Securities Company and National Brokerage Company from 1992 to 2001, and he has worked in the field of securities and investments since 1980.

Mr. Tash served as Deputy Chairman of the Securities Depository Center and on the board of directors of a number of Jordanian corporations, including Jordan National Bank. He has also been a member of numerous working committees including the Securities Law drafting committees in 1996 and 2002; the founding committees of the Amman Stock Exchange, the Securities Depository Center, and the Accredited Financial Professionals Association; as well as the selection committee of the ASE's Electronic Trading System. He furthermore attended courses and programs on capital markets and securities, participated in industry seminars and conferences, and presented a number of papers in the field.

Mr. Tash holds a B.Sc. in Business Administration from College of Notre Dame, and an MBA from Santa Clara University, USA.

Dr. Ahmad H. Mustafa
Deputy Chairman



Dr. Ahmad Mustafa is Deputy Chairman of Jordan Securities Commission since October 12, 2004. He was Deputy Governor of Central Bank of Jordan (1998-2003) & Executive Director of the CBJ Research Department (1994-1998). He also worked as Assistant to Executive Director at the International Monetary Fund (1984-1987).

He was appointed a member of Board of Directors of several institutions & companies, & participated in many delegations, conferences, & seminars. He taught part-time and wrote articles and working papers in economics. He was granted the Medals of Kawkab & of Istiqlal of the second orders.

Dr. Mustafa is a graduate of the University of Jordan with a B.Sc. in economics & of the University of Texas at Austin with M.A. & Ph.D. in economics.

Mr. Mansour Haddadin



Mr. Haddadin assumed his duties as a Commissioner on the Jordan Securities Commission's (JSC) Board of Commissioner on the 1st of September 2007. Prior to that date, Mr. Haddadin served as the Deputy Chairman of the Board of the Amman Stock Exchange (ASE).

In 1966, Mr. Haddadin assumed several duties at the Ministry of Finance and represented the Government in a number of institutions, companies, committees and Arab and international events. Mr. Haddadin last post at the Ministry of Finance was the Director of Finance. From 1982 to 1990, Mr. Haddadin represented the Ministry in the Administrative Committee of the Amman Financial Market.

On the 1st of November, 1991 Mr. Haddadin assumed his duties as the General Director of the Income Tax Department for eight consecutive years.

In 2000 & 2001, Mr. Haddadin was a lecturer in the Faculties of Law and Business Administration at the University of Jordan.

Mr. Haddadin holds a B.A in Law from the University of Damascus and an MA in Comparative Law from George Washington University.

Mrs. Muna Al . Mufti



Mrs. Mufti was appointed a Commissioner at the Jordan Securities Commission on February 2nd ,2012. Prior to this appointment and during the period 2006-2011, she served as the director of the Legal Affairs and Enforcement Department at the JSC.

From 2000- 2006, she worked as a senior lawyer at a private law firm. She was also a member of the Legal Department at Cairo Amman Bank from 1990-1999.

Mrs. Mufti took part and represented the JSC in several conferences, workshops, and training seminars most notably State Disputes Settlement: Challenges and Perspectives for Arab Countries held in Cairo – Egypt, 2008, International Anti – Money Laundering / Counter – Financing of Terrorism held in Washington D.C 2007, International Institute for Securities Markets Development held at US Securities and Exchange Commission, Washington / USA 2007, Securities Market Development: a Program of comprehensive professional panels and workshops regarding the development and regulation of Securities markets, held at US Securities and Exchange commission, Washington / USA 2007, and Latest in Construction Law And Practice at Hawksmere Institute / Cambridge London 2002.

Mrs. Mufti holds a BA in Private Law from the University of Jordan in 1982.

Majd Shafiq



Majd Shafiq is a capital markets expert with more than 25 years' experience in this sector.

Prior to joining the Jordan Securities Commission, Mr Shafiq provided corporate finance and economic advisory services on public and private equity situations in the Middle East. His assignments included consulting for clients on developments in European and Arab stock markets and exchanges.

Mr Shafiq served as Senior Advisor to the Dubai Financial Market. In this capacity, he worked on formulating the exchange's local, regional and international strategy with specific recommendations for internal and external actions, as well as marketing listed firms to international investors, revising corporate governance and disclosure requirements, and helping manage the exchange's proprietary investment book.

Mr Shafiq was Senior Advisor to a USAID Jordan capital markets development program with responsibilities that included managing the Arab World's first attempt at creating a regional stock market, producing a strategy and business plan for the Amman Stock Exchange, assessing the current and future financial standings of the JSC, ASE and SDC, planning

for the issuance of privatization bonds as well as leading efforts on the introduction of restructuring and recapitalization laws and regulations in the Kingdom.

Previously, Mr Shafiq was part of the team that set up Jordinvest, an investment banking firm, and worked there as a Manager responsible for Direct Investments.

Mr Shafiq completed his undergraduate studies in Politics and Economics at the United Arab Emirates University in Al Ain in 1986 and conducted his graduate studies at Harvard University's School of Government from 1986 to 1988.

Contents

| Subject | Page |
|--|-------------|
| -Vision, Mission, Objectives | 2 |
| -Board of Commissioners | 3 |
| -Message from the Chairman | 11 |
| -The Jordan Securities Commission | 14 |
| - Legal status | 14 |
| - JSC administration | 14 |
| - Parties subject to the Commission's supervision | 15 |
| - Board Meetings | 15 |
| - Board Decisions | 16 |
| - Personnel | 18 |
| - Public Service Office | 18 |
| - Dealing with violations | 20 |
| - Developing electronic systems | 20 |
| Legislation and procedures regulating capital market | 25 |
| -Regulatory Rules on Companies Stocks Buy-back to Reduce their Capitals | 25 |
| -Instructions on the validation of value and disposal of re-evaluation surplus for the year 2011 | 27 |
| -Amendment of Instructions on Anti-Money Laundering and Terrorism Financing in Securities' Activities | 28 |
| -Amendment of Articles (12/b/1), (12/b/2) and (14) of the Listing Directives of the Amman Stock Exchange | 28 |
| Issuance | 30 |
| Mutual Funds | 35 |
| Disclosure | 37 |
| Arab and International Cooperation | 42 |
| Training and public awareness | 45 |
| The King Abdullah II Chair for Securities Study at Jordan University | 46 |
| Licensing and Registration | 47 |
| Surveillance | 50 |
| Supervision on the capital market institutions | 53 |
| - Amman Stock Exchange | 53 |
| - Securities Depository Center | 58 |
| Financial Statement | 60 |
| Annexes | 78 |
| - Annex 1: Issuances | 79 |
| - Annex 2: Number and types of violations and measures taking against violators | 85 |

Message from the Chairman

Greetings,

It is with pleasure that I present to you, and on behalf of the Board of Commissioners, which I was honored to chair in January of 2012, the Annual Report of the Jordan Securities Commission for the year 2011.

The year 2011 witnessed further tight economic conditions on the local scene, regional instability, as well as a continuation of the effects of the financial crisis on regional and international markets. The Amman Stock Exchange (ASE), affected by these conditions and faced with lower levels of securities investment, experienced a contraction across all market indicators, as total trading value for the year decreased to around JD 2.9 billion (\$4.1 billion) compared with JD 6.7 billion (\$9.4 billion) for 2010, a decline of almost 57%, whereas market capitalization at the end of the year reached close to JD 19.3 billion (\$27.2 billion) compared to JD 21.9 billion (\$30.9 billion) at the end of 2010, a decline of about 12%. And if the year 2011 was to be compared with the year 2008, the start of the financial crisis, trading value has declined by JD 17.4 billion (\$24.5 billion), or 86%, and market cap by JD 6.1 billion, or 24%.

No doubt that the national capital market has undergone extremely tough times in the past few years. For internal economic conditions, as well as the floundering of a number of public shareholding companies as well as many financial services concerns, have all contributed in shaking the confidence of securities investors.

Confronting these challenges requires a great deal of effort and time, as there are no instant solutions. Nevertheless, what is sure and definite is that we at the Commission, as a regulatory body, have the resolve and determination to carry on our mandate and fulfill our support role to those responsible for economic decision making and hence overall economic performance. We will cooperate fully with all concerned parties and stakeholders, working collectively to exit the current crisis and overcome all obstacles that hinder the path to reform and development, including the restoration of trust and confidence in the market and its various institutions. Furthermore, we will strive to upgrade our staff and improve the overall regulatory performance, based on the standards of good governance and international best practice.

On the other hand, and equally important, we hold the conviction of the absolute necessity to enable the Commission to utilize its own internal resources to meet all its needs on all levels, especially in the areas of human resources, specialized information and control systems and international regulatory programs and cooperation initiatives – all of which are indispensable requirements to achieving the Commission's goals, enhancing its institutional structure and strengthening its independence, as well as meeting the obligations of international regulatory organizations.

Hence, we will embark on a total review of all relevant regulations and bylaws, main among which is the Securities Law, in order to augment and streamline the various legislations, with the aim of providing a clear, fair and efficient framework for securities dealing. We will also collaborate with the financial services companies to help enhance their financial adequacy and

improve and upgrade the technical and professional standards of their staff. Moreover, we will ensure open channels of communication with all other official regulatory bodies and with all stakeholders in the capital market, including the ASE, the Securities Depository Center and sectoral associations.

I extend my thanks and appreciation to my colleagues the commissioners and to all the staff at the Commission for their dedication, hard work and sincere efforts to achieve the objectives of the Commission and to position our national capital market among the upper ranks of emerging markets, guided all along by the directions and wise leadership of His Majesty King Abdullah II, may The Almighty guide and protect him.

Thank you.

Mohamed A. Tash
Chairman of the Board of Commissioners
March - 2012

The Jordan Securities Commission (JSC)

Legal Status

The Jordan Securities Commission was established by means of the Securities Law No. 76 for the year 2002. It is a legal entity linked directly to the Prime Minister, and enjoys financial and administrative autonomy. The Commission was established to protect investors in securities, to regulate and develop the capital market to ensure fairness, efficiency and transparency, and to protect it from any possible threat and danger that it may face.

JSC Administration

The JSC is directed by a Board comprising five full-time qualified commissioners, including the Chairman and his Deputy who are experienced specialists in this field. Commissioners are appointed for a five-year term renewable once, by a decision of the Council of Ministers, based on a recommendation by the Prime Minister. The appointment is endorsed by a royal decree. The Chairman is the chief executive officer of the Commission; as such, he authorizes expenditure, executes policies, and is responsible for the JSC's administration.

The Board of Commissioners is assigned a number of tasks intended to fulfill the goals for which the Commission was established, which include drafting legislations and regulations, issuing instructions, approving bylaws and instructions of the Amman Stock Exchange (ASE) and Securities Depository Center (SDC), granting licenses to financial services companies and capital market registered persons, approving the registration of securities and mutual funds, adopting standards of accounting, auditing, and

performance evaluation that are binding for all parties subject to the supervision of the Commission.

Parties subject to JSC's supervision

The following are subject to the supervision and oversight of the JSC: securities issuers, licensed financial services companies, capital market registered persons, the ASE and SDC, mutual funds, and investment companies.

Scope and legality of the Commission mission according to the Law

Article (6) from the Securities Law No. (76) for the year 2002 identified the commission mission as follows:

“Notwithstanding what is stated in any other legislation, the provisions stipulated in this Law and regulations, instructions and decisions issued pursuant there to shall apply to company shares and other traded securities on the market (Amman Stock Exchange)”.

Board Meetings

The Securities Law stipulates that the Board of Commissioners should meet at least once a month, and whenever the need arises. In 2011, the Board held 35 meetings. The meeting is in quorum if attended by not less than four commissioners provided that the Chairman or his Deputy, in case of absence, is in the quorum.

Members of the Board of Commissioners are full timers who are forbidden from practicing any profession or assuming any job including occupying the position of a minister, member of parliament, holding any position in the government, or in any company or institution.

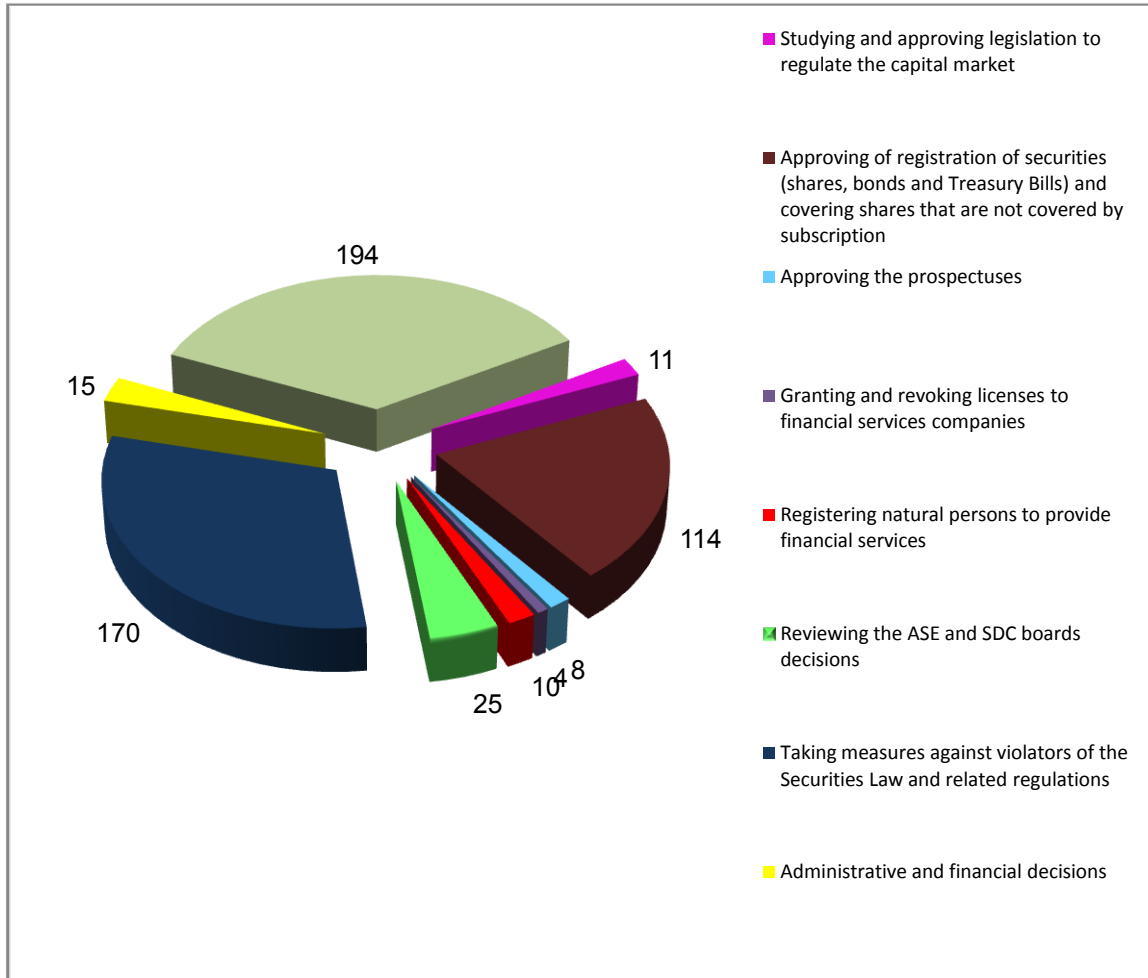
Board Decisions

The Board of Commissioners held 35 meetings during 2011 and took 551 decisions as listed in the table below:

Table (1): Decisions made by the Board of Commissioners during 2011

| Subject | No. of Decisions |
|--|-------------------------|
| Studying and approving legislations to regulate capital market | 11 |
| Approving the prospectuses and registration of securities (shares and bonds) and covering shares that are not covered by subscription | 114 |
| Prospectus enforcement | 8 |
| Granting and revoking licenses of financial services companies | 4 |
| Registering natural persons to provide financial services | 10 |
| Reviewing the ASE and SDC boards decisions | 25 |
| Taking measures against violators of the Securities Law and related regulations (imposing fines, ordering a cessation of the violating practice, suspending licenses, and reviewing appeals) | 170 |
| Administrative and general decisions | 15 |
| Miscellaneous | 194 |
| Total | 551 |

Diagram (1) Distribution of decisions made by the Board of Commissioners during 2011



The provisions set forth in the Securities Law and in regulations, instructions and decisions issued pursuant thereto are applied to the shares of companies and other securities traded on the Amman Stock Exchange

Personnel

JSC personnel numbered 131 at the end of 2011. Their distribution by level of education and gender is shown in the table below:

Table (2): Distribution of JSC personnel by level of education and gender

| Education level | Male | Female | Total |
|---------------------------|------|--------|-------|
| Ph.D | 2 | 1 | 3 |
| Master | 27 | 10 | 37 |
| Higher Education Diploma | --- | 2 | 2 |
| BA/ Bsc | 23 | 25 | 48 |
| Community College Diploma | 3 | 4 | 7 |
| Secondary School | 2 | 10 | 12 |
| Professional Certificate | 4 | --- | 4 |
| Below Secondary School | 18 | --- | 18 |
| Total | 79 | 52 | 131 |

Public Service Office

The Public Service Office, at the JSC building, provides necessary services to investors and other parties interested in the capital market. It makes available financial reports and special periodical reports related to companies listed on the ASE. A special division at the Office receives complaints from investors, records them in a special register, investigates them, and follows up with a special JSC committee to address the problems and solve them.

The Office also helps investors and visitors by directing them to the section that would process their affairs and receiving their suggestions whether by mail, fax, e-mail, or by phone calls on the hotline. These suggestions are forwarded to the JSC Suggestions Committee, which forwards them to the departments concerned to review them and recommend appropriate actions. The JSC also cooperates with the market institutions to review the services provided and develop them according to the needs of investors and visitors.

Sixty nine complaints were recorded by the Complaints Division at the Office and forwarded to the Complaints Committee in 2011. Below are the complaints recorded during the past years:

Table (3): Complaints received 2008-2011

| Year | Total Number | Complaints processed and resolved | Complaints under study |
|-------------|---------------------|--|-------------------------------|
| 2008 | 102 | 102 | ----- |
| 2009 | 121 | 121 | ----- |
| 2010 | 71 | 71 | ----- |
| 2011 | 69 | 61 | 8 |

Types of complaints recorded in 2011:

- Failure to observe the client’s interest.
- Failure to implement the client’s orders either buying or selling.
- Disposition of the client’s portfolio without orders.
- Sales by brokers in margin financing accounts.
- Dissemination and promotion of rumors.

Dealing with Violations

When a violation occurs, the Commission's departments concerned review it and address a notification to the violating party, which is given a grace period to present its case either in person or in writing within one week from the date of notification. The Board of Commissioners then studies the responses provided and decides whether to accept it or take the necessary action against the violating party. The Commission also has the right to refer the violating party to court within a period not longer than two weeks from the date of notification of the Board's decision. For the purposes of documenting and processing violations, the JSC keeps records of all parties under its supervision. Violations are recorded in the violating party's record. The nature and frequency of these violations are taken into consideration when the violating party requests licensing or registration to perform new financial services.

Developing electronic systems

To enhance the performance of the capital market institutions and the integrity of its operations and technological systems, the year 2011 witnessed the implementation of a number of projects. The main developments in this regard were as follows:

First: The pilot phase of the electronic filing project

In order to enhance the protection of investors in securities and boost transparency, work was completed to build a pilot electronic disclosure system that includes electronic disclosure forms which enable public shareholding companies and parties subject to the supervision of the

Commission to file required information electronically. The project was finalized with the support of the USAID funded program Sustainable Achievement of Business Expansion and Quality (SABEQ). It will be applied to six public shareholding companies during 2012. The project aims to achieve the following:

1. Enhance the speed and accuracy of disclosure by public shareholding companies.
2. Provide electronic forms for receiving information and documents issued by public shareholding companies.
3. Enable investors to access information as soon as it is disclosed on the system.
4. Provide an electronic stamp for information uploaded by the issuing company.
5. Ensure the security and confidentiality of the flow of information until it is disclosed to all investors

Second: The project for the development of the JSC's internal computer network (Local Area Network – LAN)

In line with technological developments in network science and information security, the Information Technology Department has finalized the work on the project. The project included the activation of special network equipment that provides high speed, enhances information security to ensure the secrecy of data, boosts the communication security of the Commission's network with the internet, and ability of automatically activating alternative equipments in case of

a failure of the main equipments, to ensure continuity of communication and enhance the Commission's capability of sustaining its electronic services with high efficiency.

Third: The Licensing and Inspection Department systems project

Work has been completed on programming and developing the first phase of the project, which aims to automate office procedures of the Licensing and Inspection Department such as licensing and renewing licenses of financial services companies and registered persons, as well as complaints, violations, and financial guarantees. This will be executed through a system connected to a database of historic information. Work on the second phase of the project will be finalized in 2012. The project will enable financial services companies and registered persons to renew licenses by means of electronic forms that can be accessed at a protected zone on the capital market institutions network.

Submitting false or misleading information in any of the documents submitted to the Commission is considered to be a violation to the provisions of the Securities Law

Fourth: The project to install the technical infrastructure to develop MIS systems (web and e-services)

Work on the project has been finalized after completing the programming and analysis work and upgrading the capacity of the main servers by the end of 2011. The project aims to create a central database at the Commission, automate the functions of the Commission's departments, and provide the reports necessary for the various departments' work in addition to the establishment of the infrastructure necessary for launching and maintaining the JSC's electronic services.

Fifth: The work flow system automation project

The project aims to automate the Commission's internal work flow system and interconnect the Commission's various departments electronically. During 2011, the trial version of the system has been prepared in addition to the required equipments and licenses.

