

**THE DEPOSIT INSURANCE
CORPORATION'S FINANCIAL
PERFORMANCE For The Year 2023**

THE DEPOSIT INSURANCE CORPORATION'S FINANCIAL PERFORMANCE

JODIC continued throughout the year 2023 to boost its reserves' level to ultimately achieve its mandatory requirements efficiently and effectively as deposit insurer and liquidator, and in protecting depositors by insuring their deposits, encouraging savings, as well as enhancing confidence in the Jordanian banking system.

JODIC's financial resources consist mainly of the annual membership fees contributed by member banks (annual flat fee of 2.5 per thousand of total eligible deposits), in addition to the returns on its investments, and any obtained loans or financial grants given to the Corporation in accordance with the provisions of JODIC's Law. The percentage of annual membership fees that will be collected during the year 2023 has continued modified to 1 per thousand Accordance with the provisions of Article (19/b) of JODIC's Law and its amendments.

JODIC invests its funds in securities issued or guaranteed by the Government in accordance with the provisions of Article 24 (a) of JODIC's Law number (33) for the year 2000 and its amendments. It utilizes the best investment opportunities available in the primary market taking into account their term, yield-to-maturity (YTM) and JODIC's share of each issuance, along with the maturity structure of JODIC's portfolio for the purpose of managing the prospective opportunities as well as the reinvestment risk.

The interest rate structure in the market is closely monitored when diversifying portfolio investments in order to achieve the best possible returns in both the medium and long terms.

The Financial Performance

Total owners' equity increased to reach JD 1182 million by the end of 2023 compared with JD 1102 million by the end of 2022. JODIC's capital amounted to JD 3.15 million of which JD (0.85) million was paid by the Government and JD 2.3 million was paid by member banks (JD 100,000 as a non-refundable initiation fee paid by each member bank). The accumulated reserves by the end of 2023, generated from the annual surplus and premiums (annual membership fees), formed the bulk of total owners' equity and reached JD 1178 million with an increase of JD 79.8 million from the previous year. Annual membership fees collected from member banks amounted to JD 23.6 million during the year 2023, compared with JD 38.4 million collected a year earlier and reflected 38.5% Decrease rate, while the net investments income amounted to JD 56.1 million during 2023, compared with JD 49.5 million during 2022 with an increase of 13.3%.



JODIC's revenues and expenses are monitored and evaluated on an ongoing basis to ensure the effective implementation of the annual budget that has been approved by the Board of Directors (BOD) in accordance with the Provisions of Article 7 (a/5) of JODIC's Law.

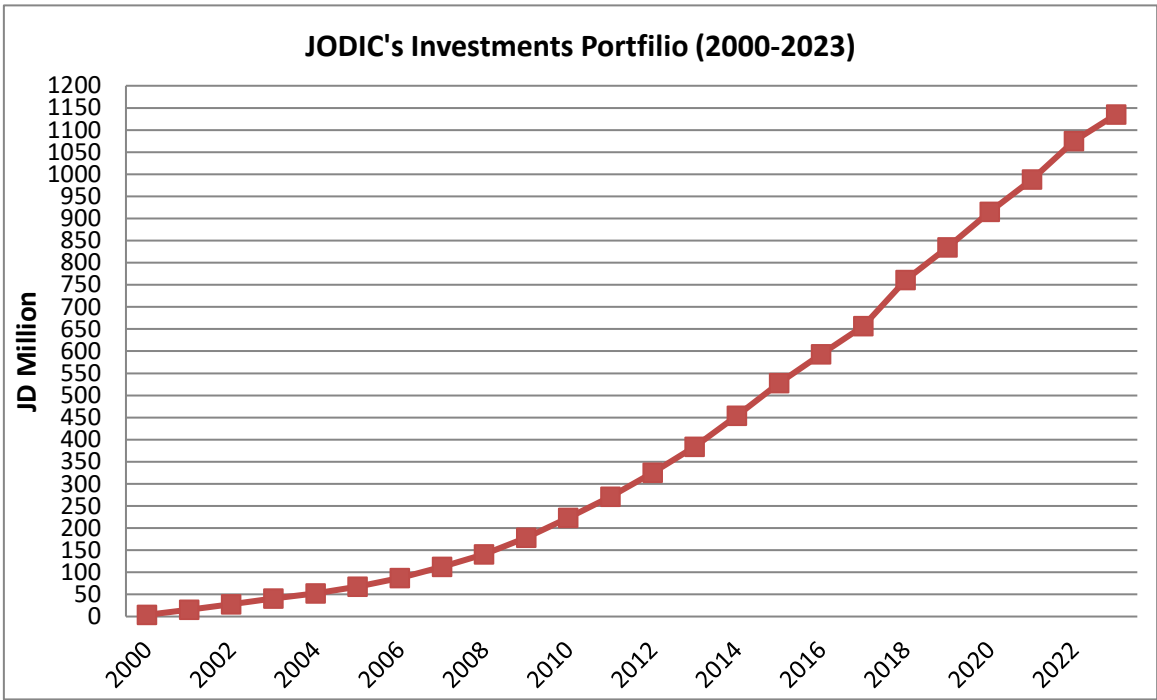
Investment's Portfolio and Investment's Income