Sixth: Future projects

In addition to the above-mentioned projects, the Commission will work during the period 2012-2013 on the following projects after approving their budgets:

| No. | Project | Starting date | Ending date |
|-----|---|---------------|-------------|
| 1 | Electronic filing | 2012 | 2013 |
| 2 | Upgrading the JSC's website and e-services | 2012 | 2013 |
| 3 | Sustaining the process of upgrading the JSC's technical infrastructure | 2012 | 2013 |
| 4 | Implementing the Government Resources Planning System | 2013 | 2016 |
| 5 | Developing surveillance and issuance systems | 2013 | 2013 |
| 6 | Establishing a disaster recovery site for the JSC's work environment (DR) | 2013 | 2014 |

Legislations and Procedures Regulating Capital Market:

In 2011, JSC issued and amended a number of legislations and procedures to regulate the national capital market that mainly include:

First: Regulatory Rules on Companies Stocks Buy-back to Reduce their Capitals

Following are the main provisions of these Rules:

- a. A public shareholding company intending to reduce its capital by buying-back its own stocks (treasury stocks) shall submit a request with the Commission to seek approval to commence the buy-back process. Such a request shall be accompanied by a disclosure report a copy of which shall be sent to Amman Stock Exchange (ASE) and shall include inter alia the following particulars:
 - i. The decision by the company's board of directors recommending to reduce the capital by buying-back the company's issued stocks.
 - ii. The company's general assembly decision approving the reduction of capital by buying-back the company's issued stocks.
 - iii. The company's respective supervisory authorities' approvals.
 - iv. A list of names of insiders in the company, their relatives and those companies related to them.
 - v. A detailed report by the company's auditor showing the impact of capital reduction through the company's buy-back of the stocks it had issued on the company's financial position, liabilities and equities.

- b. The purchased shares shall be less than 40% of the subscribed shares, and should the prescribed percentage be 40% or above, the company shall abide by the Public Takeover-Bid Procedures.
- c. The purchase should be made through the Stock Exchange if the capital reduction is less than 40% subject to a number of conditions including the following:
 - i. The daily demand volume in a single trading session shall not exceed 2% of the Company's subscribed shares.
 - ii. The buy-back execution period shall not exceed 30 thirty trading days from the date of the first buy-back transaction.
- d. The company may not buy-back its shares for the purpose of influencing the share's market price.
- e. The buy-back shall not be executed in respect of those shares issued by the company within 15 days before and three days after the endorsement of its annual financial statements by the ordinary general assembly or through disclosure of any material information that may influence the share's prices.
- f. The buy-back shall not be executed in respect of the company's shares issued within three days before or two days after announcement of its annual and semiannual statements of the company.
- g. Insiders in the public shareholding company that intends to reduce its capital by buying-back the shares it issued through the market, their relatives, and the companies related to them shall comply with several requirements and conditions in case they intend to sell their shares.

Second: Instructions on the validation of value and disposal of re-evaluation surplus for the year 2011

Main provisions include:

- a. The International Financial Reporting Standard (9) shall be applicable as of the fiscal year commencing 1/1/2011.
- b. Profits of re-evaluation differences of assets in the Profit and Loss Statement may not be disposed by allocation, capitalization, loss extinguishing or any other type of disposal to the effect that such profits are shown in an independent item as unrealized profits in the Statements of Changes in Owners' Equity.
- c. The change in the fair value of equity instruments evaluated at fair value through other comprehensive income items (strategic) shall be classified in a separate item under Equity in the Balance Sheet. The credit balance of such a change shall not be disposed of in allocation, capitalization, loss extinguishing or any other type of disposal.
- d. The cost principles shall be used when applying IAS (40) on investment property subject to disclosure of the fair value in the explanations annexed to the financial statements. Companies that adopted the fair value principles in past years shall amend their results in line with the cost principle and in cooperation with its chartered accountants.
- e. The cost principle shall be used when applying IAS (16) on property, plant and equipment. Companies that adopted the re-evaluation principle

in past years shall amend their results in line with the cost principle and in cooperation with its chartered accountants.

Third: Amendment of Instructions on Anti-Money Laundering and Terrorism Financing in Securities' Activities:

The amendment mainstreamed the concept of combating terrorism funding to all clauses or provisions related to combating anti-money laundering without affecting the essence of such clause or provisions

Fourth: Amendment of Articles (12/b/1), (12/b/2) and (14) of the Listing Directives of the Amman Stock Exchange

Main amendments include:

- a. Public shareholding companies intending to buy-back its issued shares through the Stock Exchange for the purpose of reducing its capital, shall be exempted from the provision of suspending the listing of their shares on the Stock Exchange.
- b. The Listing of shares of companies intending to merge shall be suspended as of the date on which the Stock Exchange is informed of the decision by the Minister of Industry and Trade of such merger.
- c. Cancellation of listing shares of companies in the Stock Exchange shall be restricted to the following cases:
 1. When there is a change of legal status of the company
 2. When the Stock Exchange receives a court decision that refers the company for voluntary liquidation.

3. When the Stock Exchange is informed of the voluntary liquidation decision issued by the extra-ordinary assembly of the company.
4. If the trading of shares continued to be suspended for more than two years.

Issuance

Companies in general seek to raise their capitals or to issue bonds in order to raise the necessary funds to finance their projects and plans. The JSC is the official organization authorized to regulate the process of issuing new shares and bonds by public shareholding companies. The issuer of securities must register them with the Commission. This registration is the official documentation of these securities, which are then registered to their owners at the SDC and listed on the ASE for trading.

When offering shares for public subscription, the issuer is required by the Securities Law and regulations issued pursuant thereto, to prepare and submit to the JSC a prospectus that contains all information and data that enable the investor to make an informed investment decision. The prospectus is the principal and reliable source of information for investors regarding the securities to be issued. It is also the first disclosure by the issuer.

Upon submission of the prospectus to the JSC, the Board of Commissioners may consider it effective if it meets the provisions of the Securities Law and related regulations. The Board also has the right to reject or suspend the effectiveness of the prospectus if it proves to contain incorrect, inaccurate, misleading, or incomplete data or if it does not contain material information that would help the investor make his informed investment decision.

If the prospectus contains incorrect data related to material information or if such information has been omitted, the issuer and any other signatory of the prospectus are considered in violation of the Securities Law. For the prospectus to be complete, the Law requires that it must be signed by the issuer's chairman of the board of directors or by the managing director or CEO and the financial officer of the issuer, as well as a majority of the founders or a majority of the members of the board of directors, or a majority of the partners in a limited liability partnership, in addition to the issuing director, and the auditor who approved the financial statements.

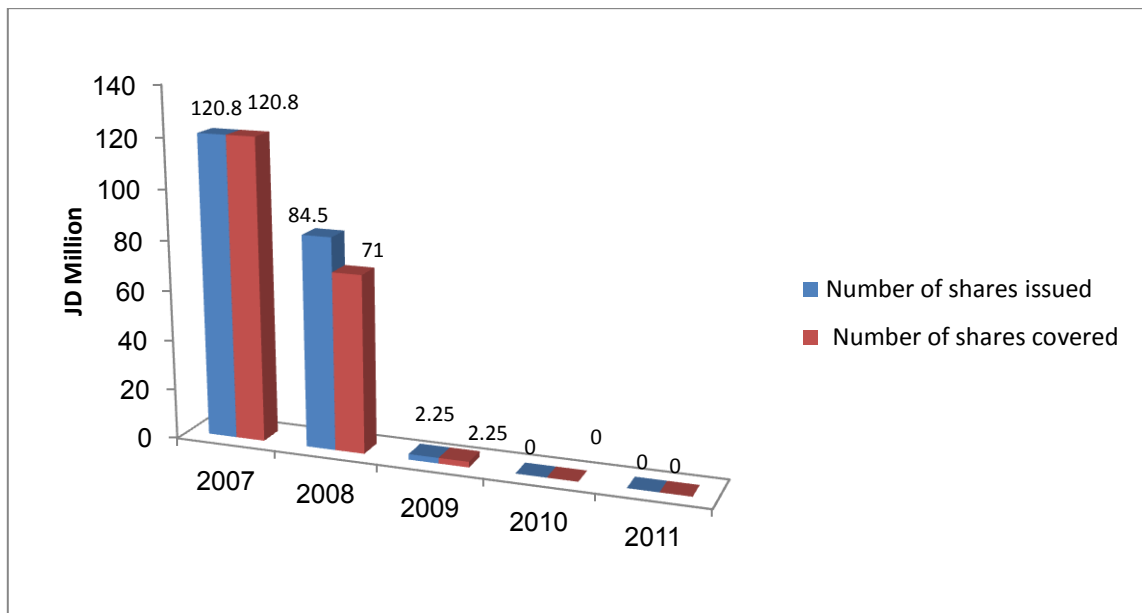
In 2011, the JSC approved the enforcement of 7 prospectuses after studying them to ensure that they fulfill all the requirements of the Securities Law and the Instructions on Issuance and Registration of Securities. It should be noted that the Board of Commissioners may exempt issuing companies from submitting a prospectus in specific cases defined by the Securities Law.

Six public shareholding companies issued new shares to raise their capital through private subscription by existing shareholders or specific investors, or through capitalization of the companies' debts and converting them to shares. Shares offered reached 65.5 million shares, of which 64.6 million or 98.5% of shares offered, were covered at a value of JD 81.7 million (Table 1, Annex1).

One public shareholding company covered 263,731 shares registered in previous years at a value of JD 197,798 (Table 2, Annex1), making the total number of shares covered 64.8 million shares at a value of JD 81.7 million.

There were no new public shareholding companies established in 2011. One company changed its legal status from limited liability to public shareholding companies with a capital of JD 55 million. (Table 3, Annex)

Diagram (2): Primary issues by newly established companies 2007-2011



Nineteen companies raised their capital by stock dividends through the capitalization of voluntary reserves and/ or retained earnings and/ or issue premium or part thereof. The number of shares issued amounted to 130.2 million shares/at a value of JD 130.2 million. Stock dividends are distributed to the company's shareholders as of the end of the 15th day after registering the new shares with the JSC, on a pro rata basis (Table 4, Annex1).

Diagram (3): Raised Capital through capitalization of retained earnings issue premium, or reserves, 2007-2011

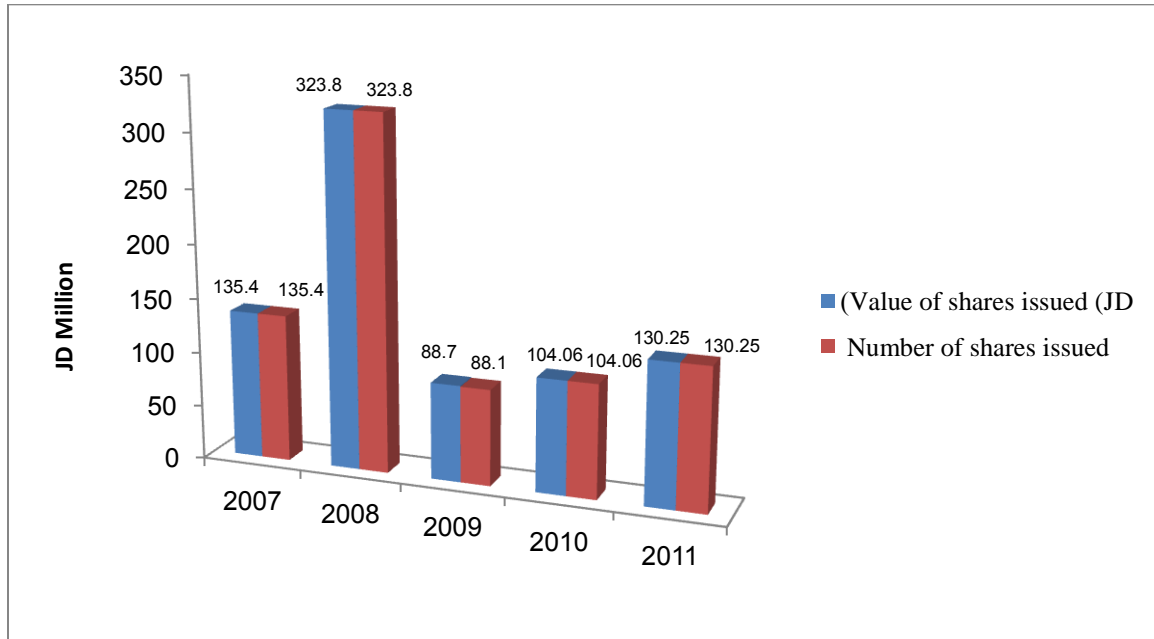
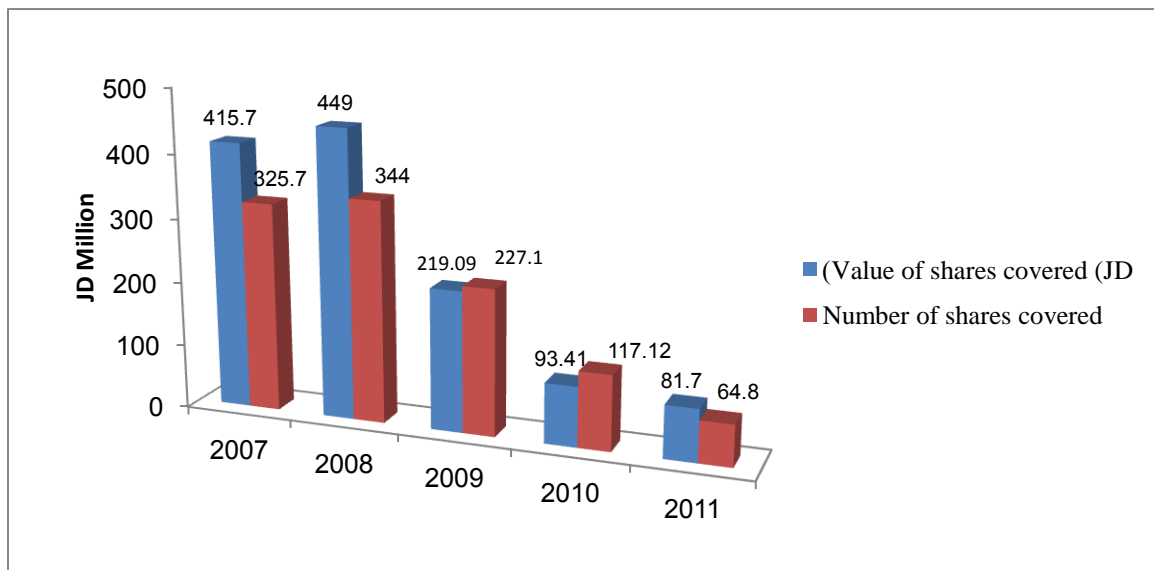


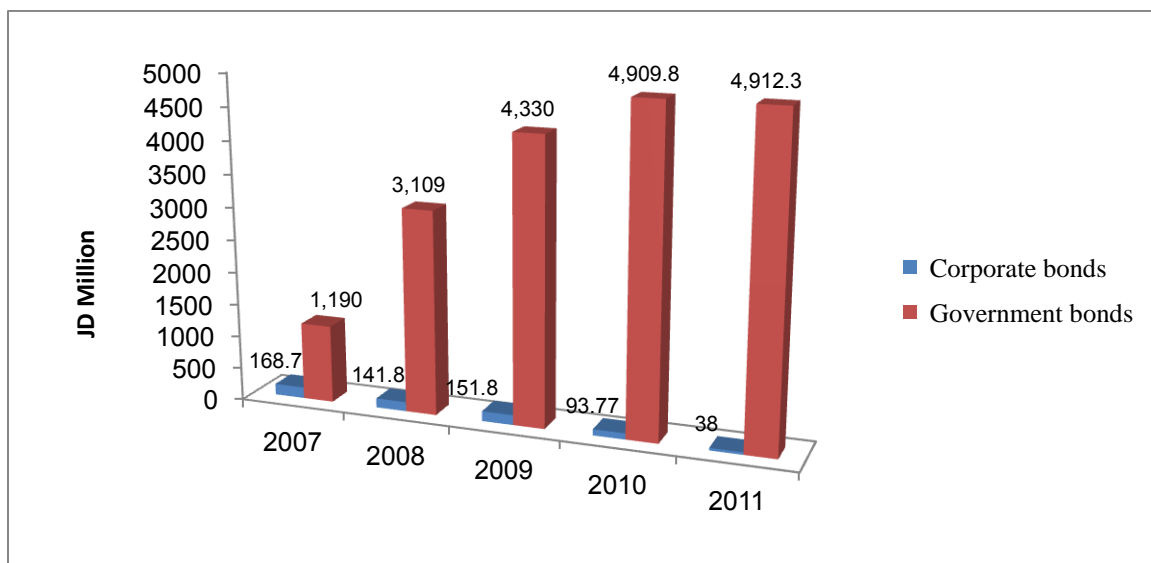
Diagram (4): Total primary issues for existing public shareholding companies that raised their capital through private subscription, and debt capitalization, 2007-2011



Every public shareholding company established in the kingdom, and every public issuer in the kingdom, is required to apply for listing of its outstanding securities for trading on the stock exchange

Regarding the issuance of bonds by public shareholding companies or public sector institutions, there were no issues in 2011. Bonds registered in previous years were covered at a value of JD 38 million, making the total value of bonds covered this year JD 38 million, (Annex 1, Table 5). Bonds issued or guaranteed by the Government amounted to JD 4.9 billion, (Annex1, Table 6).

Diagram (5): Bonds issued or guaranteed by the Government, 2007-2011



It is against the Law for a person to sell securities through a public offering without a valid prospectus

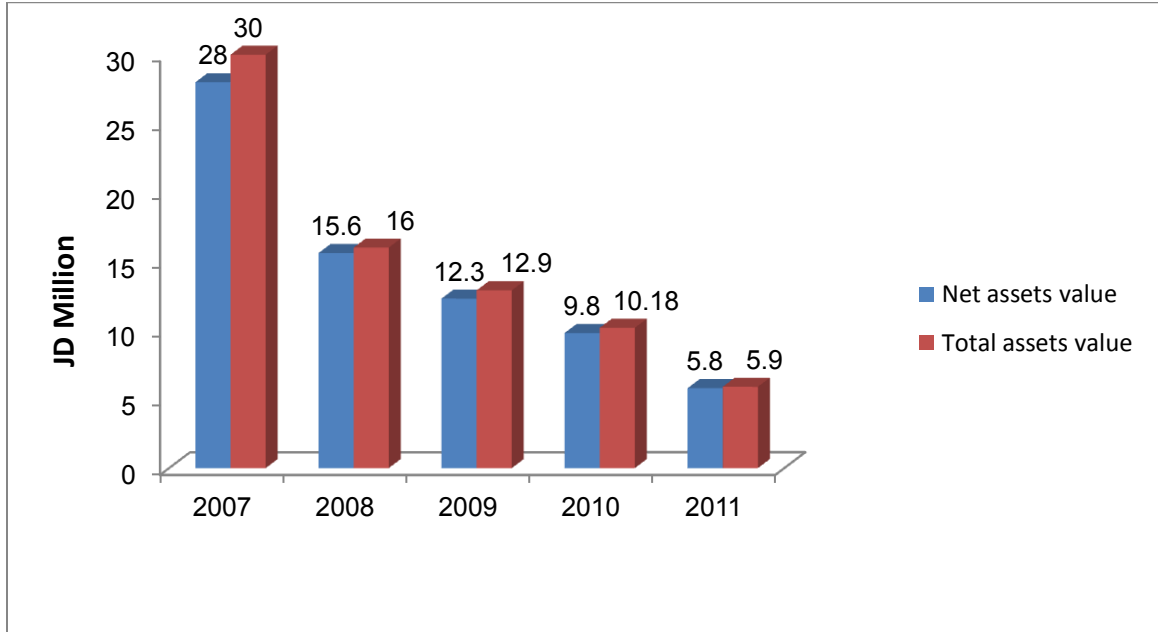
Mutual Funds

Mutual Funds Instructions defined the requirements and procedures for the establishment of mutual funds, their activities, and obligations. Currently, three open-end Jordanian mutual funds are registered with the JSC: Jordinvest First Trust Fund, the Fund of the Housing Bank for Trade and Finance/ Jordanian securities Fund, and Horizon Fund –Capital Bank.

Since these mutual funds are open-end funds, they are registered with the JSC, but they are not listed on the ASE. Their investment units are traded through a direct relationship between the investor and the fund. The fund issues any number of investment units to investors who wish to buy, and it remains ready to redeem any number of these units that investors wish to sell. Investment units of mutual funds are traded on the basis of the fund's net assets value on the date of sale or purchase

Funds are required to submit their periodic financial statements to the JSC and to declare their net assets value at least twice every month to enable investors to monitor their performance continuously and to make their investment decisions accordingly. The JSC is working to review and update the present **Mutual Funds Instructions** to bring them in line with the latest international standards and to further encourage the establishment of this type of financial investment, in addition to emphasize the contractual nature of these funds and introduce the legal basis for the establishment of new types of mutual funds such as Exchange Traded Funds (ETFs)

Diagram (6): Net and total assets value of Mutual Funds registered with the JSC 2007-2011



Issuing companies are required to prepare consolidated financial data for the mother company regardless of the number of controlled or affiliate companies

Disclosure

Accurate, preliminary and periodic disclosure, and providing information to investors and the public are fundamental pillars in financial markets, since this information helps achieve fair, transparent, and efficient market. Disclosure Department at the JSC monitors the compliance of securities issuing companies with the Securities Law and Disclosure Instructions issued by the JSC, encourages these companies to comply, and takes appropriate measures against violators. There are a number of stages to the disclosure process that issuers need to follow, which are the preliminary disclosure through the prospectus, ongoing disclosure through financial statements, disclosure of material information that affect the prices of securities, and disclosure of dealings by insiders and major investors.

Disclosure Department monitors the compliance of public shareholding companies with the requirements to disclose their preliminary results, their semi-annual reports, and their annual reports. The Department studies the incoming reports from these companies to ensure that they meet the requirements of the JSC's Disclosure Instructions and that they are submitted within the deadlines defined by the Law and related regulations. The Department also monitors the compliance of companies with the disclosure of material information related to any important events that are of interest to investors and that affect the price of the companies' securities.

Investors in the Stock Exchange should diversify their investment in more than one security in order to minimize risks

The Securities Law and Disclosure Instructions require companies to submit to the Commission their preliminary results not later than 45 days after the end of their financial year, their annual reports not later than 90 days after the end of their financial year, and their semi-annual reports within a period not exceeding 30 days from the end of the first half of their financial year.

It is worth noting that 94.3% of public shareholding companies submitted their preliminary results within the specified period in 2011 compared to 93% in 2010. Compliance with the requirement to provide the JSC with their semi-annual reports within the specified period reached 86.6% compared to 90% in 2010, while compliance with the requirement to submit annual reports to the JSC on time reached 85.4% compared to 89% in 2010.

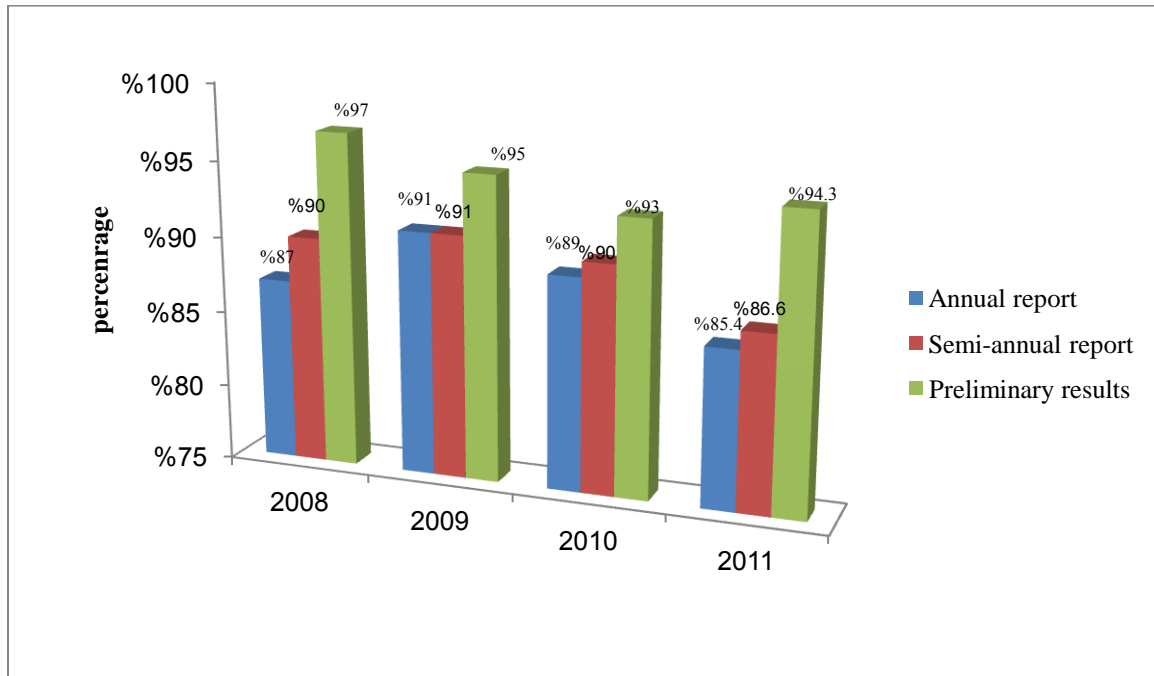
Table (5): Compliance of public shareholding companies with the requirement to disclose their periodic reports on time, 2008-2011

| Periodic reports | 2008 | 2009 | 2010 | 2011* |
|-------------------------|-------------|-------------|-------------|--------------|
| Preliminary results | 96.5% | 95.2% | 93% | 94.3% |
| Annual report | 86.8% | 90.9% | 89% | 85.4% |
| Semi-annual report | 90.4% | 91.3% | 90% | 86.6% |

*stands for reports of 2010 but received in 2011

The Commission regulates disclosure of correct and accurate information to help investors make well studied investment decisions

Diagram (7): Compliance of public shareholding companies with the requirement to disclose their periodic reports on time, 2008-2011

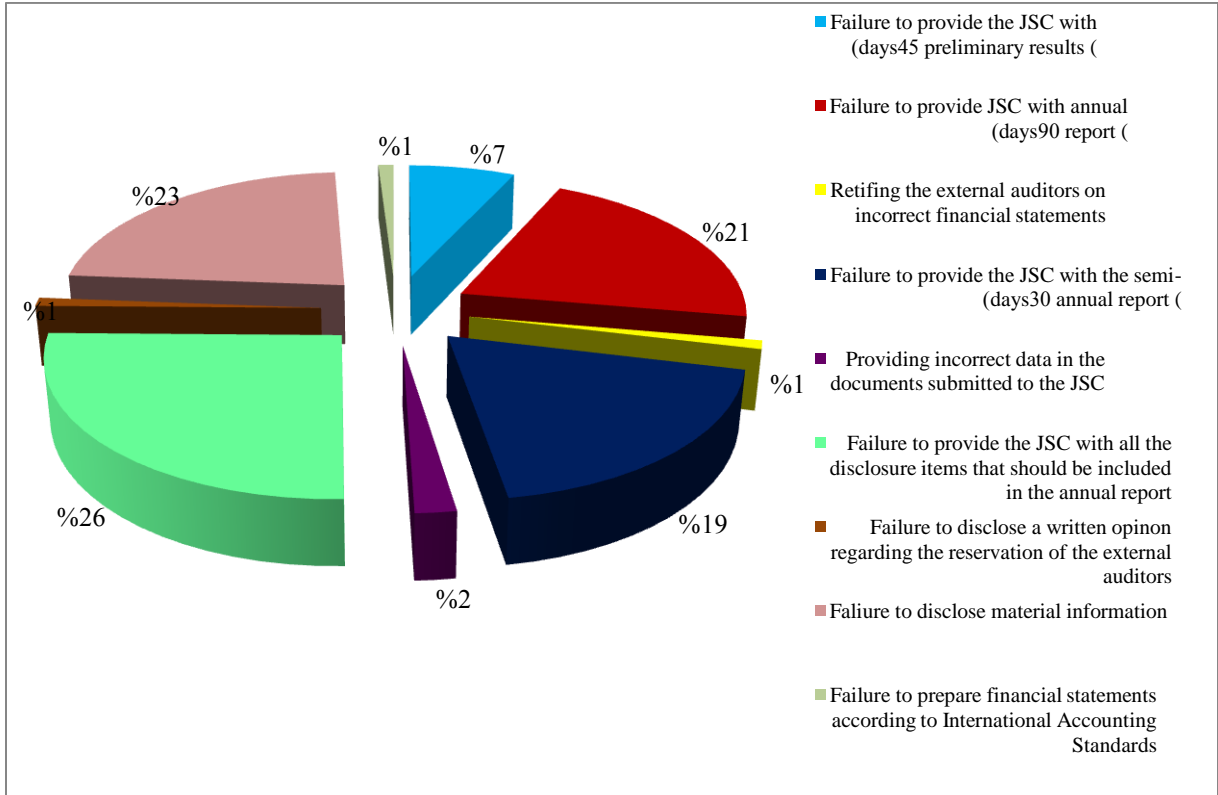


Issuing and disclosing periodic reports, and disclosing material information that affect the prices of securities, are of the most important duties of a public shareholding company towards investors.

Table (6): Distribution of violations of the Disclosure, and Accounting and Auditing Standards Instructions that the JSC processed in 2011

| Type of violation | % |
|---|----------|
| Failure to provide the JSC with preliminary results within the specified period | 7% |
| Failure to provide the JSC with the annual report | 21% |
| Approval of the external auditor on inaccurate financial statements | 1% |
| Failure to provide the JSC with the semi-annual report within the specified period | 19% |
| Providing inaccurate data in the documents filed with the JSC. | 2% |
| Failure to provide the JSC with all disclosure items that should be included in the annual report | 26% |
| Failure to disclose written opinion regarding the reservation of the external auditor | 1% |
| Failure to disclose material information | 23% |
| Failure to prepare financial statements according to International Accounting Standards | 1% |

Diagram (8): Distribution of violations of the Disclosure, and Accounting and Auditing Standards Instructions that the JSC processed in 2011



Providing inaccurate data, auditors' verification of inaccurate data, and taking advantage of unpublished insider information to make a gain or to avoid a loss, are among the prohibited acts that are banned in the capital market.

Arab and International Cooperation

The JSC continued exerting efforts to strengthen interaction and cooperation with Arab and international counterpart regulatory commissions and institutions. It thrives through such efforts to pursue its goals, keep abreast of relevant development and contribute to the promotion of the national capital market, for which purpose, JSC participated in several International Organization of Securities Commissions (IOSCO)'s events and was involved in the Union of Arab Securities Authorities (UASA)'s meetings and activities, in addition to its active participation in its technical committees.

The JSC also participated in several gatherings on the Arab and international levels, most notably of which are:

- UASA's Fifth Council Meeting, held in Oman, 10/1/2011.
- International Institute for Securities Market Development 2011 Program, held in Washington, 4-14/4/2011.
- Capital Markets Regulatory Authorities Conference and Roundtable, held in Istanbul, 16-17/9/2011.
- IOSCO's Emerging Market Committee Advisory Board meeting, held in Madrid, 29-30/9/2011.
- World Economic Forum on the Middle East 2011, held in the Dead Sea, 1-23/10/2011.
- Financial Services Authority (FSA) Annual International Seminar, held in London, 29/11-1/12/2011.

In addition to the above-mentioned and with the aim to bolster cooperation ties with Arab and international institutions and disseminate relevant Jordanian experience in the field of regulating the national capital market, the JSC received a number of Arab and international figures and delegations including:

- The Secretary General of the Union of Arab Securities Authorities (UASA), Mr. Salah Al-Halyan.
- Iranian securities and stock market delegation.

Memorandum of Understanding with International Finance Corporation (IFC)

The JSC signed a Memorandum of Understanding with the World Bank's IFC with the aim to develop a scorecard system in order to follow up and assess compliance of public shareholding companies with the rules of governance and ensure the provision of credible information for investors, supervisory authorities, and other related parties on the application of such rules that should be in line with international best practices and standards. It also aims at helping companies' managements to detect areas of weakness in their corporate governance practices.

This system will mainly provide the following:

- Develop a tool for evaluating the application of the rules of corporate governance systematically and on a timely manner.
- Facilitate the work of financial analysts and investors by providing credible information on the application of corporate governance rules by companies.

- Allow companies to define a scope and extent of application of the governance rules.
- Allow for comparison to be made between the various sectors nationwide and between countries.
- Provide information on the application of governance by competent parties through internet.

Training and public awareness

The JSC attaches great importance to train its staff in order to upgrade their academic and professional qualifications and acquaint them with the most important developments on the regional and international levels. Thirty five employees were sent on training courses and specialized conferences within the Kingdom and abroad. These were as follows:

Table (7): Personnel Training Courses held in Jordan and abroad in 2011

| Training Course | No. of employees | No. of participations |
|------------------------|-------------------------|------------------------------|
| Internal | 26 | 41 |
| External | 9 | 9 |
| T O T A L | 35 | 50 |

The JSC also organized meetings as well as public awareness and educational lectures to a number of visiting delegations from military and civilian national organizations, universities, and institutes that included:

- A delegation from the National Defense College that included faculty members and students who amounted 125 officers from Arab and foreign countries that included Saudi Arabia, the United Arab Emirates, Sudan, Lebanon, Syria, the Sultanate of Oman, Bahrain, Egypt, Kuwait, Pakistan, Algeria, Morocco, and Iraq; along with participants from Jordan Armed Military Forces. They were briefed on the national capital market institutions and legislations regulating their work.
- A student delegation from Yarmouk University.
- A student delegation from Jerusalem University, Palestine.

- A number of student delegations from national schools and institutes.
- In addition, the Chairman of the JSC delivered a lecture entitled “National Security and Investor Protection” in the National Defense College headquarter.

The King Abdullah II Chair for Securities Studies at Jordan University

As part of the JSC efforts to deepen awareness and create specialized experienced professionals in the capital markets and after finalizing necessary preparations, teaching has started in the Master Program of the King Abdullah II Chair for Securities Studies at the Finance Division of the Jordan University Business School. The Program was established in cooperation with the University of Jordan. It teaches academic applied courses related to the national capital market, its legislations, and investment in it, in addition to conducting researches and studies in this field. The Commission issued special instructions for the Chair starting the formation of a special board and defining the Chair’s sources of finance, which will be principally from funds dedicated by the Commission and the national capital market institutions.

Licensing and Registration

Regulating financial services activities is one of the most important tasks of the JSC, to ensure sound trading in the national capital market and protect the market and investors in securities. Licenses granted by the JSC include financial brokerage, investment trusteeship, investment management, financial advisory, custodianship, issuance management through best efforts and firm commitment, issuance trusteeship, and margin financing.

The Instructions issued by the JSC defined conditions and requirements that should be met by companies to receive licenses from the Commission to perform any of the financial services activities. Regulating the activities of financial services is intended to enhance investors protection, encourage institutional investment, and create competent and responsible financial professionals.

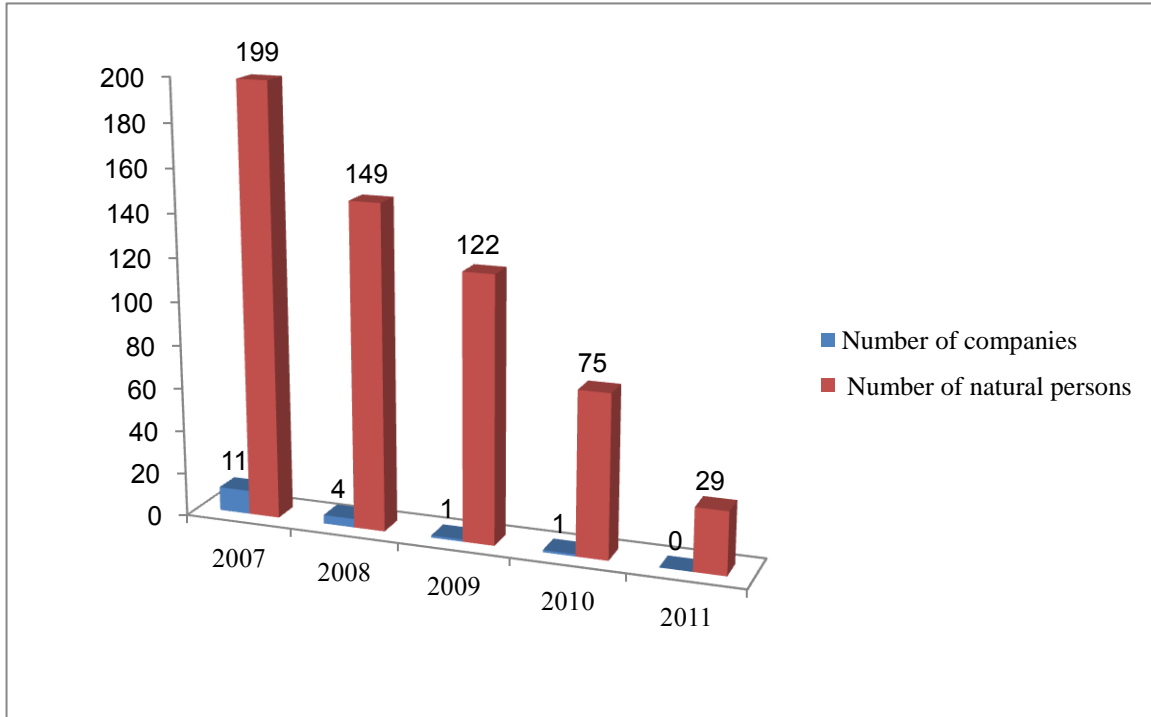
The main developments related to licensing and registration during 2011 were as follows:

- A. Four licenses were granted to four companies to perform financial services as follows:**

Table (8):

| No. | Company | License Granted | Date |
|-----|--|--|-----------|
| 1 | Al-Nadwa for Financial Services & Investment | margin financing | 18/1/2011 |
| 2 | The Arab Financial Investments | custodianship | 1/3/2011 |
| 3 | Awraq Investments | issuance management through best efforts | 16/8/2011 |
| 4 | Asia Financial Broker | margin financing | 28/9/2011 |

Diagram (9): Number of licenses and registrations granted to companies and natural persons to perform financial services, 2007-2011



B. The JSC granted 29 registrations to 21 natural persons to perform financial services activities as follows:

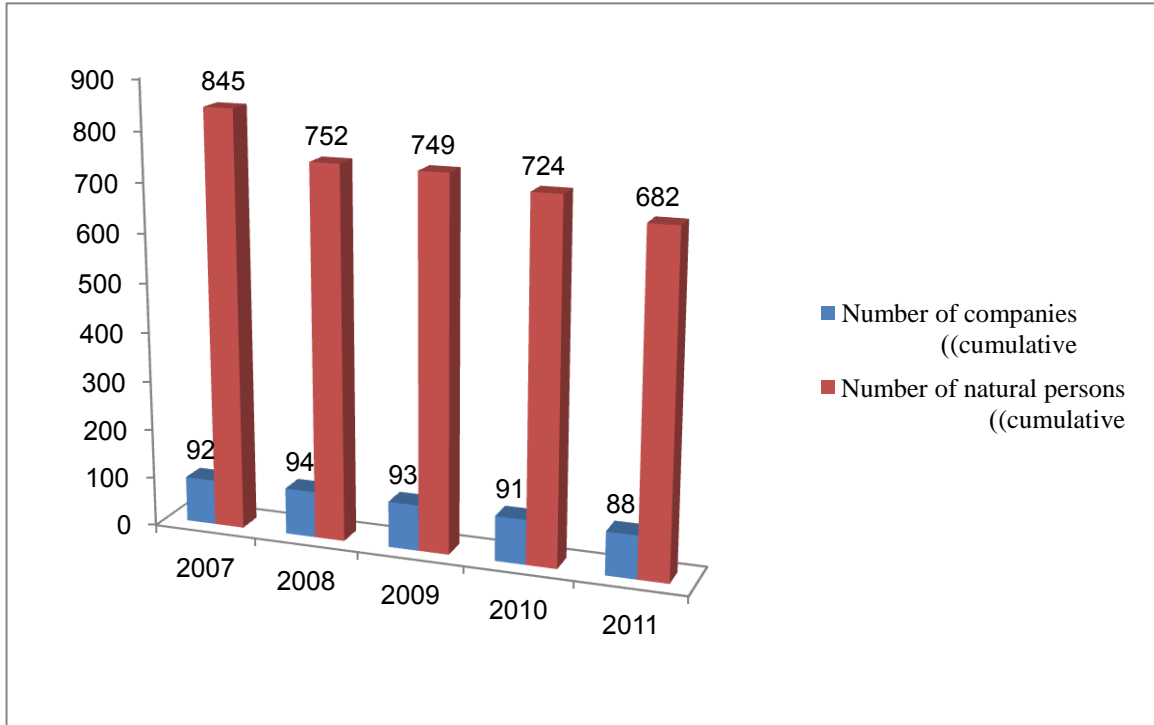
C.

Table (12):

| Type of Registration | No. |
|-------------------------------|-----|
| Registered financial broker | 7 |
| Registered financial advisor | 5 |
| Registered investment trustee | 4 |
| Registered investment manager | 7 |
| Registered issuance manager | 2 |
| Registered compliance officer | 1 |
| Custodians | 3 |
| Total | 29 |

Investors in the Amman Stock Exchange should ensure that accredited persons are licensed by the Securities Commission

Diagram (10): Number of financial services companies and natural persons licensed and registered to perform financial services (cumulative), 2007-2011



Licensed person must keep accounting records in accordance with International Accounting Standards

Surveillance

The JSC works through the Surveillance its programs and electronic systems on providing a suitable environment to ensure fair and sound trading and provide an appropriate safe investment. The above mentioned systems and procedures include:

* The application of the ARAMIS real-time surveillance system which was launched in 2009. It is characterized by its ability to provide all information related to trading in real time or chronological order, such as names of traders in the market, and related details, ratios of their selling and buying of a specific security or any security in the market in general. This helps identify persons who influence trading in the market and detect their trading. The system also issues alerts for any trading that violates the sound standards set out by the Surveillance Department. This would enable the Department staff to detect and prevent movements that can negatively affect sound trading activity.

* The Department also uses the new version of GL e-trading System that was launched by the ASE, with the advantage of longer trading periods than the previous version. A pre-close trading period was added, which was developed to prevent any influence on closing prices. The System was directly linked to the SDC database. A mechanism was adopted to extract reports from historic records in the database using the Business Object software that allows the design of the report in accordance with the required information.

* The Surveillance Department is also linked through several systems and software to enable it to complete its work properly, such as the SDC System that provides the names of persons who trade in securities and the number of securities owned by traders in the market. This System is linked directly to the **Civil Status Department** database which allows the Surveillance Department to recognize relatives of persons trading in the market. In addition, the MIS System displays the net positions of brokers during a certain period, and reports of the largest transactions, as well as other reports to help complete the process of surveillance. The Commission also developed several internal programs to track trading of investors who work in groups.

* The Surveillance Department ensures that trading is undertaken in accordance with laws and regulations and instructions in force. In case of any violating action, the Department contacts the broker and warns him to desist from such action. Material violations are followed up after the session; an extensive analysis is carried out of activities that are suspected to have irregularities, and the transactions of the parties concerned are studied during this session and in the previous period, in order to determine whether there is a violation or not . If a violation is confirmed, procedures are followed to notify the violating party and complete legal proceedings related to that violation.

* The Department also monitors all trading operations and attaches particular importance to related parties trading which may intend to influence trading and affect securities prices and the proper conduct of trading. The Department examines price fluctuations during trading session

in comparison with fluctuations in previous sessions. In case of a noticeable increase or decrease in the price of a security, disclosures received from the issuing company are studied. In the absence of disclosures that justify this price variation, the Commission addresses the issuing company requesting any information or material events that may be behind this change. The company's response is then made public to ensure fairness among traders and to provide as much information and data as possible to enable investors to make their investment decisions based on accurate information.

* The Department also monitors news, articles and studies published in the media. The transactions of parties that publish these are analyzed to ensure that there are no ulterior motives, and that the media are not being used for promotion or to realize private gains at the expense of the public. In addition, the Department monitors disclosures and news of listed companies and analyzes trading activities in the periods preceding and following these disclosures particularly trading by insiders to ensure they do not exploit inside information which they access by virtue of their position or job to achieve personal gains.

* The Department also prepares daily trading reports on volumes of trading, price variations, most actively traded companies and the largest price fluctuations, and these figures are compared with those of the previous days. Reports also include details of large transactions and the percentage of a broker's buying and selling for his clients and his portfolio out of the total trading volume.

Supervision on the capital market institutions

According to the Securities Law, the ASE and SDC are subject to the supervision of the JSC. It monitors the work of these institutions through the Capital Market Institutions Monitoring Department.

A. The Amman Stock Exchange (ASE)

The Capital Market Institutions Monitoring Department ensures that the ASE monitors trading, supervises its members, and ensures that members of the ASE Board of Directors and executive administration exercise their authority in accordance with the Law and related regulations. This is done through reviewing and studying ASE reports, circulars, and correspondence to its members. The Board of Commissioners also studies the decisions of the ASE Board of Directors on regular basis.

Performance of the ASE in 2011

The ASE remains to be affected by the national economy circumstances, the repercussions of the surrounding political unrest, and the international and regional financial crisis, in addition to the shrinkage of liquidity directed to investment in securities. This produced a drop in demand for investment in securities in favor of cash and low-risk liquid investments. Like other international and Arab stock exchanges, the ASE performance indicators retreated. At the Arab stock exchanges level, the Cairo Stock Exchange indicators at the end of 2011 decreased by 49%, Bahrain Bourse 20%, Dubai Financial Market 17%, Kuwait stock exchange 16.4%, Muscat Securities Market 15.7%, Abu Dhabi Securities Exchange 11.7%, and Saudi Stock Exchange 3%.

Trading volume at the ASE in 2011 reached JD 2.9 billion compared to JD 6.7 billion in 2010, a drop of 57.4%. Number of shares traded in 2011 reached 4.1 billion shares, executed through 1.3 million contracts compared to 7 billion shares in 2010 done through 1.9 million contracts, a decrease of 41.7%.

Shares traded turnover, which reflects the number of shares traded to the total number of shares listed, dropped 58.2 % in 2011 compared to 102.2% in 2010.

The Commission is an independent supervisory protective organization, authorized by law. It deserves to raise its level of its immunity

Diagram (12): Weighted Price Index by Market Capitalization, 1998-2011

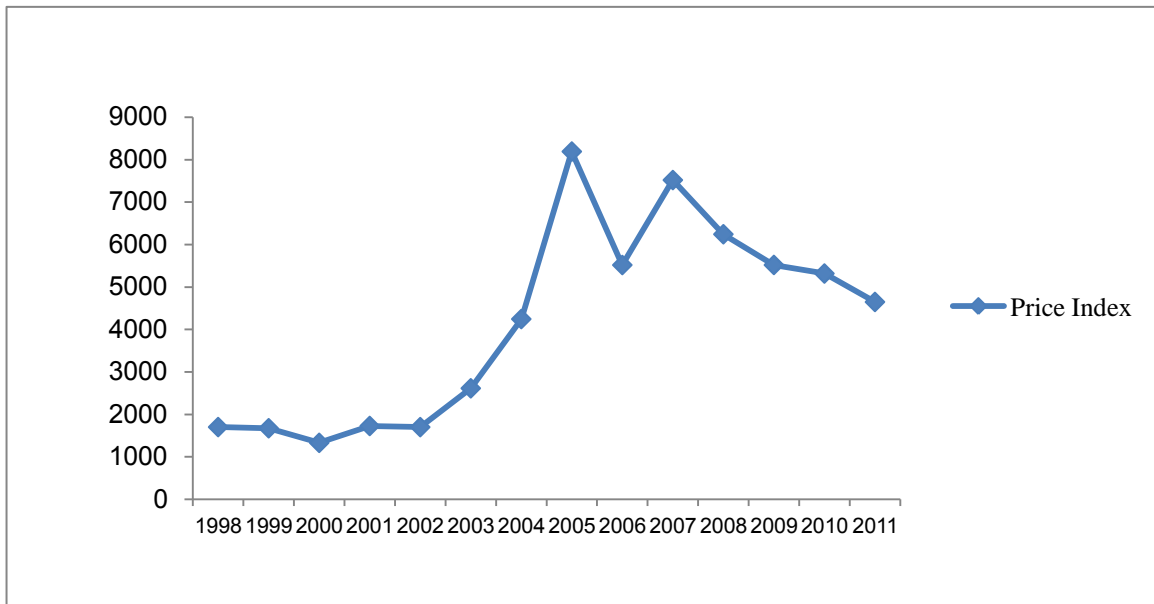
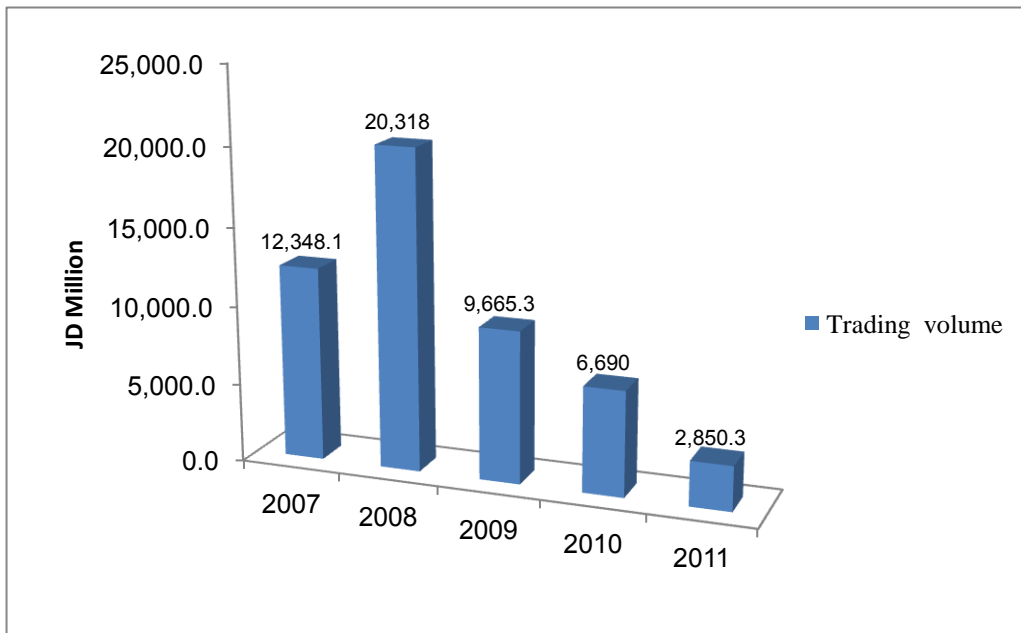


Diagram (13): Trading Volume, 2005-2011



Market capitalization of listed shares at ASE reached JD 19.3 billion in 2011 compared to JD 21.9 billion in 2010, a drop of 11.87%. Market capitalization of shares listed amounted to 102.7% of the GDP. Two new companies were listed on the ASE. Consequently, number of listed companies reached 247.

Diagram (14): Market Capitalization of the ASE, 2007-2011

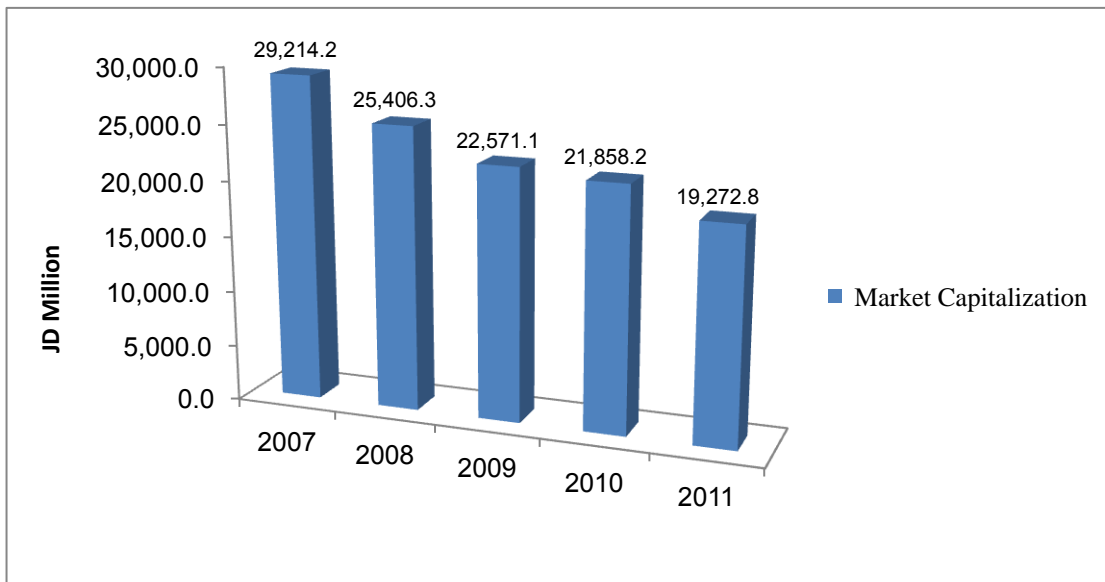
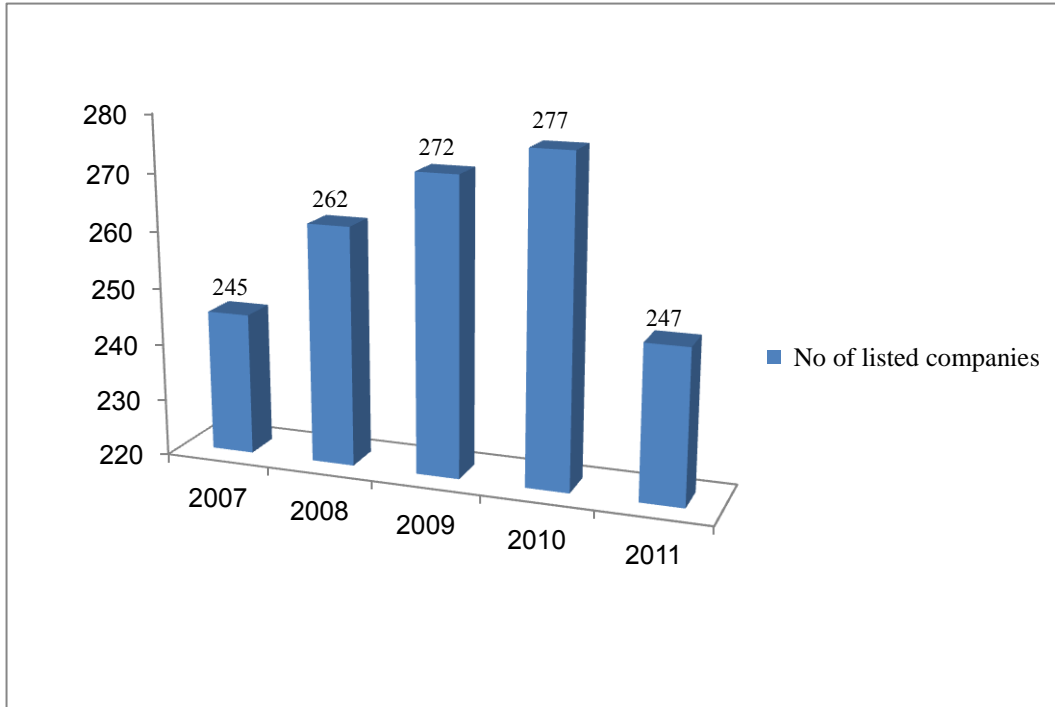


Diagram (15): Number of listed companies on the ASE, 2005-2011



Ownership by non-Jordanians at the ASE increased to 51.3%, compared with 49.6% at the end of 2010. Net investments of non-Jordanians at the ASE reached JD 78.6 million in 2011 compared with JD 14.6 million in 2010.

If you wish to buy and sell securities at the ASE, you should contact a financial broker licensed by the JSC. Read the agreement with your broker before signing it. Make sure that the broker's commission is within the specified limits, and follow up your investments closely and frequently.

B. Securities Depository Centre (SDC):

The Capital Market Institutions Monitoring Department supervises the SDC to ensure that it performs its activities in accordance with the Law and related regulations and to verify that SDC Board members and executive management are executing their duties and authority in accordance with rules and legislations in force. The JSC Board of Commissioners also reviews decisions of the SDC Board on a regular basis.

The SDC prepares a daily update of shareholders' records of public shareholding companies, according to transactions that take place at the ASE, and transfers of securities that take place through the SDC. The Centre also carries out financial settlements among brokers by bank transfers to and from their bank accounts and through the Centre's settlement account in the settlement bank which is the Central Bank of Jordan.

The SDC also carries out the registration of securities issued by public shareholding companies. During 2011, shares of 3 new public shareholding companies were registered, bringing the total shares issued by public shareholding companies registered with the Centre at the end of this year to 7.4 billion shares with a market value of nearly JD 19.7 billion.

At the end of 2011, the number of shareholders depositing in the SDC reached 642,231 shareholders out of a total number of 801,335 shareholders of public shareholding companies, which means that 80.15% of the total number of shareholders own 7.3 billion shares out of 7.7 billion issued

shares; this equals 99.03% of the number of shares issued with a total JD 19.4 billion.

Among the main other tasks of the SDC is to conduct inheritance and family transfers and non-traded securities on the Stock Exchange. In 2011, there were around 14 thousand transfer transactions with a total value of JD 322 million.

The SDC provides direct services to investors by issuing balance sheets and statements of their securities accounts, so the investors beware of all movements that occurred on these securities. The Centre also provides the freezing service through which the investor is able to freeze his shares in the central registry of the Centre, so as to prevent any member of the centre from carrying out any disposal of these securities.

In addition, the SDC publishes on its website the ownerships of members of the boards of public shareholding companies who own 1% or more of the companies' shares, as well as the daily trading of these members.

Financial Statements

JORDAN SECURITIES COMMISSION

**JORDANIAN PUBLIC INSTITUTION ESTABLISHED BY A SPECIAL
LAW**

FINANCIAL STATEMENTS

31 DECEMBER 2011

**INDEPENDENT AUDITORS' REPORT TO
HIS EXCELLENCY THE PRIME MINISTER**

CHAIRMAN AND MEMBERS OF

**JORDAN SECURITIES COMMISSION BOARD
AMMAN - JORDAN**

We have audited the accompanying financial statements of **JORDAN SECURITIES COMMISSION** (Jordanian Public Institution established by a special law), which comprise the statement of financial position as at 31 December 2011 and the statement of revenues and expenses, statement of changes in reserves and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Commission's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Commission as at 31 December 2011 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Amman – Jordan
2 April 2012

JORDAN SECURITIES COMMISSION
JORDANIAN PUBLIC INSTITUTION ESTABLISHED BY A SPECIAL LAW
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011

| | <u>Notes</u> | <u>2011</u> JD | <u>2010</u> JD |
|--|--------------|-------------------|-------------------|
| <u>ASSETS</u> | | | |
| Non-Current Assets - | | | |
| Property and equipment, net | 5 | 4,712,925 | 5,056,125 |
| Employees' housing loans, net | 6 | 369,375 | 427,672 |
| Total Non-Current Assets | | <u>5,082,300</u> | <u>5,483,797</u> |
| Current Assets - | | | |
| Accrued revenues, net | 7 | 120,967 | 53,000 |
| Receivables and other current assets | 8 | 62,383 | 204,078 |
| Due from Amman Stock Exchange and Securities Depository Center | 9 | 44,647 | 32,280 |
| Cash on hand and at banks | 10 | 10,791,460 | 18,277,229 |
| | | <u>11,019,457</u> | <u>18,566,587</u> |
| Total Assets | | <u>16,101,757</u> | <u>24,050,384</u> |
| <u>RESERVES AND LIABILITIES</u> | | | |
| <u>RESERVES</u> | | | |
| | 11 | | |
| General reserve transferred to the Treasury | | - | 6,113,525 |
| Fixed assets reserve | | 6,000,000 | 6,000,000 |
| Reserve for the acquisition of the share of Amman Stock exchange and Securities Depository Center in the existing building | | 4,000,000 | 4,000,000 |
| Amount to be transferred to the Public Treasury | | - | 376,016 |
| Net annual deficit | | (65,685) | - |
| Total Reserves | | <u>9,934,315</u> | <u>16,489,541</u> |
| <u>LIABILITIES</u> | | | |
| Non-Current Liabilities - | | | |
| Amman Stock Exchange advance | 12 | 1,654,100 | 1,654,100 |
| Current Liabilities - | | | |
| Accrued expenses | | 22,231 | 22,154 |
| Provision for end of service indemnity | 13 | 3,392,093 | 4,260,652 |
| Payables and other current liabilities | 14 | 889,918 | 1,407,387 |
| Unearned revenues | | 209,100 | 216,550 |
| | | <u>4,513,342</u> | <u>5,906,743</u> |

The accompanying notes from 1 to 23 form part of these financial statements

| | | |
|---------------------------------------|-------------------|-------------------|
| Total Liabilities | <u>6,167,442</u> | <u>7,560,843</u> |
| Total Reserves and Liabilities | <u>16,101,757</u> | <u>24,050,384</u> |

The accompanying notes from 1 to 23 form part of these financial statements

JORDAN SECURITIES COMMISSION
JORDANIAN PUBLIC INSTITUTION ESTABLISHED BY A SPECIAL LAW
STATEMENT OF REVENUES AND EXPENSES
FOR THE YEAR ENDED 31 DECEMBER 2011

| | <u>Notes</u> | <u>2011</u> | <u>2010</u> |
|--|--------------|------------------|--------------------|
| | | JD | JD |
| <u>REVENUES</u> | | | |
| Trading commissions | | 2,851,226 | 6,691,224 |
| Listing and licensing fees | 15 | 679,709 | 675,412 |
| Registration fees | 16 | 643,138 | 598,359 |
| Interest income, net | 17 | 566,074 | 682,875 |
| Other revenues | 18 | 484,461 | 802,827 |
| Total Revenues | | <u>5,224,608</u> | <u>9,450,697</u> |
| <u>EXPENSES</u> | | | |
| Administrative expenses | 19 | 4,220,635 | 5,284,101 |
| Provision for end of service indemnity | 13 | 564,313 | 328,182 |
| Provision for doubtful accounts | 6,7 | 12,689 | 12,935 |
| Depreciation | 5 | 492,656 | 449,463 |
| Total Expenses | | <u>5,290,293</u> | <u>6,074,681</u> |
| (Excess of expenses over revenues) excess of revenues over expenses for the year | | <u>(65,685)</u> | <u>3,376,016</u> |
| Transferred from the Excess during the year, as an advance to the Public Treasury | | <u>-</u> | <u>(3,000,000)</u> |
| (Net deficit for the year) net amount to be transferred to the Public Treasury | | <u>(65,685)</u> | <u>376,016</u> |

The accompanying notes from 1 to 23 form part of these financial statements

JORDAN SECURITIES COMMISSION
JORDANIAN PUBLIC INSTITUTION ESTABLISHED BY A SPECIAL LAW
STATEMENT OF CHANGES IN RESERVES
FOR THE YEAR ENDED 31 DECEMBER 2011

| | General reserve | Fixed assets reserve | Reserve for the acquisition of the share of Amman Stock Exchange and Securities Depository Center in the existing building | Amount to be transferred to the Public Treasury | Net (deficit) surplus for the year | Total |
|---|--------------------|----------------------------|---|--|--|-------------------|
| | JD | JD | JD | JD | JD | JD |
| For the year ended 31 December 2011- | | | | | | |
| Balance as at 1 January 2011 | 6,113,525 | 6,000,000 | 4,000,000 | 376,016 | - | 16,489,541 |
| Excess of expenses over revenues | - | - | - | - | (65,685) | (65,685) |
| Paid to the Public Treasury | (6,113,525) | - | - | (376,016) | - | (6,489,541) |
| Balance as at 31 December 2011 | <u>-</u> | <u>6,000,000</u> | <u>4,000,000</u> | <u>-</u> | <u>(65,685)</u> | <u>9,934,315</u> |
| For the year ended 31 December 2010- | | | | | | |
| Balance as at 1 January 2010 | 6,113,525 | 6,000,000 | 4,000,000 | 1,662,523 | - | 17,776,048 |
| Excess of revenues over expenses | - | - | - | - | 3,376,016 | 3,376,016 |
| Transferred to the Public Treasury | - | - | - | 3,376,016 | (3,376,016) | - |
| Paid to the Public Treasury | - | - | - | (4,662,523) | - | (4,662,523) |
| Balance as at 31 December 2010 | <u>6,113,525</u> | <u>6,000,000</u> | <u>4,000,000</u> | <u>376,016</u> | <u>-</u> | <u>16,489,541</u> |

The accompanying notes from 1 to 23 form part of these financial statements

JORDAN SECURITIES COMMISSION
JORDANIAN PUBLIC INSTITUTION ESTABLISHED BY A SPECIAL LAW
STATEMENT OF CASH FLOWS

For the Year Ended 31 December 2011

| | <u>Notes</u> | 2011 JD | 2010 JD |
|--|--------------|-------------------|--------------------|
| <u>OPERATING ACTIVITIES</u> | | | |
| (Excess of expenses over revenues) excess of revenues over expenses | | (65,685) | 3,376,016 |
| Adjustments for: | | | |
| Depreciation | 5 | 492,656 | 449,463 |
| Provision for doubtful accounts | 6,7 | 12,689 | 12,935 |
| Provision for end of service indemnity | 13 | 564,313 | 328,182 |
| Loss on sale of property and equipment | | 1,449 | - |
| Working capital changes- | | | |
| Accrued revenues | | (79,180) | (49,891) |
| Receivables and other current assets | | 141,695 | (29,747) |
| Amounts due from Amman Stock Exchange and Securities Depository Center | | (12,367) | 4,253 |
| Payables and other current liabilities and end of service indemnity | | (1,950,341) | 648,299 |
| Accrued expenses | | 77 | (11,664) |
| Unearned revenues | | (7,450) | 10,800 |
| Net cash flows (used in) from operating activities | | <u>(902,144)</u> | <u>4,738,646</u> |
| <u>INVESTING ACTIVITIES</u> | | | |
| Employees' housing loans | | 56,821 | 90,855 |
| Purchase of property and equipment | 5 | (150,905) | (126,673) |
| Net cash flows used in investing activities | | <u>(94,084)</u> | <u>(35,818)</u> |
| <u>FINANCING ACTIVITIES</u> | | | |
| Paid to the Public Treasury | | (376,016) | (4,662,523) |
| Net cash flows used in Financing activities | | <u>(376,016)</u> | <u>(4,662,523)</u> |
| Net (decrease) increase in cash and cash equivalents | | (1,372,244) | 40,305 |
| Cash and cash equivalents at the beginning of the year | | <u>8,163,704</u> | <u>8,123,399</u> |
| Cash and cash equivalents at the end of the year | 10 | <u>6,791,460</u> | <u>8,163,704</u> |

The accompanying notes from 1 to 23 form part of these financial statements

JORDAN SECURITIES COMMISSION

JORDANIAN PUBLIC INSTITUTION ESTABLISHED BY A SPECIAL LAW

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2011

(1) GENERAL

Jordan Securities Commission was established with legal, administrative and financial independence in accordance with the Financial Securities Temporary Law No. (23) of 1997, which was issued on 15 May 1997. This Commission is considered the legal and factual heir to Amman Financial Market (AFM) and accordingly all its rights, obligations, assets and records were transferred to the Commission.

During 2002, the Temporary Law No (23) of 1997 was cancelled and replaced by the Financial Securities Law No. (76) of 2002 dated 31 December 2002.

The Financial Securities Law was implemented over a period of two years through the Council of Ministers resolutions as recommended by the Jordan Securities Commission's Board, except for transmittal clauses which became applicable immediately. Accordingly, three new bodies were formed, the Jordan Securities Commission, Amman Stock Exchange and the Securities Depository Center which all became legally, administratively and financially independent.

The main objectives of the Commission are to promote and encourage investment in the financial securities through administering and supervising the securities issues and the dealings in securities.

The financial statements were authorized for issue by the Commission's Board on 2 April 2012.

(2) BASIS OF PREPARATION

The financial statements are prepared under the historical cost convention.

The accompanying financial statements have been prepared on accordance with International Financial Reporting Standards (IFRS).

The financial statements have been presented in Jordanian Dinars "JD" which is the functional currency of the Commission.

(3) USE OF ESTIMATES

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of financial assets and liabilities and disclosure of contingent liabilities. These estimates and assumptions also affect the revenues and expenses and the resultant provisions. In particular, considerable judgment by management

is required in the estimation of the amount and timing of future cash flows when determining the level of provisions required. 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 changes in such provisions.

(4) SIGNIFICANT ACCOUNTING POLICES

The Commission's accounting policies are consistent with those used in the previous year.

The significant accounting policies are as follows:

- Property and equipment -

Property and equipment are recorded at cost, less accumulated depreciation.

An item of property and equipment is derecognized upon disposal. Any gain or loss arising on derecognition of the asset is included in the statement of revenues and expenses when the asset is derecognized.

Depreciation is calculated on a straight line basis over the estimated useful lives of the assets (except for lands). The depreciation rates range between 4% - 33%.

The carrying values of property and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying value exceeds the estimated recoverable amount, the assets are written down to their recoverable amounts.

The assets' useful lives and methods of depreciation are reviewed at each financial year and adjusted prospectively, if appropriate.

- Housing loans-

Housing loans are recorded at amortized cost using the effective interest rate.

The impairment loss is recorded in the statement of revenues and expenses.

- Provision for end of service indemnity -

Provision for end of service indemnity of the Commission's employees is computed in accordance with the Commission employees' regulations No. (26) of 2006 up to 31 December 2011. These regulations were terminated effective 1 January 2012.

- Payables and accruals -

Liabilities are recognized for amounts to be paid in the future for goods or services received whether claimed by the supplier or not.

- **Cash and cash equivalents -**

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash on hand, bank balances, and short-term deposits with an original maturity of three months or less.-

- **Revenue recognition**

Trading commission is recognized daily at the close of the daily session after receiving the trading contracts. The Council of Ministers and the Commission Board have approved certain percentages based on which the commissions are divided among Jordan Securities Commission, Amman Stock Exchange and Securities Depository Center.

Annual subscriptions, listings and licensing fees are recognized as earned on the accrual basis.

Registration fees are recognized once registration at the Commission is finalized.

Other revenues are recognized on an accrual basis.

(5) PROPERTY AND EQUIPMENT, NET

| | <u>Land *</u> | <u>Building*</u> | <u>Electronic equipment</u> | <u>Furniture & fixtures</u> | <u>Office equipment</u> | <u>Motor vehicles</u> | <u>Safe boxes</u> | <u>Total</u> |
|----------------------------------|------------------|------------------|---------------------------------|-------------------------------------|-----------------------------|---------------------------|-----------------------|------------------|
| | JD | JD | JD | JD | JD | JD | JD | JD |
| 2011- Cost- | | | | | | | | |
| At 1 January 2011 | 2,646,944 | 2,879,757 | 1,319,166 | 192,553 | 117,292 | 469,567 | 3,855 | 7,629,134 |
| Additions | - | - | 146,537 | 730 | 3,638 | - | - | 150,905 |
| Disposals | - | - | (122,019) | (9,035) | (13,067) | - | - | (144,121) |
| At 31 December 2011 | <u>2,646,944</u> | <u>2,879,757</u> | <u>1,343,684</u> | <u>184,248</u> | <u>107,863</u> | <u>469,567</u> | <u>3,855</u> | <u>7,635,918</u> |
| Accumulated Depreciation- | | | | | | | | |
| At 1 January 2011 | - | 1,074,771 | 944,383 | 149,620 | 61,543 | 339,270 | 3,422 | 2,573,009 |
| Depreciation for the year | - | 115,192 | 331,456 | 9,663 | 9,762 | 26,452 | 131 | 492,656 |
| Disposals | - | - | (121,996) | (8,960) | (11,716) | - | - | (142,672) |
| At 31 December 2011 | <u>-</u> | <u>1,189,963</u> | <u>1,153,843</u> | <u>150,323</u> | <u>59,589</u> | <u>365,722</u> | <u>3,553</u> | <u>2,922,993</u> |
| Net book value | | | | | | | | |
| At 31 December 2011 | <u>2,646,944</u> | <u>1,689,794</u> | <u>189,841</u> | <u>33,925</u> | <u>48,274</u> | <u>103,845</u> | <u>302</u> | <u>4,712,925</u> |
| 2010- Cost- | | | | | | | | |
| At 1 January 2010 | 2,646,944 | 2,875,326 | 1,202,987 | 189,452 | 114,330 | 469,567 | 3,855 | 7,502,461 |
| Additions | - | 4,431 | 116,179 | 3,101 | 2,962 | - | - | 126,673 |
| At 31 December 2010 | <u>2,646,944</u> | <u>2,879,757</u> | <u>1,319,166</u> | <u>192,553</u> | <u>117,292</u> | <u>469,567</u> | <u>3,855</u> | <u>7,629,134</u> |

| | | | | | | | | |
|----------------------------------|------------------|------------------|----------------|----------------|---------------|----------------|--------------|------------------|
| Accumulated Depreciation- | | | | | | | | |
| At 1 January 2010 | - | 959,679 | 658,324 | 137,765 | 51,671 | 312,816 | 3,291 | 2,123,546 |
| Depreciation for the year | <u>-</u> | <u>115,092</u> | <u>286,059</u> | <u>11,855</u> | <u>9,872</u> | <u>26,454</u> | <u>131</u> | <u>449,463</u> |
| At 31 December 2010 | <u>-</u> | <u>1,074,771</u> | <u>944,383</u> | <u>149,620</u> | <u>61,543</u> | <u>339,270</u> | <u>3,422</u> | <u>2,573,009</u> |
| Net book value | | | | | | | | |
| At 31 December 2010 | <u>2,646,944</u> | <u>1,804,986</u> | <u>374,783</u> | <u>42,933</u> | <u>55,749</u> | <u>130,297</u> | <u>433</u> | <u>5,056,125</u> |

* During 2001, the Jordan Securities Commission Board decided to allocate the ownership of the new building among the occupants using the following rates:

| | <u>Percentage</u> |
|------------------------------|-------------------|
| Jordan Securities Commission | 47% |
| Amman Stock Exchange | 28% |
| Securities Depository Center | 25% |

Accordingly, the share of Amman Stock Exchange and Securities Depository Center in the building and land were transferred in accordance to the above percentages. As of the date of the financial statements the land and building are still registered in the name of Jordan Securities Commission and what is presented in the financial statements is limited to the Commission's share of the cost of the land and building.

The land which is registered in the name of Jordan Securities Commission (amounting to JD 2,646,944) is divided as follows:

- The Commission's building land (Commission share only) in a total amount of JD 287,483.
- The Jordanian National Financial Center project land in a total amount of JD 2,359,461.

The cost of the Jordanian National Financial Center project's land amounted to JD 2,359,461, and was financed by the Commission for an amount of JD 705,361 and Amman Stock Exchange for an amount of JD 1,654,100.

Furthermore, the Jordanian National Financial Center project's books which are kept by Amman Stock Exchange indicate that the total cost of the payments on the projects under progress as of 31 December 2011 is JD 24,958,339. These projects were financed by both Amman Stock Exchange and Securities Depository Center.

(6) EMPLOYEES' HOUSING LOANS, NET

The movement on this item is as follows:

| | <u>2011</u> | <u>2010</u> |
|---------------------------|---------------|---------------|
| | JD | JD |
| Loans granted | 569,921 | 631,578 |
| Interest on granted loans | 493,072 | 489,085 |
| Loans repaid | (479,976) | (467,534) |
| Interest on repayments | (185,386) | (199,098) |
| Accrued installments | <u>26,038</u> | <u>26,459</u> |

| | | |
|---------------------------------------|----------------|----------------|
| | 423,669 | 480,490 |
| Less: Allowance for doubtful accounts | (54,294) | (52,818) |
| | <u>369,375</u> | <u>427,672</u> |

A credit interest on the housing loans granted to the employees is calculated at 5% annually, and a debit interest is calculated on the paid installments at 5% annually. The difference between the credit and debit interest is considered a part of the granted loans.

In accordance with Amman Financial Market (AFM) regulations, housing loans are granted against mortgage on the property with an amount not less than the loan balance in addition to an insurance policy covering fire, earthquakes and erosion risks on such property during the loan period.

Movements on the allowance for doubtful accounts were as follows:

| | <u>2011</u> JD | <u>2010</u> JD |
|------------------------|-------------------|-------------------|
| At 1 January | 52,818 | 51,341 |
| Provision for the year | <u>1,476</u> | <u>1,477</u> |
| At 31 December | <u>54,294</u> | <u>52,818</u> |

(7) ACCRUED REVENUES, NET

| | <u>2011</u> JD | <u>2010</u> JD |
|---------------------------------------|-------------------|-------------------|
| Listing fees | 127,374 | 103,484 |
| Registration fees | 95,150 | 52,460 |
| Accrued licensing fees | 500 | 500 |
| Information service revenue | 19,946 | 19,946 |
| Accrued interest revenue | 22,154 | 37,354 |
| Others | <u>873</u> | <u>873</u> |
| | 265,997 | 214,617 |
| Less: Allowance for doubtful accounts | (145,030) | (161,617) |
| | <u>120,967</u> | <u>53,000</u> |

The movement on the allowance for doubtful accounts was as follows:

| | <u>2011</u> JD | <u>2010</u> JD |
|-------------------------|-------------------|-------------------|
| At 1 January | 161,617 | 150,159 |
| Provision for the year | 11,213 | 11,458 |
| Transferred to revenues | (27,800) | - |
| At 31 December | <u>145,030</u> | <u>161,617</u> |

(8) RECEIVABLES AND OTHER CURRENT ASSETS

| | <u>2011</u> JD | <u>2010</u> JD |
|--|-------------------|-------------------|
| Accounts receivable | 7,527 | 3,666 |
| Refundable deposits | 4,686 | 4,686 |
| Prepaid expenses | 8,097 | 11,502 |
| Accrued installments on housing loans | 26,038 | 26,459 |
| Advance payments for the purchase of property and equipment | 14,373 | 149,264 |
| Others | <u>1,662</u> | <u>8,501</u> |
| | <u>62,383</u> | <u>204,078</u> |

(9) DUE FROM AMMAN STOCK EXCHANGE AND SECURITIES DEPOSITORY CENTER

| | <u>2011</u> JD | <u>2010</u> JD |
|------------------------------|-------------------|-------------------|
| Amman Stock Exchange | 22,838 | 15,513 |
| Securities Depository Center | <u>21,809</u> | <u>16,767</u> |
| | <u>44,647</u> | <u>32,280</u> |

(10) CASH ON HAND AND AT BANKS

Cash on hand and at banks include an amount covering the general reserve and the reserve for the acquisition of the share of Amman Stock Exchange and Securities Depository Center in the existing building.

Included in cash at banks are bank deposits maturing within a period not exceeding one month with annual interest rates between 3.5% and 3.75% on JD deposits.

For the purpose of the statement of cash flows, cash and cash equivalents include the following:

| | <u>2011</u> JD | <u>2010</u> JD |
|--|--------------------|--------------------|
| Cash at Banks | 10,791,460 | 18,277,229 |
| Less: General Reserve | - | (6,113,525) |
| Less: Reserve for the acquisition of the share of Amman Stock Exchange and Securities Depository Center in the existing building | <u>(4,000,000)</u> | <u>(4,000,000)</u> |
| | <u>6,791,460</u> | <u>8,163,704</u> |

(11) RESERVES

The reserves were established in accordance with article (29) of Securities Temporary Law No. (76) of 2002.

- The reserve for the acquisition of the share of Amman Stock Exchange and Securities Depository Center in the existing building was established in accordance with the Commission's decision to use the reserve to buy both Amman Stock Exchange and Securities Depository Center shares in the existing building based on the Commission's intention to re-acquire the entire existing building.
- Note B of article (29) of the Securities Temporary Law No. (76) of 2002 states that the commission shall maintain a general reserve equivalent to the overall expenditures in its annual financial statements. Any remaining amount shall be paid to the Public Treasury of the Hashemite Kingdom of Jordan. The reserve balance was fully transferred to the Public Treasury upon the request of the Ministry of Finance. The Commission did not keep a general reserve in accordance with the Securities Law no. (76) of 2002.

(12) AMMAN STOCK EXCHANGE ADVANCE

This amount represents an advance received from Amman Stock Exchange during 2004 in order to purchase a land to build the Jordanian National Financial Center. This land is still registered in the name of the Commission.

(13) PROVISION FOR END OF SERVICE INDEMNITY

Movements on the provision for end of service indemnity are as follows:

| | <u>2011</u> | <u>2010</u> |
|--------------------------|--------------------|------------------|
| | JD | JD |
| At 1 January | 4,260,652 | 4,002,420 |
| Provision for the year* | 564,313 | 328,182 |
| Payments during the year | <u>(1,432,872)</u> | <u>(69,950)</u> |
| At 31 December | <u>3,392,093</u> | <u>4,260,652</u> |

- * During 2011, an amendment to the Civil Service Regulation No. (30) of 2007 and its amendments was published in the official gazette. According to that amendment, the Commission's employees became subject to that regulation starting from 1 January 2012. This regulation stipulates paying the end of service indemnity for the Commission's employees who are eligible for it in accordance with their departments' regulations before this regulation became effective. The indemnity is calculated up to 31 December 2011 in accordance with the department related regulations and the regulations issued by the Civil Service Board for this purpose.

(14) PAYABLES AND OTHER CURRENT LIABILITIES

| | <u>2011</u> JD | <u>2010</u> JD |
|---------------------|-------------------|-------------------|
| Suppliers' deposits | 14,373 | 149,264 |
| Other deposits* | 870,009 | 1,072,154 |
| Deferred revenues | 5,500 | 185,917 |
| Others | <u>36</u> | <u>52</u> |
| | <u>889,918</u> | <u>1,407,387</u> |

* This amount includes proceeds from two letters of guarantee amounted to JD 735,629 and JD 113,313 for the benefit of the creditors of Stock House Company and Al-Reda Company. These guarantees were liquidated in accordance with Jordan Securities Commission's Board resolution No. (266/2010) and (192/2010) respectively.

(15) LISTING AND LICENSING FEES

| | <u>2011</u> JD | <u>2010</u> JD |
|----------------|-------------------|-------------------|
| Listing fees | 461,759 | 455,662 |
| Licensing fees | <u>217,950</u> | <u>219,750</u> |
| | <u>679,709</u> | <u>675,412</u> |

The listing fees in accordance with Jordan Securities Commission Fees Regulation No. (24) of 1999, are JD 0.0002 on shares and bonds issued by public shareholding companies, provided that the fee charged shall not exceed JD 2,000. Issuances made by the government or its institutions and municipalities, are subject to a fixed charge of JD 250 for each issuance.

(16) REGISTRATION FEES

The registration fees in accordance with Jordan Securities Commission Fees Regulation No. (24) of 1999, are JD 0.003 on equity shares and JD 0.0002 on corporate bonds' par value registered with a ceiling of JD 50,000 and JD 3,000 for shares and corporate bonds, respectively.

(17) INTEREST INCOME, NET

| | <u>2011</u> JD | <u>2010</u> JD |
|--------------------------------------|-------------------|-------------------|
| Interest on bank deposits | 556,501 | 686,420 |
| Interest on employees' housing loans | <u>9,573</u> | <u>(3,545)</u> |
| | <u>566,074</u> | <u>682,875</u> |

(18) OTHER REVENUES

| | <u>2011</u> | <u>2010</u> |
|------------------|----------------|----------------|
| | JD | JD |
| Courses revenues | - | 46,295 |
| Penalties | 302,777 | 525,656 |
| Donations | 180,416 | 180,416 |
| Miscellaneous | <u>1,268</u> | <u>50,460</u> |
| | <u>484,461</u> | <u>802,827</u> |

(19) ADMINISTRATIVE EXPENSES

The details of this item is as follows:

| | <u>2011</u> | <u>2010</u> |
|---|------------------|------------------|
| | JD | JD |
| Salaries, wages and bonuses | 2,260,912 | 2,428,912 |
| Contributions to saving fund | 216,513 | 221,440 |
| Contributions to social security | 213,602 | 233,322 |
| Contributions to housing fund | 500,000 | 1,300,000 |
| Contributions to His Majesty's Fund | 250,000 | 250,000 |
| Medical expenses | 210,000 | 180,000 |
| Uniforms | 5,133 | 8,909 |
| Insurance | 45,523 | 44,768 |
| Courses, training and per diem allowances | 35,409 | 101,000 |
| Stationary and printings | 15,319 | 28,100 |
| Cleaning and security | 43,637 | 43,932 |
| Maintenance | 50,564 | 109,084 |
| Electricity, telecommunications, fuel and water | 136,638 | 135,349 |
| Hospitality | 5,636 | 7,458 |
| Advertising | 335 | 2,607 |
| Social activity committee support | - | 25,000 |
| Books, newspapers and subscriptions | 23,701 | 29,077 |
| Experts and consultants fees* | 64,595 | 72,595 |
| Professional fees | 8,500 | 8,500 |
| Training program fees | 1,556 | 26,510 |
| Loss on sale of property and equipment | 1,449 | - |
| Computer software expenses** | 122,950 | 16,982 |
| Other (Miscellaneous) | <u>8,663</u> | <u>10,556</u> |
| | <u>4,220,635</u> | <u>5,284,101</u> |

* This amount represents consultants fees including the legal counsel and financial advisor for the Commission.

** This item includes the fees for connecting to the governmental network and the maintenance of the dealing control system (ARAMIS).

(20) LITIGATION

The Commission and others are defendants with others in a number of lawsuits raised in the normal course of business amounting to JD 3,679,200. In the opinion of the Commission's management based on its legal counsel opinion, the Commission is in a good position and there is no need for provisions against those lawsuits.

(21) RELATED PARTY TRANSACTIONS

The remuneration of members of key management is as follows:

| | <u>2011</u> | <u>2010</u> |
|----------------------|----------------|----------------|
| | JD | JD |
| Salaries and Bonuses | <u>240,865</u> | <u>237,078</u> |

(22) FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments consist of financial assets and financial liabilities.

Financial assets consist of cash on hand and at banks, receivables, housing loans and some other current assets. Financial liabilities consist of Amman Stock Exchange advance and some other current liabilities.

The fair values of financial instruments are not materially different from their carrying values.

(23) RISK MANAGEMENT

a- Interest rate risk

Interest rate risk is the risk that results from the fluctuation in the fair value or the future cash flows of the financial instruments due to the changes in the interest prices.

The Commission is exposed to interest rate risk on its interest bearing assets and liabilities, such as bank deposits.

The following table demonstrates the sensitivity to a reasonably possible change in rates with all other variables held constant, of the Commission's excess of revenues over expenses.

The excess of revenues over expenses is affected through the impact on floating rate deposits as follows:

31 December 2011-

| Currency | <u>Increase in basis (points)</u> | <u>Effect on excess of expenses over revenues</u> |
|-----------------|--|--|
| JD | 50 | (54,247) |

31 December 2010-

| Currency | <u>Increase in (points)</u> | <u>Effect on excess of revenues over expenses</u> |
|------------------|------------------------------------|--|
| JD | 50 | 91,120 |
| US Dollar | 50 | 281 |

In case there is a negative change in interest rate, the impact will be equal to the above changes but with opposite sign.

b- Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.

The Commission is not exposed to high credit exposure since most of the companies pay their due fees in cash. The Commission seeks to limit its credit risk with respect to banks by only dealing with reputable banks.

c- Currency risk

Most of Commission's transactions are in Jordanian Dinars and US Dollars. The Jordanian Dinar is fixed to the US Dollar (1.41 US Dollar/JD 1).

d- Liquidity risk

Liquidity risk is the risk that the Commission will encounter difficulty in raising funds to meet commitments on due dates.

To avoid these risks, the Commission manages its assets and liabilities to meet commitments and maintain adequate cash balances.

The following table summarizes the maturity profile of the Commission's liabilities based on contractual undiscounted payments:

| | <u>More than 3 years</u> |
|-------------------------------------|---------------------------------|
| 2011- | <u>JD</u> |
| Amman Stock Exchange advance | <u>1,654,100</u> |
| 2010- | |
| Amman Stock Exchange advance | <u>1,654,100</u> |

Annexes

Annex (1) Issuances

Annex (2) Tables contain the names of parties that violated the provisions of Securities Law No. 76 for the year 2002 and related regulations and decisions issued pursuant thereto, and measures taken against violators

Annex No. (1) Issuances

Table (1)

Primary issues of existing public shareholding companies that raised their capital through private subscription, capitalization of debts, and mergers through 2011

| No | Company | No. of shares offered | Method of covering additional shares | Issuing price (JD) | No. of shares covered | Value of shares covered (JD) | Date of JSC approval |
|-------|---|-----------------------|--|--------------------|-----------------------|------------------------------|----------------------|
| 1. | Bank of Jordan | 10,000,000 | Allocation to strategic investor | 2.64 | 10,000,000 | 26,400,000 | 9/2/2011 |
| 2. | Jordan Poultry Processing and Marketing Company | 12,440,000 | - Public offer to company's shareholders | 0.60 | 12,440,000 | 7,464,000 | 15/3/2011 |
| 3. | Jordan Press Foundation | 2,500,000 | -Public offer to company's shareholders | 6.00 | 2,350,464 | 14,102,784 | 19/7/2011 |
| | | 149,536 | -Sale through the market | 6.00 | 149,536 | 897,216 | 19/7/2011 |
| 4. | Jordan Clothing | 700,000 | -Public offer to company's shareholders | 1.00 | 499,731 | 499,731 | 16/8/2011 |
| 5. | Al-Tajamouat for Touristic Projects | 25,000,000 | Allocation to strategic investor | 0.72 | 25,000,000 | 18,000,000 | 2/11/2011 |
| 6. | Invest Bank | 14,750,000 | Public offer to company's shareholders | 1.00 | 14,116,574 | 14,116,574 | 22/11/2011 |
| Total | | 65,539,536 | | | 64,556,305 | 81,480,305 | |

| Table (2) | | | | | |
|---|--------------------------------------|--------------------|-----------------------|------------------------------|----------------------|
| Shares issued in previous years and covered in 2011 | | | | | |
| No | Company | Issuing price (JD) | No. of shares covered | Value of shares covered (JD) | Date of JSC approval |
| 1. | Winter Valley Tourism Investment Co. | 0.75 | 263,731 | 197,798 | 12/10/2011 |
| Total | | | | 263,731 | 197,798 |

| Table (3) | | | | | | | | | |
|--|-------------------------|-------------------------|-------------------------------------|-----------------------|------------------------------|-----------------------|------------------------------|---|----------------------|
| Primary market issues by companies resulting from changing their legal status to public shareholding companies | | | | | | | | | |
| No | Company | Authorized Capital (JD) | Capital subscribed by founders (JD) | No. of shares offered | Value of shares offered (JD) | No. of shares covered | Value of shares covered (JD) | Value of capital subscribed after offering (JD) | Date of JSC approval |
| 1. | Northern Cement Company | 55,000,000 | 50,000,000 | 5,000,000 | 5,000,000 | 5,000,000 | 5,000,000 | 55,000,000.00 | 23/3/2011 |
| total | | 55,000,000 | 50,000,000 | 5,000,000 | 5,000,000 | 5,000,000 | 5,000,000 | 55,000,000.00 | |

| Table (4) | | | | | |
|---|-------------------------------------|-------------------------|-----------------------------|----------------------|-----------------------------|
| Companies that raised their capital through capitalization of voluntary reserves, retained earnings, or issue premium | | | | | |
| No | Company | Number of shares issued | Value of shares issued (JD) | Date of JSC Approval | Date of Shareholder's Right |
| 1. | Al-Tajamouat for touristic projects | 4,000,000 | 4,000,000 | 15/3/2011 | 29/3/2011 |
| 2. | Jordan Bank | 45,100,000 | 45,100,000 | 23/3/2011 | 6/4/2011 |
| 3. | Al-Zarqa Educational and Investment | 3,000,000 | 3,000,000 | 5/4/2011 | 19/4/2011 |
| 4. | Arab Orient Insurance | 2,500,000 | 2,500,000 | 4/5/2011 | 18/5/2011 |
| 5. | Jordanian Duty Free Shops | 2,500,000 | 2,500,000 | 4/5/2011 | 18/5/2011 |
| 6. | Jordan National Bank | 16,500,000 | 16,500,000 | 23/5/2011 | 6/6/2011 |
| 7. | Jordan Commercial Bank | 2,410,773 | 2,410,773 | 18/7/2011 | 1/8/2011 |
| 8. | Middle East Insurance | 1,000,000 | 1,000,000 | 18/7/2011 | 1/8/2011 |
| 9. | Jordanian Management and Consulting | 140,000 | 140,000 | 18/7/2011 | 1/8/2011 |
| 10. | Jordan Dubai Islamic Bank | 14,000,000 | 14,000,000 | 19/7/2011 | 2/8/2011 |
| 11. | Arab Banking | 9,600,000 | 9,600,000 | 2/8/2011 | 16/8/2011 |

| | | | | | |
|-----|--|-------------|-------------|------------|------------|
| | Corporation (Jordan) | | | | |
| 12. | Invest Bank | 7,750,000 | 7,750,000 | 16/8/2011 | 30/8/2011 |
| 13. | Arab Union International Insurance | 2,000,000 | 2,000,000 | 16/8/2011 | 30/8/2011 |
| 14. | Al-Tahdith for Real Estate Investments | 300,000 | 300,000 | 16/8/2011 | 30/8/2011 |
| 15. | Dar Al-Dawa Development and Investment | 3,000,000 | 3,000,000 | 16/8/2011 | 16/8/2011 |
| 16. | Jordan Wood Industries | 500,000 | 500,000 | 16/8/2011 | 16/8/2011 |
| 17. | Societe General de Banque -Jordanie | 9,544,170 | 9,544,170 | 23/8/2011 | 23/8/2011 |
| 18. | Siniora Food Industries | 3,100,417 | 3,100,417 | 28/9/2011 | 28/9/2011 |
| 19. | Shira Real States Developments and Investments | 3,300,000 | 3,300,000 | 23/10/2011 | 23/10/2011 |
| | Total | 130,245,360 | 130,245,360 | | 23/10/2011 |

| Table (5) | | | | | | | |
|-------------------------------------|------------------------------|------------------|-------------------------------|--------------------------------------|------------------|------------------|-------------------------|
| Companies that issued bonds in 2011 | | | | | | | |
| No | Company | Issuance Date | Number of bonds covered | Value of bonds covered (JD) | Maturity date | Interest Rate | Date of JSC Approval |
| 1. | Jordan Mortgage Refinance | 24/2/2011 | 8000 | 8,000,000 | 23/2/2012 | 3.50% | 2/10/2009 + 7/9/2010 |
| 2. | Jordan Mortgage Refinance | 1/3/2011 | 5000 | 5,000,000 | 1/3/2012 | 3.25% | 7/9/2010 |
| 3. | Jordan Mortgage Refinance | 28/4/2011 | 6000 | 6,000,000 | 29/4/2012 | 4.36% | 7/9/2010 |
| 4. | Jordan Mortgage Refinance | 8/5/2011 | 5000 | 5,000,000 | 8/5/2012 | 4.70% | 7/9/2010 |
| 5. | Jordan Mortgage Refinance | 19/5/2011 | 5000 | 5,000,000 | 20/5/2012 | 4.90% | 7/9/2010 |
| 6. | Jordan Mortgage Refinance | 6/7/2011 | 4000 | 4,000,000 | 5/7/2012 | 4.83% | 7/9/2010 |
| 7. | Jordan Mortgage Refinance | 19/10/2011 | 5000 | 5,000,000 | 18/10/2012 | 4.11% | 7/9/2010 |
| | Total | | 38,000 | 38,000,000 | | | |

| Table (7) | | | | | | | |
|--|---|-----------------|--------------------|---------------|---------------|---------------|----------------------|
| Securities registered with the JSC, issued or guaranteed by the government through the central bank of Jordan - 2011 | | | | | | | |
| No | Issuer | Issuance Number | Nominal Value (JD) | Issuance date | Maturity date | Interest Rate | Date of JSC Approval |
| 1. | Treasury Bills | 34/2010 | 100,000,000 | 23/12/2010 | 23/6/2011 | 2.28% | 5/1/2011 |
| 2. | Treasury Bills | 35/2010 | 50,000,000 | 27/12/2010 | 27/6/2011 | 2.28% | 5/1/2011 |
| 3. | Treasury Bonds | 55/2010 | 50,000,000 | 16/12/2010 | 16/12/2013 | 4.39% | 5/1/2011 |
| 4. | Treasury Bonds | 56/2010 | 76,600,000 | 20/12/2010 | 20/12/2013 | 4.39% | 5/1/2011 |
| 5. | Water Authority Bonds | 49 | 44,480,000 | 22/12/2010 | 22/12/2013 | 4.55% | 5/1/2011 |
| 6. | Water Authority Bonds | 50 | 45,000,000 | 26/12/2010 | 26/12/2013 | 4.40% | 5/1/2011 |
| 7. | Treasury Bonds | 1/2011 | 24,000,000 | 11/1/2011 | 11/1/2014 | 4.36% | 2/2/2011 |
| 8. | Treasury Bonds | 2/2011 | 21,000,000 | 16/1/2011 | 16/1/2014 | 4.37% | 2/2/2011 |
| 9. | Treasury Bonds | 3/2011 | 31,000,000 | 20/1/2011 | 20/1/2014 | 4.36% | 2/2/2011 |
| 10. | Treasury Bills | 1/2011 | 50,000,000 | 31/1/2011 | 31/7/2011 | 2.21% | 17/2/2011 |
| 11. | Treasury Bills | 4/2011 | 39,000,000 | 25/1/2011 | 25/1/2014 | 4.35% | 17/2/2011 |
| 12. | Treasury Bills | 2/2011 | 40,000,000 | 10/2/2011 | 10/2/2012 | 2.88% | 1/3/2011 |
| 13. | Treasury Bills | 5/2011 | 42,100,000 | 3/2/2011 | 3/2/2014 | 4.35% | 1/3/2011 |
| 14. | Treasury Bills | 6/2011 | 50,000,000 | 8/2/2011 | 8/2/2013 | 3.94% | 1/3/2011 |
| 15. | Treasury Bills | 3/2011 | 50,000,000 | 17/2/2011 | 17/8/2011 | 2.26% | 15/3/2011 |
| 16. | Treasury Bills | 8/2011 | 75,000,000 | 20/2/2011 | 20/2/2013 | 4.21% | 15/3/2011 |
| 17. | Treasury Bills | 9/2011 | 50,000,000 | 27/2/2011 | 27/2/2013 | 4.53% | 15/3/2011 |
| 18. | Treasury Bonds | 4/2011 | 100,000,000 | 23/2/2011 | 23/8/2011 | 2.46% | 15/3/2011 |
| 19. | Treasury Bonds | 5/2011 | 100,000,000 | 28/2/2011 | 28/2/2012 | 3.47% | 15/3/2011 |
| 20. | National Electric Power Bonds | 4 | 50,000,000 | 22/2/2011 | 22/2/2014 | 5.09% | 15/3/2011 |
| 21. | Treasury Bills | 11/2011 | 72,500,000 | 8/3/2011 | 8/3/2013 | 4.69% | 23/3/2011 |
| 22. | Treasury Bonds | 6/2011 | 75,000,000 | 7/3/2011 | 7/9/2011 | 2.76% | 23/3/2011 |
| 23. | Treasury Bonds | 7/2011 | 35,000,000 | 10/3/2011 | 10/3/2012 | 3.70% | 23/3/2011 |
| 24. | Housing and Urban Development Corporation Bills | 5 | 15,000,000 | 16/3/2011 | 16/3/2012 | 3.81% | 5/4/2011 |
| 25. | National Electric Power Bonds | 5 | 50,000,000 | 13/3/2011 | 13/3/2013 | 4.86% | 5/4/2011 |
| 26. | Treasury Bonds | 8/2011 | 75,000,000 | 17/3/2011 | 17/3/2012 | 3.87% | 5/4/2011 |
| 27. | Treasury Bonds | 9/2011 | 65,500,000 | 21/3/2011 | 21/9/2011 | 2.81% | 5/4/2011 |
| 28. | Treasury Bills | 13/2011 | 69,500,000 | 23/3/2011 | 23/3/2013 | 4.96% | 5/4/2011 |
| 29. | Treasury Bonds | 10/2011 | 43,000,000 | 29/3/2011 | 29/9/2011 | 2.97% | 4/5/2011 |
| 30. | Treasury Bonds | 11/2011 | 37,000,000 | 31/3/2011 | 31/3/2012 | 3.89% | 4/5/2011 |
| 31. | Treasury Bonds | 12/2011 | 67,500,000 | 5/4/2011 | 5/10/2011 | 3.03% | 4/5/2011 |
| 32. | Treasury Bonds | 13/2011 | 56,000,000 | 18/4/2011 | 18/4/2012 | 4.00% | 4/5/2011 |
| 33. | Treasury Bills | 14/2011 | 21,000,000 | 27/3/2011 | 27/3/2014 | 5.33% | 4/5/2011 |
| 34. | Treasury Bills | 15/2011 | 75,000,000 | 12/4/2011 | 12/4/2013 | 5.11% | 4/5/2011 |
| 35. | Treasury Bills | 16/2011 | 40,100,000 | 21/4/2011 | 21/10/2012 | 4.61% | 10/5/2011 |
| 36. | Treasury Bills | 17/2011 | 50,000,000 | 26/4/2011 | 26/10/2012 | 4.73% | 10/5/2011 |
| 37. | Housing and Urban Development Corporation Bills | 6 | 15,000,000 | 28/4/2011 | 28/4/2012 | 4.18% | 10/5/2011 |
| 38. | Treasury Bonds | 14/2011 | 14,000,000 | 5/5/2011 | 5/5/2012 | 4.15% | 23/5/2011 |
| 39. | Treasury Bonds | 15/2011 | 50,000,000 | 13/5/2011 | 14/12/2011 | 3.21% | 18/7/2011 |
| 40. | Treasury Bills | 16/2011 | 50,000,000 | 16/5/2011 | 16/12/2011 | 3.24% | 18/7/2011 |
| 41. | Treasury Bonds | 18/2011 | 29,600,000 | 12/5/2011 | 12/5/2013 | 3.28% | 18/7/2011 |

| | | | | | | | |
|-----|---|---------|-------------|------------|------------|-------|------------|
| 42. | Treasury Bonds | 19/2011 | 50,000,000 | 19/5/2011 | 19/5/2013 | 5.29% | 18/7/2011 |
| 43. | Treasury Bonds | 20/2011 | 50,000,000 | 31/5/2011 | 31/5/2013 | 5.26% | 18/7/2011 |
| 44. | Treasury Bonds | 21/2011 | 50,000,000 | 9/6/2011 | 9/6/2013 | 5.37% | 18/7/2011 |
| 45. | Treasury Bonds | 22/2011 | 19,000,000 | 21/6/2011 | 21/6/2014 | 5.86% | 18/7/2011 |
| 46. | Treasury Bonds | 23/2011 | 50,000,000 | 23/6/2011 | 23/6/2014 | 5.95% | 18/7/2011 |
| 47. | Treasury Bonds | 24/2011 | 50,000,000 | 27/6/2011 | 27/6/2014 | 6.04% | 18/7/2011 |
| 48. | Water Authority Bonds | 51 | 28,000,000 | 26/5/2011 | 26/5/2014 | 5.75% | 18/7/2011 |
| 49. | Treasury Bonds | 25/2011 | 50,000,000 | 30/6/2011 | 30/6/2014 | 6.14% | 2/8/2011 |
| 50. | Treasury Bonds | 26/2011 | 39,700,000 | 5/7/2011 | 5/7/2016 | 7.31% | 2/8/2011 |
| 51. | Treasury Bonds | 27/2011 | 50,000,000 | 7/7/2011 | 7/7/2014 | 6.26% | 2/8/2011 |
| 52. | National Electric Power Bills | 1 | 100,000,000 | 11/7/2011 | 11/7/2012 | 4.75% | 2/8/2011 |
| 53. | Treasury Bonds | 28/2011 | 25,000,000 | 14/7/2011 | 14/7/2013 | 5.17% | 16/8/2011 |
| 54. | National Electric Power Bonds | 6 | 70,000,000 | 20/7/2011 | 20/7/2013 | 6.23% | 16/8/2011 |
| 55. | National Electric Power Bonds | 7 | 24,300,000 | 24/7/2011 | 24/1/2013 | 6.09% | 16/8/2011 |
| 56. | Housing and Urban Development Corporation Bonds | 2 | 20,000,000 | 7/8/2011 | 7/8/2013 | 6.99% | 23/8/2011 |
| 57. | National Electric Power Bonds | 8 | 50,000,000 | 1/8/2011 | 1/8/2013 | 6.82% | 23/8/2011 |
| 58. | Housing and Urban Development Corporation Bonds | 3 | 25,000,000 | 18/8/2011 | 18/8/2013 | 6.83% | 28/9/2011 |
| 59. | National Electric Power Bonds | 9 | 100,000,000 | 24/8/2011 | 24/8/2014 | 7.31% | 28/9/2011 |
| 60. | Treasury Bills | 17/2011 | 75,000,000 | 7/9/2011 | 7/3/2012 | 3.43% | 28/9/2011 |
| 61. | Water Authority Bonds | 52 | 50,000,000 | 28/8/2011 | 28/8/2014 | 7.30% | 28/9/2011 |
| 62. | Treasury Bonds | 29/2011 | 75,000,000 | 13/9/2011 | 13/9/2014 | 6.76% | 28/9/2011 |
| 63. | Treasury Bonds | 30/2011 | 50,000,000 | 19/9/2011 | 19/9/2014 | 6.59% | 23/10/2011 |
| 64. | Treasury Bonds | 31/2011 | 75,000,000 | 26/9/2011 | 26/9/2014 | 6.47% | 23/10/2011 |
| 65. | Water Authority Bonds | 53 | 30,500,000 | 29/9/2011 | 29/9/2014 | 6.48% | 23/10/2011 |
| 66. | Treasury Bills | 18/2011 | 50,000,000 | 25/9/2011 | 25/9/2012 | 3.98% | 23/10/2011 |
| 67. | Treasury Bonds | 32/2011 | 46,800,000 | 5/10/2011 | 5/10/2016 | 6.98% | 2/11/2011 |
| 68. | Treasury Bonds | 33/2011 | 50,000,000 | 9/10/2011 | 9/10/2014 | 6.39% | 2/11/2011 |
| 69. | Treasury Bonds | 34/2011 | 50,000,000 | 11/10/2011 | 11/10/2013 | 5.72% | 2/11/2011 |
| 70. | Treasury Bonds | 35/2011 | 50,000,000 | 16/10/2011 | 16/10/2014 | 6.12% | 2/11/2011 |
| 71. | Treasury Bonds | 36/2011 | 50,000,000 | 18/10/2011 | 18/10/2011 | 6.92% | 2/11/2011 |
| 72. | Treasury Bonds | 37/2011 | 100,000,000 | 19/10/2011 | 19/10/2014 | 6.18% | 2/11/2011 |
| 73. | Treasury Bonds | 38/2011 | 75,000,000 | 23/10/2011 | 23/10/2013 | 5.63% | 2/11/2011 |
| 74. | Treasury Bonds | 39/2011 | 75,000,000 | 25/10/2011 | 25/10/2014 | 6.14% | 22/11/2011 |
| 75. | Treasury Bonds | 40/2011 | 50,000,000 | 1/11/2011 | 1/11/2016 | 6.86% | 22/11/2011 |
| 76. | Treasury Bills | 19/2011 | 50,000,000 | 30/10/2011 | 30/4/2012 | 3.15% | 19/12/2011 |
| 77. | Treasury Bills | 20/2011 | 50,000,000 | 14/11/2011 | 14/5/2012 | 3.02% | 19/12/2011 |
| 78. | Treasury Bills | 21/2011 | 100,000,000 | 20/11/2011 | 20/11/2012 | 3.78% | 19/12/2011 |
| 79. | Treasury Bonds | 41/2011 | 50,000,000 | 3/11/2011 | 3/11/2015 | 6.49% | 19/12/2011 |
| 80. | Treasury Bonds | 42/2011 | 50,000,000 | 16/11/2011 | 16/11/2015 | 6.48% | 19/12/2011 |
| 81. | Treasury Bonds | 43/2011 | 50,000,000 | 17/11/2011 | 17/11/2014 | 6.16% | 19/12/2011 |
| 82. | Treasury Bonds | 44/2011 | 100,000,000 | 22/11/2011 | 22/11/2013 | 5.78% | 19/12/2011 |
| 83. | Treasury Bonds | 45/2011 | 100,000,000 | 24/11/2011 | 24/11/2014 | 6.48% | 19/12/2011 |
| 84. | Water Authority Bonds | 54 | 35,500,000 | 15/11/2011 | 15/11/2014 | 6.11% | 19/12/2011 |
| 85. | National Electric Power Bonds | 10 | 48,600,000 | 21/11/2011 | 21/11/2014 | 6.24% | 19/12/2011 |

| | | | | | | | |
|-----|--------------------------------|---------|---------------|------------|-----------|-------|------------|
| 86. | Treasury Bills | 22/2011 | 81,000,000 | 27/11/2011 | 27/5/2012 | 3.05% | 19/12/2011 |
| 87. | Treasury Bills | 23/2011 | 50,000,000 | 28/5/2011 | 28/5/2012 | 3.07% | 19/12/2011 |
| 88. | Treasury Bills | 24/2011 | 50,000,000 | 4/12/2011 | 4/6/2012 | 3.15% | 29/12/2011 |
| 89. | Treasury Bills | 26/2011 | 100,000,000 | 7/12/2011 | 7/3/2012 | 2.70% | 29/12/2011 |
| 90. | Treasury Bills | 27/2011 | 50,000,000 | 8/12/2011 | 8/6/2012 | 3.23% | 29/12/2011 |
| 91. | Treasury Bills | 28/2011 | 50,000,000 | 12/12/2011 | 12/3/2012 | 2.84% | 29/12/2011 |
| | Total as of end of December | | 4,912,280,000 | | | | |

Annex No. (2) Number and type of violations and measures taken against violators

Table (1)

Parties that failed to take necessary procedures to ensure the accuracy of the information, achieve control, and activate the compliance officer

| No. | Violating Company | Measures Taken |
|-----|--|--|
| 1. | Al-Afnan of Trade and Investment Company | - A Fine - Recorded in JSC Records |
| 2. | Abd Al Ilah Thafer Al Dawoud | - A Fine -Recorded in JSC Records |
| 3. | The Arab Assurers | - A Fine - Recorded in JSC Records |
| 4. | National Steel Industry | - A Fine -Recorded in JSC Records |
| 5. | Mohammad Anwar Mfleh Hamdan | - A Fine - Recorded in JSC Records |
| 6. | Ahmad Ibraheem Thafer Sae'd Al Dawoud | - A Fine -Recorded in JSC Records |
| 7. | Ibraheem Thafer Sae'd Al Dawoud | - A Fine - Recorded in JSC Records |
| 8. | Ahli Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 9. | Al Bilad Securities and Investment | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 10. | Naser Mohammad Al Deek | - A Fine -Recorded in JSC Records |
| 11. | Hazem Ali Al Rasek | - A Fine - Recorded in JSC Records |
| 12. | Ayman Hazem Al Rasek | - A Fine -Recorded in JSC Records |
| 13. | Rae'd Issa Al Remoni | - A Fine - Recorded in JSC Records |
| 14. | Rami Ahmad Abu Yousef | - A Fine -Recorded in JSC Records |
| 15. | Al Fares Financial Investments | -The company was ordered to comply with the Law, instructions and decisions of the JSC |

| | | |
|-----|---|--|
| | | |
| 16. | Al Salam for Financial Investments | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 17. | Shua'a for Securities Trading | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 18. | Al –Mawared for Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 19. | Ibda'a for Financial Investment | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 20. | Universal House Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 21. | Asia Stock Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 22. | Al-Omna'a Portfolio and Investment | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 23. | Jordan expatriates for Financial Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 24. | The Bankers for Brokerage and Financial Invest. | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 25. | Amman for Investment and Securities | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 26. | Ammwal Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 27. | Union Financial Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 28. | Tanmia Securities Inc. | -The company was ordered to |

| | | |
|-----|----------------------------------|--|
| | | comply with the Law, instructions and decisions of the JSC |
| 29. | Al – Hekma Financial Services | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 30. | Umniah for Financial Investments | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 31. | Sukook Investments and Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 32. | Al-Multaqaa (1) | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 33. | Asem Al Sogaier (2) | - A Fine -Recorded in JSC Records |
| 34. | Al-Multaqaa | -The company was ordered to comply with the Law, instructions and decisions of the JSC |

1 violation was repeated twice by the company

2 violation was repeated three times by the company

Table (2)

Financial services companies that failed to notify the JSC of any financial difficulty, any law suits that have impact on the company, any agreement with banks, or any financial guarantee

| No. | Violating Company | Measures Taken |
|-----|--|--|
| 1. | Arab Falcon for Selling and Buying Securities | -Warning -Recorded in JSC Records |
| 2. | Al Bilad Securities and Investment | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 3. | Al Fares Financial Investments | -Warning -Recorded in JSC Records |
| 4. | Shua'a for Securities Trading and Investments | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 5. | Al Sahn International for Investment and Brokerage | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 6. | Ibda' for Financial Investment | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 7. | Al-Omana'a portfolio and Investment | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 8. | Jordan Expatriates for Financial Brokerage | -Warning -Recorded in JSC Records |
| 9. | The Bankers for Brokerage and Financial Invest | -Warning -Recorded in JSC Records |
| 10. | Tanmia Securities Inc. | -The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 11. | Al-Hekma Financial Services | -Warning -Recorded in JSC Records |
| 12. | Al-Multaqaa | -Warning -Recorded in JSC Records |

Table (3)

Financial services companies that committed a violation by allowing net owners equity to drop below (75%) of paid up capital

| No. | Violating Company | Measures Taken |
|-----|---|-------------------------------------|
| 1. | Arab Falcon for selling and Buying Securities | -A Fine -Recorded in JSC Records |
| 2. | National Portfolio | -Recorded in JSC Records |

Table (4)

Financial services companies that failed to comply with the ongoing licensing requirements

| No. | Violating Company | Measures Taken |
|-----|---|---|
| 1. | Arab Falcon for Selling and Buying Securities | -Warning |
| 2. | Ahli Brokerage | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 3. | The Arab Financial Investment | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 4. | National Portfolio Securities | -Recorded in JSC Records |

Table (5)

Financial services company that failed to get the approval of the JSC to perform financial services through its branches

| No. | Violating Company | Measures Taken |
|-----|---|---|
| 1. | Ithmar for Investment and Financial Appraisal | - The company was ordered to comply with the Law, instructions and decisions of the JSC |

Table (6)

Financial services companies that failed to comply with the JSC instructions with regard to the acceptance of authorizations from non-authenticated clients, failure to endorse its clients' signatures, or failure to have written agreements with their client, or selling without authorization

| No. | Violating Person | Measures Taken |
|-----|--|---|
| 1. | Shareco Brokerage Co. | -Recorded in JSC Records |
| 2. | Elite Financial Service | -A Fine -Recorded in JSC Records |
| 3. | Ahli Brokerage | -A Fine -Recorded in JSC Records |
| 4. | Al-Sahm International for Investment and Brokerage | - A Fine -Recorded in JSC Records - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 5. | Universal House Brokerage | -A Fine -Recorded in JSC Records |
| 6. | Jordan Expatriates for Financial Brokerage | -A Fine -Recorded in JSC Records |
| 7. | Ammwal Brokerage | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 8. | International Financial Center | -A Fine -Recorded in JSC Records |
| 9. | Hatem Mahmoud Al-Shahed | - A Warning |
| 10. | Al Mawared for Brokerage | -A Fine -Recorded in JSC Records |
| 11. | Al-Multaqaa | - A Fine -Recorded in JSC Records |
| 12. | National Portfolio Securities | -A Fine -Recorded in JSC Records |

Table (7)

Financial services companies that failed to keep the records in accordance with related rules, failed to take precautions against the risk of distortion of information, or failed to establish the required accounting system

| No. | Violating Company | Measures Taken |
|-----|--|---|
| 1. | Ahli Brokerage | -A Warning |
| 2. | Al-Bilad for Securities and Investment | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 3. | The Arab Financial Investment | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 4. | Al-Salam for Financial Investment | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 5. | Universal House Brokerage | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 6. | Amman Investment and Securities | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 7. | International Financial Center | - A Fine |
| 8. | Sanabel Al-Khair for Financial Investments | - A Fine |

Table (8)

Financial services companies that committed a violation by misusing clients' funds, charging commissions in violation of the Law, cashing a check to a person other than the first beneficiary, or failing to provide each client with a quarterly account statement

| No. | Violating Company | Measures Taken |
|-----|-------------------|----------------|
| 1. | Shareco Brokerage | - A Fine |

| | | |
|-----|--|---|
| | | -Recorded in JSC Records |
| 2. | Ahli Brokerage | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 3. | Al-Bilad for Securities | -A Fine -Recorded in JSC Records |
| 4. | Al-Fares Financial Investments | -A Fine -Recorded in JSC Records |
| 5. | Al-Salam for Financial Investments | -A Fine -Recorded in JSC Records |
| 6. | Shua'a for Securities Trading and Investments | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 7. | Al-Sahm International for Investment and Brokerage | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 8. | Ibda'a for Financial Investment | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 9. | Universal House Brokerage | -A Fine -Recorded in JSC Records |
| 10. | Al-Omana'a Portfolio and Investment | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 11. | Jordan Expatriates for Financial Brokerage | - The company was ordered to comply with the Law, instructions |

| | | |
|-----|---|---|
| | | and decisions of the JSC |
| 12. | The Bankers for Brokerage and Financial Invest. | -A Warning - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 13. | Amman Investment and Securities | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 14. | Ammwal Brokerage | - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 15. | Al-Multaqaa | - The company was ordered to comply with the Law, instructions and decisions of the JSC |

Table (9)

Financial services Companies that failed to submit to the JSC their annual and semiannual reports within the specified period

| No. | Violating Company | Measures Taken |
|-----|-----------------------------------|--|
| 1. | Arab Falcon Trading Securities | -A Fine -Recorded in JSC Records |
| 2. | Jordan River Financial Investment | -A Fine -Recorded in JSC Records |
| 3. | Jordan River Financial Investment | - A Warning - The company was ordered to comply with the Law, instructions and decisions of the JSC |
| 4. | Ernst and Young for Financial | -A Warning |

| | | |
|----|------------------|---|
| | Investments | -Recorded in JSC Records |
| 5. | Ammwal Brokerage | - The company was ordered to comply with the Law, instructions and decisions of the JSC |

Table (10)
Companies that violated the provisions of Article (18) and (107/a) of the Securities Law

| No. | Violating Company | Measures Taken |
|-----|--|--------------------------------------|
| 1. | Shareco Brokerage | - A Fine -Recorded in JSC Records |
| 2. | Al- Fares Financial Investments | - A Fine -Recorded in JSC Records |
| 3. | Elite Financial Service | - A Fine -Recorded in JSC Records |
| 4. | The Bankers for Brokerage and Financial Invest | - A Fine -Recorded in JSC Records |
| 5. | Arab Jordan Investment Bank | - A Fine -Recorded in JSC Records |
| 6. | Arab Falcon Trading Securities | - A Fine -Recorded in JSC Records |

Table (11)
Financial services companies that committed a violation by practicing deception, misrepresentation, and misusing clients' funds

| No. | Violating Company | Measures Taken |
|-----|-------------------|----------------|
|-----|-------------------|----------------|

| | | |
|----|---|---|
| 1. | Arab Falcon for Selling & Buying Securities | 1. A Fine 2. Recorded in JSC Records |
| 2. | Al Fares Financial Investments | |

Table (12)
Parties that committed a violation by violating the Code of Conduct, negatively affecting competition, and limiting services provided

| No. | Violating Company | Measures Taken |
|-----|---|--|
| 1. | Elite Financial Services | 1. A Fine 2. Recorded in JSC Records |
| 2. | Al-bilad Securities & Investment | Ordered to comply with the Law |
| 3. | The Bankers for Brokerage & Financial Investments | 1. Warning 2. Recorded in JSC Records |
| 4. | | Ordered to comply with the Law |
| 5. | Asem Assagheer | 1. A Fine 2. Recorded in JSC Records |

Table (13)
Financial services company that failed to submit the required reports within the specified period, and adopt International Auditing Standards

| No. | Violating Company | Measures Taken |
|-----|------------------------------------|--|
| 1. | Al-safweh for Financial Investment | 1. Warning 2. Recorded in JSC Records |

Table (14)
Financial services company that violated the Instructions of Margin Financing

| No. | Violating Company | Measures Taken |
|-----|--------------------------------|----------------|
| 1. | Al- Eman Financial Investments | 1. Warning |

| | | |
|-----|---|--|
| | | 2. Recorded in JSC Records |
| 2. | Al- multaqa Brokerage and Financial Services | 1. Warning 2. Recorded in JSC Records |
| 3. | Ahli Brokerage | 1.Warning 2.Recorded in JSC Records |
| 4. | Elite Financial Services | 1. Warning 2. Recorded in JSC Records |
| 5. | Almawared for Brokerage | 1. Warning 2. Recorded in JSC Records |
| 6. | Investment House for Financial Services | 1. Warning 2. Recorded in JSC Records |
| 7. | Al-bilad Securities & Investment | 1. Warning 2. Recorded in JSC Records |
| 8. | Mubadala Financial Investment | Ordered to comply with the Law |
| 9. | Universal House Brokers | 1. Warning 2. Recorded in JSC Records |
| 10. | Jordanian Expatriates for Financial Brokerage | 1. Warning 2. Recorded in JSC Records |
| 11. | International Brokerage & Financial Markets | Ordered to comply with the Law |
| 12. | Union Financial Brokerage | 1. Warning 2. Recorded in JSC Records |

Table (15)

Financial services companies that violated the requirement to buy in cash for customers, or failed to maintain a cash balance not less than the total accounts payable

| No. | Violating Company | Measures Taken |
|-----|---|---|
| 1. | Arab Falocn for Selling & Buying Securities | 1. Warning 2. Recorded in JSC Records |
| 2. | Al- salam for Financial Investment | 1. Warning 2. Ordered to comply with the Law |

Table (16)

Financial services companies that committed a violation by allowing accounts receivable to exceed 75% of owners' equity

| No. | Violating Company | Measures Taken |
|-----|----------------------------------|--|
| 1. | International Financial Advisors | 1. Warning 2. Recorded in JSC Records |
| 2. | Ibda' for Financial Investment | 1. Warning 2. Recorded in JSC Records |

Table (17)

Financial services companies that violated the instructions and the JSC decisions by failing to open separate account for accounts receivables, to settle accounts receivables, to establish doubtful debts provision, or hold marketing agreements

| No. | Violating Company | Measures Taken |
|-----|--|--|
| 1 | Ahli Brokerge | 1. Warning 2. Recorded in JSC Records |
| 2. | The Bankers for Brokerage & Financial Investment | Ordered to comply with the Law |

Table (18)

Financial services company that committed a violation by allowing accounts receivable to exceed 50% of owners' equity

| No. | Violating Company | Measures Taken |
|-----|---|--|
| 1. | Al Yasmeeen for Securities & Investment | 1. Warning 2. Recorded in JSC Records |

Table (19)

Financial services companies that violated the Anti-Money Laundering Instructions

| No. | Violating Company | Measures Taken |
|-----|---|---|
| 1. | Ahi Brokerage | 1. Warning 2. Ordered to Comply with the Law |
| 2. | Al- bilad Securities & Investment | Ordered to Comply with the Law |
| 3. | The Arab Financial Investment | Ordered to Comply with the Law |
| 4. | Al Fares Financial Investments | Ordered to Comply with the Law |
| 5. | Al- salam for Financial Investment | Ordered to Comply with the Law |
| 6. | Shua'a for Securities Trading & Investment | Ordered to Comply with the Law |
| 7. | Almawared for Brokerage | Ordered to Comply with the Law |
| 8. | Ibda' for Financial Investment | Ordered to Comply with the Law |
| 9. | Asia Financial Broker | Ordered to Comply with the Law |
| 10. | Jordanian Expatriates for Financial Brokerage | Ordered to Comply with the Law |
| 11. | The Bankers for Brokerage & Financial Investments | Ordered to Comply with the Law |
| 12. | Amman Investment & Securities | Ordered to Comply with the Law |

Table (20)
Financial services companies that failed to submit to the JSC the electronic financial adequacy file

| No. | Violating Company | Measures Taken |
|-----|-----------------------------------|--|
| 1. | Jordan River Financial Investment | 1. Warning 2. Recorded in JSC Records |
| 2. | Alnour for Financial Investments | 1. Warning 2. Recorded in JSC Records |
| 3. | Misc Financial Brokerage | 1. Warning 2. Recorded in JSC Records |

Table (21)
Financial services companies that violated the Financial Adequacy Instructions

| No. | Violating Company | Measures Taken |
|-----|---|--|
| 1. | Sherco Brokerage | 1. Warning 2. Recorded in JSC Records |
| 2. | Ahli Brokerage | 1. Warning 2. Recorded in JSC Records |
| 3. | National Portfolio Securities | 1. Warning 2. Recorded in JSC Records |
| 4. | The Bankers for Brokerage & Financial Investments | 1. Warning 2. Recorded in JSC Records |

Table (22)
Issuing companies that failed to submit to the JSC their annual reports within the specified period

| No. | Violating Company | Measures Taken |
|-----|---|--|
| 1. | Afia International (Jordan) | 1. Warning 2. Recorded in JSC Records |
| 2. | First National Vegetable Oil Industries | 1. Warning 2. Recorded in JSC Records |
| 3. | Alkindi Pharmaceutical Industries | 1. Warning 2. Recorded in JSC Records |
| 4. | Al- janoub Filters Manufacturing | 1. Warning 2. Recorded in JSC Records |
| 5. | Amana Agricultural &Industrial Investment | 1. Warning 2. Recorded in JSC Records |
| 6. | Investment s &Integrated Industries | 1. Warning 2. Recorded in JSC Records |
| 7. | Middle East Complex for Engineering , Electronics, &Heavy | 1. Warning 2. Recorded in JSC Records |

| | | |
|-----|---|--|
| | Industries | |
| 8. | The Jordanian Pharmaceutical Manufacturing | 1. Warning 2. Recorded in JSC Records |
| 9. | Al- qaria Food &Vegetable Oil Industries | 1. Warning 2. Recorded in JSC Records |
| 10. | Jordan Rock Wool Industries | 1. Warning 2. Recorded in JSC Records |
| 11. | Rum- Aladdin for Engineering Industries | 1. Warning 2. Recorded in JSC Records |
| 12. | Arab Modern Company for Private Education | 1. Warning 2. Recorded in JSC Records |
| 13. | Aman for Securities | 1. Warning 2. Recorded in JSC Records |
| 14. | Alisraa for Islamic Finance & Investment | 1. Warning 2. Recorded in JSC Records |
| 15. | United Group (holdings) | 1. Warning 2. Recorded in JSC Records |
| 16. | Model Restaurants | 1. Warning 2. Recorded in JSC Records |
| 17. | Ard Anomow for Real Estate Development & Investment | 1. Warning 2. Recorded in JSC Records |
| 18. | Al- Arabiya for Investment Projects | 1. Warning 2. Recorded in JSC Records |
| 19. | | 1. Warning 2. Recorded in JSC Records |
| 20. | Comprehensive Multiple Transport | 1. Warning 2. Recorded in JSC Records |
| 21. | Tameer Jordan (Holdings) | 1. Warning 2. Recorded in JSC Records |
| 22. | Injaz for Development & Projects | 1. Warning |

| | | |
|-----|---|---|
| | | 2. Recorded in JSC Records |
| 23. | Al- ro'ayh for Investment | 1. Warning 2. Recorded in JSC Records |
| 24. | The Investors & Eastern Arab for Industrial & Real Estate Investments | 1. Warning 2. Recorded in JSC Records |
| 25. | Salam International Transport & Trading | 1. Warning 2. Recorded in JSC Records |
| 26. | Arab Real Estate Development | 1. Warning 2. Recorded in JSC Records |
| 27. | Falcon for Investment & Financial Services | 1. Warning 2. Recorded in JSC Records |
| 28. | Century Investment Group (holding) | 1. Warning 2. Recorded in JSC Records |
| 29. | Al- barakat Investment Group | 1. Warning 2. Recorded in JSC Records |
| 30. | United Arab Investors | 1. Warning 2. Recorded in JSC Records |
| 31. | Jordan Dubai Properties | 1. Warning 2. Recorded in JSC Records |
| 32. | Al Baraka Takaful | 1. Warning 2. Recorded in JSC Records |
| 33. | The Arab Assures | 1. Warning 2. Recorded in JSC Records |
| 34. | Philadelphia Insurance | 1. Warning 2. Recorded in JSC Records |
| 35. | Jordan Emirates Insurance | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |

| | | |
|-----|---------------------------------|---|
| 36. | Islamic International Arab Bank | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 37. | Invest Bank | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records |
| 38. | Sura Development & Investment | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Redcords |

Table (23)
Issuing companies that failed to disclose to the JSC material information, and to issue related public notice

| No. | Violating Company | Measures Taken |
|-----|--|---|
| 1. | Jordan Steel | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 2. | National Cable & Wire Manufacturing | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 3. | Mediterranean Tourism Investment | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 4. | Jordan Insurance | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 5. | Arab Center for Pharmaceuticals & Chemicals Industries | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records |

| | | |
|-----|---------------------------------------|---|
| | | 3. Ordered to comply with the Law, regulations and Instructions |
| 6. | Arab Jordan Investment Bank | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 7. | Jordan Ceramic Industries | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 8. | United Cable Industries | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 9. | Inwan Investment | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 10. | Central Electricity Generating | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 11. | Societe Generale De Banque (Jordanie) | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 12. | Afia International (Jordan) | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and |

| | | Instructions |
|-----|---|--|
| 13. | The Consult & Investment Group | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 14. | The Consultant & Investment Group | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 15. | Hayat Pharmaceutical Industries | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 16. | Phaladelphia Pharmaceuticals | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 17. | Ressources Company for Development & Investment | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 18. | Shira Real Estate Development & Investment | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 19. | Al- Barakah Takaful | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |

| | | |
|-----|---|---|
| 20. | Jordan Emirates Insurance | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 21. | Jordan Rock Wool Industries | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 22. | Al- safweh for Financial Investment | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 23. | Jordan Tanning | <ol style="list-style-type: none"> 4. Warning 5. Recorded in JSC Records 6. Ordered to comply with the Law, regulations and Instructions |
| 24. | Arab German Insurance | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 25. | National Poultry | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 26. | United Arab Investors | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 27. | Falcon for Investment & Financial Servies | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records |

| | | |
|-----|--|---|
| | | 3. Ordered to comply with the Law, regulations and Instructions |
| 28. | Gerasa Insurance | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 29. | National Petroleum | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 30. | Jordan Wood Industries | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 31. | The Jordan Pipes Manufacturing | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 32. | Alisraa for Islamic Finance & Investment | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 33. | Ubour Logistic Services | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 34. | Siniora Food Industries | 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and |

| | | Instructions |
|-----|---|---|
| 35. | Al-isra for Education & Investment | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 36. | Amwal Invest | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 37. | The Investors & Eastern Arab for Industrial & Real Estate Investments | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records |
| 38. | United Arab Investors | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records |
| 39. | Al Faris National Company for Investment & Export | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records |
| 40. | Arab Real Estate Development | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records |
| 41. | Sura Development & Investments | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 42. | Amwal Invest | <ol style="list-style-type: none"> 1. A Fine 2. Recorded in JSC Records |
| 43. | Arab Union International Insurance | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |
| 44. | Jordan Emirates Dimensions for Commercial Investment | <ol style="list-style-type: none"> 1. Warning 2. Recorded in JSC Records Ordered to comply with the Law, regulations and Instructions |

Table (24)
**Issuing company that failed to provide the JSC with its opinion on
the external auditor report within two weeks**

| No. | Violating Company | Measures Taken |
|-----|---|---|
| 1. | Al Faris National Company for Investment & Export | 1. A Fine 2. Recorded in JSC Records |

Table (25)
**Companies that failed to include in its annual report certain items
required in accordance with Disclosure Instructions**

| No. | Violating Company | Measures Taken |
|-----|---|---|
| 1. | Siniora Food Industries | 1. A Fine 2. Recorded in JSC Records |
| 2. | National Poultry | 1. A Fine 2. Recorded in JSC Records |
| 3. | Jordan Vegetables Oil Industries | 1. A Fine 2. Recorded in JSC Records |
| 4. | | 1. A Fine 2. Recorded in JSC Records |
| 5. | Arabian Steel Pipes Manufacturing | 1. A Fine 2. Recorded in JSC Records |
| 6. | Jordan Steel | 1. A Fine 2. Recorded in JSC Records |
| 7. | Middle East Specialized Cables Company / Mesc- Jordan | 1. A Fine 2. Recorded in JSC Records |
| 8. | Jordan Sulpho Chemicals | 1. A Fine 2. Recorded in JSC Records |
| 8. | National Cable & Wire Manufacturing | 1. A Fine 2. Recorded in JSC Records |
| 10. | Universal Chemical Industries | 1. A Fine 2. Recorded in JSC Records |
| 11. | Jordan Petroleum Refinery | 1. A Fine 2. Recorded in JSC Records |
| 12. | Arab Potash | 1. A Fine 2. Recorded in JSC Records |
| 13. | The Industrial Commercial & Agricultural | 1. A Fine 2. Recorded in JSC Records |

| | | |
|-----|---|--|
| 14. | Jordan Cement Factories | 1. A Fine 2. Recorded in JSC Records |
| 15. | Jordan Phosphate Mines | 1. A Fine 2. Recorded in JSC Records |
| 16. | Premier Business & Projects | 1. A Fine 2. Recorded in JSC Records |
| 17. | Dar Al Dawa Development & Investment | 1. A Fine 2. Recorded in JSC Records |
| 18. | Alentkaeya for Investments & Real Estate Development | 1. A Fine 2. Recorded in JSC Records |
| 19. | Ammoun International for Multilateral Investments | 1. A Fine 2. Recorded in JSC Records |
| 20. | Jordan Masaken for Land & Industrial Development Projects | 1. A Fine 2. Recorded in JSC Records |
| 21. | Aman for Securities | 1. A Fine 2. Recorded in JSC Records |
| 22. | Amwaj Properties | 1. A Fine 2. Recorded in JSC Records |
| 23. | Babelon Investments | 1. A Fine 2. Recorded in JSC Records |
| 24. | Jordan International Investment | 1. A Fine 2. Recorded in JSC Records |
| 25. | Future Arab Investment | 1. A Fine 2. Recorded in JSC Records |
| 26. | Contempro for Housing Projects | 1. A Fine 2. Recorded in JSC Records |
| 27. | Comprehensive Multiple Transport | 1. A Fine 2. Recorded in JSC Records |
| 28. | Comprehensives Land Development & Investment | 1. A Fine 2. Recorded in JSC Records |
| 29. | Jordan Islamic Bank | 1. Warning 2. Recorded in JSC Records |
| 30. | Jordan Ahli Bank | 1. A Fine 2. Recorded in JSC Records |
| 31. | Jordan Kuwait Bank | 1. A Fine 2. Recorded in JSC Records |
| 32. | The Housing Bank for Trade & Finance | 1. A Fine 2. Recorded in JSC Records |
| 33. | Cairo Amman Bank | 1. A Fine 2. Recorded in JSC Records |
| 34. | Jerusalem Insurance | 1. A Fine 2. Recorded in JSC Records |
| 35. | Jordan French Insurance | 1. A Fine 2. Recorded in JSC Records |

| | | |
|-----|---|--|
| 36. | Union Bank | 1. A Fine 2. Recorded in JSC Records |
| 37. | Jordan Dubai Islamic Bank | 1. A Fine 2. Recorded in JSC Records |
| 38. | Jordan International Insurance | 1. A Fine 2. Recorded in JSC Records |
| 39. | Middle East Insurance | 1. A Fine 2. Recorded in JSC Records |
| 40. | Arab Orient Insurance | 1. A Fine 2. Recorded in JSC Records |
| 41. | Electricity Distribution | 1. A Fine 2. Recorded in JSC Records |
| 42. | Century Investment Group (holding) | 1. A Fine 2. Recorded in JSC Records |
| 43. | Jordan International Trading Center | 1. A Fine 2. Recorded in JSC Records |
| 44. | Jordan Trade Facilities | 1. A Fine 2. Recorded in JSC Records |
| 45. | Jordan Projects for Tourism Development | 1. A Fine 2. Recorded in JSC Records |
| 46. | International Brokerage & Financial Markets | 1. A Fine 2. Recorded in JSC Records |
| 47. | Sura Development & Investment | 1. A Fine 2. Recorded in JSC Records |
| 48. | Amwal Invest | 1. A Fine 2. Recorded in JSC Records 3. Ordered to comply with the Law, regulations and Instructions |

Table (26)

Issuing Companies that failed to submit to the JSC their preliminary results reports within the specified period

| No. | Violating Company | Measures Taken |
|-----|----------------------------|-------------------------------------|
| 1. | Jordan Petroleum Refinery | -A Fine -Recorded in JSC Records |
| 2. | United Arab Investors | -Recorded in JSC Records |
| 3. | Al Barakah Takaful | -A Fine -Recorded in JSC Records |
| 4. | Philadelphia International | -A Fine |

| | | |
|-----|---|---------------------------------------|
| | Educational Investments | -Recorded in JSC Records |
| 5. | Zahrat Alurdon Real Estate and Hotels Investment | -A Fine -Recorded in JSC Records |
| 6. | United Group Holdings | -A Fine -Recorded in JSC Records |
| 7. | Al-Jonoub Filters Manufacturing | -A Fine -Recorded in JSC Records |
| 8. | Batelco Jordan | - Warning -Recorded in JSC Records |
| 9. | Ard Anomow For Real Estate Development and Investment | - Warning -Recorded in JSC Records |
| 10. | Al-Aqaria Food and Vegetable Oil Industries | - Warning -Recorded in JSC Records |
| 11. | Afia International (Jordan) | - Warning -Recorded in JSC Records |
| 12. | Al-ro'aya for Investment | - Warning -Recorded in JSC Records |
| 13. | Al Kindi Pharmaceutical Industries | - Warning -Recorded in JSC Records |

Table (27)

Issuing companies that failed to submit to the JSC their semi-annual reports within the specified period

| No. | Violating Company | Measures Taken |
|------------|---|-------------------------------------|
| 1. | Al Kindi Pharmaceutical Industries | -A Fine -Recorded in JSC Records |
| 2. | Afia International (Jordan) | -A Fine -Recorded in JSC Records |
| 3. | Ard Anomow For Real Estate Development and Investment | -A Fine -Recorded in JSC Records |
| 4. | Awtad for Diversified Investments | -A Fine -Recorded in JSC Records |
| 5. | Taameer Jordan | -A Fine -Recorded in JSC Records |
| 6. | Al Faris National Company for Investment and Export | -A Fine -Recorded in JSC Records |
| 7. | Al-Ro'aya for Investment | -A Fine |

| | | |
|-----|---|---------------------------------------|
| | | -Recorded in JSC Records |
| 8. | Amwal Invest | -A Fine -Recorded in JSC Records |
| 9. | Bindar Trading and Investment | -A Fine -Recorded in JSC Records |
| 10. | The Investors and Eastern Arab for Industrial and Real Estate Investments | A Fine -Recorded in JSC Records |
| 11. | Arab International Hotels | A Fine -Recorded in JSC Records |
| 12. | United Arab Investors | A Fine -Recorded in JSC Records |
| 13. | Arab Orient Insurance | -A Fine -Recorded in JSC Records |
| 14. | Al Barakah Takaful | A Fine -Recorded in JSC Records |
| 15. | Holy land Insurance | A Fine -Recorded in JSC Records |
| 16. | Philadelphia Insurance | -A Fine -Recorded in JSC Records |
| 18. | Union Bank | -A Fine -Recorded in JSC Records |
| 19. | Al Ahlia Enterprises | -A Fine -Recorded in JSC Records |
| 20. | Jordan Petroleum Refinery | -A Fine -Recorded in JSC Records |
| 21. | Electricity Distribution | -A Fine -Recorded in JSC Records |
| 22. | Capital Bank of Jordan | -A Fine -Recorded in JSC Records |
| 23. | Jordan Rock Wool Industries | -A Fine -Recorded in JSC Records |
| 24. | Rum-Aladdin for Engineering Industries | -A Fine -Recorded in JSC Records |
| 25. | Ubour Logistics Services | -A Fine -Recorded in JSC Records |
| 26. | Arab Modern Company For Private Education | -A Fine -Recorded in JSC Records |
| 27. | Aman for Securities | - A Fine - Recorded in JSC Records |
| 28. | Alisraa For Islamic Finance and Investment | - A Fine - Recorded in JSC Records |
| 29. | United Group (Holding) | -A Fine |

| | | |
|-----|---|-------------------------------------|
| | | -Recorded in JSC Records |
| 30. | Model Restaurants | -A Fine -Recorded in JSC Records |
| 31. | Middle East Complex for Engineering, Electronics and Heavy Industries | -A Fine -Recorded in JSC Records |
| 32. | Al-qaria Food and Vegetable Oil Industries | -A Fine -Recorded in JSC Records |
| 33. | Al-Janoub Filters Manufacturing | -A Fine -Recorded in JSC Records |
| 34. | Amana Agricultural And Industrial Investment | -A Fine -Recorded in JSC Records |
| 35. | United Integrated For Multiple Industries and Investments | -A Fine -Recorded in JSC Records |

Table (28)

Companies that committed a violation of the provision of article (107/a) of the Securities Law

| No. | Violating Company | Measures Taken |
|-----|---|---|
| 1. | United Integrated for Multiple Industries and Investments | -A Fine -Recorded in JSC Records |
| 2. | Amwal Invest | 1.A Fine 2.Warning 3.Recorded in JSC Records 4.The company was ordered to comply with the decisions of the JSC |
| 3. | Realestate Development | - A Fine - Recorded in JSC Records |
| 4. | Amwal Invest | - Violation referred to the competent court |

Table (29)

Financial services company that committed a violation by declining from transferring clients' securities

Measures Taken □ **Violating Company** □ **No.** - A Fine

| No. | Violating Company | Measures Taken |
|-----|--------------------------|---------------------------------------|
| 1. | Elite Financial Services | - A Fine - Recorded in JSC Records |

Table (30)

External auditor that failed to comply with the International Auditing Standards for auditing parties under the supervision of the JSC

| No. | Violating Company | Measures Taken |
|-----|--------------------------|--|
| 1. | Ghosheh and his partners | 1.A fine 2.Recorded in JSC Records 3.The company was ordered to comply with the Law, instructions and decisions of the JSC |

Table (31)

External auditor that endorsed financial data violating the accredited accounting and auditing standards

| No. | Violating Company | Measures Taken |
|-----|--------------------------|---|
| 1 | Ghosheh and his partners | 1-A Fine 2-Recorded in JSC Records 3. The company was ordered to comply with the Law, instructions and decisions of the JSC |

Table (32)

Financial Services Company that failed to specify in advance and prior to contracting with its clients all services, commissions, and expenses the client will incur

| No. | Violating Company | Measures Taken |
|-----|-------------------|-------------------------------------|
| 1. | Amwal Invest | -A Fine -Recorded in JSC Records |

Table (33)

The issuing company that failed to apply International Financial Reporting Standards in preparing financial statements

| No. | Violating Company | Measures Taken |
|------------|--------------------------|---------------------------------------|
| 1 | Real estate Development | - A Fine - Recorded in JSC Records |

Table (34)

The registered person who violated the provisions (A and C) of Article (21) of the Trading Directives

| No. | Violating Company | Measures Taken |
|------------|--------------------------|--|
| 1 | Hatem Mahmood Al-Shahed | - Warning - Recorded in JSC Records |

Table (35)

The registered person that committed a violation by trading financial services through another company which he does not work for

| No. | Violating Company | Measures Taken |
|------------|-------------------------------|---|
| 1 | Khaled Mahmud Waleed Zakariah | - Warning - Recorded in JSC Records - The company was ordered to comply with the Law, instructions and decisions of the JSC |

Table (36)

Persons that have been referred to the competent court for violating the provision of Article (108) of the Securities Law

| No. | Violating Company | Measures Taken |
|------------|--------------------------|---|
| 1. | Khalaf Ali Al-Nawyseh | Violation referred to the competent court |
| 2. | Sinan Tha'er Gosheh | Violation referred to the competent court |

| | | |
|-----|---|---|
| 3. | Ibraheem Thafer Al -Daoud | Violation referred to the competent court |
| 4. | Piza Tower for Import and Export | Violation referred to the competent court |
| 5. | Luxury Company Specialized Trade | Violation referred to the competent court |
| 6. | Pleasing the First Company for Trade & Agencies | Violation referred to the competent court |
| 7. | Al Sineen for Trading & Commercial Agencies | Violation referred to the competent court |
| 8. | Al-Duraa Red For Information Technology | Violation referred to the competent court |
| 9. | Al-nouf for Investment & Trading Agencies | Violation referred to the competent court |
| 10. | Fayez Ibraheem Al Faouri | Violation referred to the competent court |
| 11. | Muatsem Fayez Ibraheem Al Faouri | Violation referred to the competent court |

Table (37)

Financial services company that committed a violation by withdrawing clients' shares from and to the Securities Depository Center without authorization

| No. | Violating Company | Measures Taken |
|-----|--------------------------|---------------------------------------|
| 1 | Elite Financial Services | - A Fine - Recorded in JSC Records |

Table (38)

Unlicensed, unregistered person who appeared before others as a licensed or registered person

| No. | Violating Company | Measures Taken |
|-----|-------------------|---------------------------------------|
| 1. | Marwan Al Daoud | - A Fine - Recorded in JSC Records |

Table (39)**Parties that violated the provision of Article (107/d) of the Securities Law**

| No. | Violating Company | Measures Taken |
|------------|--|--|
| 1 | Al Jamil For General Investments | - A Fine - Recorded in JSC Records |
| 2 | International office for financial and administration consulting | - A Fine - Recorded in JSC Records |
| 3 | Aref Jameel Aref Barakat | - A Fine - Recorded in JSC Records |
| 4 | Barkat for Investment | - A Fine - Recorded in JSC Records |
| 5 | Hani Jameel Aref Barakat | - A Fine - Recorded in JSC Records |
| 6 | Al.thiqa wa At.tasamuh for Financial Investments | - A Fine - Recorded in JSC Records |
| 7 | Hamzeh Ahmad Yousef Tantash | - A Fine - Recorded in JSC Records |
| 8 | Sami Jameel Barkat | - A Fine - Recorded in JSC Records |
| 9 | Imcan For Financial Services | - A Fine - Recorded in JSC Records |
| 10 | Muatasem Fayez Ibraheem Al-Faouri | - A Fine - Recorded in JSC Records |
| 11 | Al-Maroum for trading and investment | - A Fine - Recorded in JSC Records |
| 12 | Amwal Invest | - A Fine - Recorded in JSC Records |
| 13 | Monetary House for Investment | - A Fine - Recorded in JSC Records |
| 14 | Hakam Maher Hikmat Al Nabelsi | - A Fine - Recorded in JSC Records |
| 15 | Al-nouf for Investment and trading Agencies | - A Fine - Recorded in JSC Records |
| 16 | Rayat Al.Watan for Administrative Consultations | - A Fine - Recorded in JSC Records |
| 17 | Rababneh for trading and Investment | - A Fine - Recorded in JSC Records |
| 18 | Al-Durra for Information Technology | - A Fine - Recorded in JSC Records |
| 19 | Bank of Lebanon | Ordered to Quit Committing the Violation |
| 20 | Al-Sineen for Trading & Commercial Agencies | - A Fine - Recorded in JSC Records |

| | | |
|----|---|--|
| 21 | High Performance Real Estate Investments | - A Fine - Recorded in JSC Records - A Fine - Recorded in JSC Records |
| 22 | Maysoon Shaker Shukri Abu Awad | - A Fine - Recorded in JSC Records |
| 23 | Atef Mahamad Ahmad Issa | - A Fine - Recorded in JSC Records |
| 24 | Al.Eqleemeya Company for Medicine Manufacturing | - A Fine - Recorded in JSC Records |
| 25 | Ad Dulayl Industrial Park & Real Estate | - A Fine - Recorded in JSC Records |
| 26 | George Jack George Khyat | - A Fine - Recorded in JSC Records |
| 27 | Jack George Yacoub Khayat | - A Fine - Recorded in JSC Records |
| 28 | Caren Jane Keven Joseph Ockonor | - A Fine - Recorded in JSC Records |
| 29 | Hazem Ali Ibraheem Rasekh | - A Fine - Recorded in JSC Records |
| 30 | Capital Investment and Brokerage | - A Fine - Recorded in JSC Records |
| 31 | Universal House Brokerage | - A Fine - Recorded in JSC Records |
| 32 | Al mawared For Brokerage | - A Fine - Recorded in JSC Records |
| 33 | Ibda'a for Financial Investment | - A Fine - Recorded in JSC Records |
| 34 | National Portfolio Securities | - A Fine - Recorded in JSC Records |
| 35 | United Financial Investment | - A Fine - Recorded in JSC Records |
| 36 | Arab cooperation For Financial Investment | - A Fine - Recorded in JSC Records |
| 37 | The Arab Financial Investment | - A Fine - Recorded in JSC Records |
| 38 | Amwal for Brokerage | - A Fine - Recorded in JSC Records |
| 39 | Arab Financial for Investment | - A Fine - Recorded in JSC Records |
| 40 | Al-Fares Financial Investment | - A Fine - Recorded in JSC Records |
| 41 | Al-bilad Securities and Investment | - A Fine - Recorded in JSC Records |

| | | |
|----|---|---|
| 42 | Elite Financial Service | - A Fine - Recorded in JSC Records |
| 43 | Business Women Trading Securities | - A Fine - Recorded in JSC Records |
| 44 | Shua'a For Securities Trading And Investment | - A Fine - Recorded in JSC Records |
| 45 | Al- Nadwa For Financial Services and Investment | - A Fine - Recorded in JSC Records -The company was ordered to comply with the Law, instructions and Decisions of the JSC |

(27) violation was repeated twice by the company

(28) violation was repeated twice by the company

(29) violation was repeated twice by the company

Table (40)
Parties that violated the provision of Article (109/b) of the Securities Law

| No. | Violating Company | Measures Taken |
|-----|------------------------------------|--|
| 1. | Istithamr for Financial Services | - A Fine - Recorded in JSC Records |
| 2. | Hamzeh Ahmad Yousef Tantash | - Warning - Recorded in JSC Records |
| 3. | Imcan For Financial Services | - A Fine - Recorded in JSC Records |
| 4. | Mutasem Fayez Iabraheem Al-Faouri | - A Fine - Recorded in JSC Records |
| 5. | Al-Maroum for Trading & Investment | - A Fine - Recorded in JSC Records |
| 6. | Amwal Invest | - A Fine - Recorded in JSC Records |
| 7. | Monetry House Investment | - A Fine - Recorded in JSC Records |
| 8. | Hakam Maher Hikmat Al Nabilsi | - A Fine - Recorded in JSC Records |
| 9. | Al –nowf for Trade Agencies and | - A Fine |

| | | |
|-----|--|---------------------------------------|
| | Investment | - Recorded in JSC Records |
| 10. | Rayat il Watan for Administration Consultation | - A Fine - Recorded in JSC Records |
| 11. | Rababneh for trading & Investment | - A Fine - Recorded in JSC Records |
| 12. | Al-Durra Red For Information Technology | - A Fine - Recorded in JSC Records |
| 13. | Bank of Lebanon & Abandonment of the Work | - A Fine - Recorded in JSC Records |
| 14. | Al-sineen For Trading & Commercial Agencies | - A Fine - Recorded in JSC Records |
| 15. | High Performance Real Estate Investments | - A Fine - Recorded in JSC Records |
| 16. | Maysoon Shaker Shukri Abu Awad | - A Fine - Recorded in JSC Records |
| 17. | Atef Mohammed Ahmad Issa | - A Fine - Recorded in JSC Records |
| 18. | Regional Food Processing Company | - A Fine - Recorded in JSC Records |
| 19. | Ad Dulayl Industrial Park And Real Estate | - A Fine - Recorded in JSC Records |
| 20. | George Jack George Khayat | - A Fine - Recorded in JSC Records |
| 21. | Jack George Yacoub Khayat | - A Fine - Recorded in JSC Records |
| 22. | Karen Jane Keven Joseph Oconor | - A Fine - Recorded in JSC Records |
| 23. | Hazem Ali Ibrahim Rasekh | - A Fine - Recorded in JSC Records |

Table (41)
Financial services companies that violated the provision of Article (15) of the Trading Directives

| No. | Violating Company | Measures Taken |
|-----|----------------------------------|---------------------------------------|
| 1 | Istithmar for Financial Services | - A Fine - Recorded in JSC Records |
| 2. | Imcan For Financial Services | - A Fine - Recorded in JSC Records |

| | | |
|-----|---|---------------------------------------|
| 3. | Capital Investments & Brokerage jordan | - A Fine - Recorded in JSC Records |
| 4. | Universal House Brokerage | - A Fine - Recorded in JSC Records |
| 5. | Al-mawared for Brokerage | - A Fine - Recorded in JSC Records |
| 6. | Ibda'a for Financial Investment | - A Fine - Recorded in JSC Records |
| 7. | National Portfolio Securities | - A Fine - Recorded in JSC Records |
| 8. | United Financial Investments | - A Fine - Recorded in JSC Records |
| 9. | Arab Co-operation For Financial Investments | - A Fine - Recorded in JSC Records |
| 10. | The Arab Financial Investment | - A Fine - Recorded in JSC Records |
| 11. | Amwal Brokerage | - A Fine - Recorded in JSC Records |
| 12. | Al-arabi Investment Group | - A Fine - Recorded in JSC Records |
| 13. | Al-faris for Financial Investment | - A Fine - Recorded in JSC Records |
| 14. | Al-bilad Securities & Investment | - A Fine - Recorded in JSC Records |
| 15. | National portfolio Securities | - A Fine - Recorded in JSC Records |
| 16. | Elite Financial Service | - A Fine - Recorded in JSC Records |
| 17. | Business Women Trading Securities | - A Fine - Recorded in JSC Records |
| 18. | Shua'a for Securities Trading & Investment | - A Fine - Recorded in JSC Records |
| 19. | Al-nadwa for Financial Services & Investment | - A Fine - Recorded in JSC Records |

Table (42)

The company that violated the provision of Article (109/A) of the Securities Law

| No. | Violating Company | Measures Taken |
|------------|------------------------------|---------------------------------------|
| 1 | Imcan For Financial Services | - A Fine - Recorded in JSC Records |

(30) violation was repeated twice by the company
(31) violation was repeated twice by the company