The outstanding value of JODIC's Held-to-Maturity bonds portfolio increased to reach JD 1135.3 million by the end of 2023 compared with JD 1074.9 million a year earlier, with an increase of JD 60.4 million and a growth rate of 5.6%.

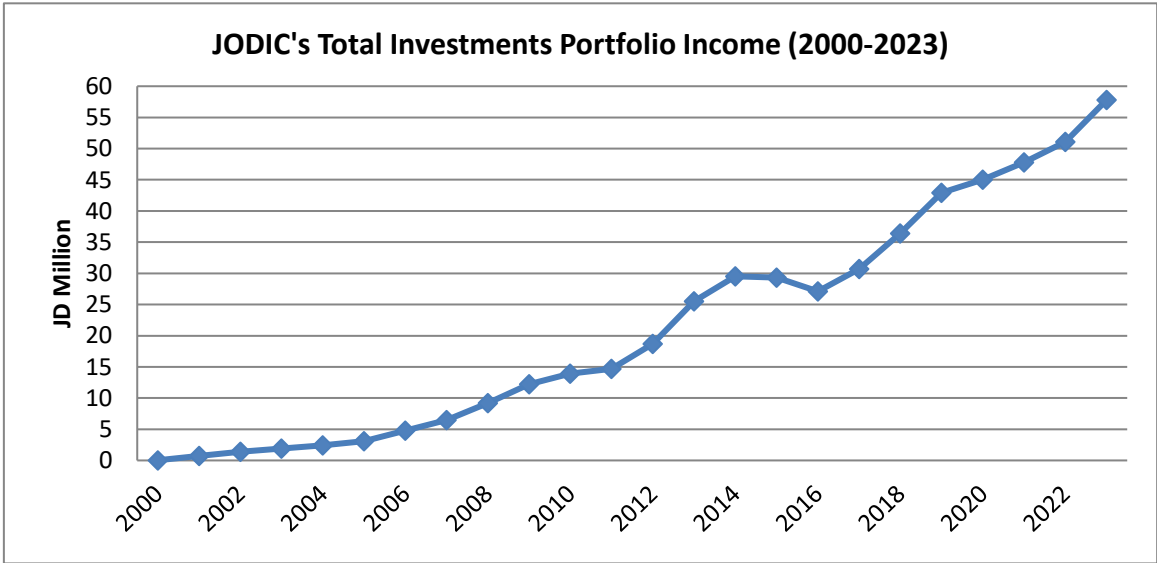
The portfolio consists of:

1. Treasury bonds with a value of JD 1068.3 million; representing 94.1 of total value of the portfolio.
2. Public entities bonds with a value of JD 67 million; representing 5.9% of total value of the portfolio.

Outstanding balance of public debt instruments portfolio amounted to JD 1135.3 million representing 96% of the Corporation's total assets by the end of 2023.

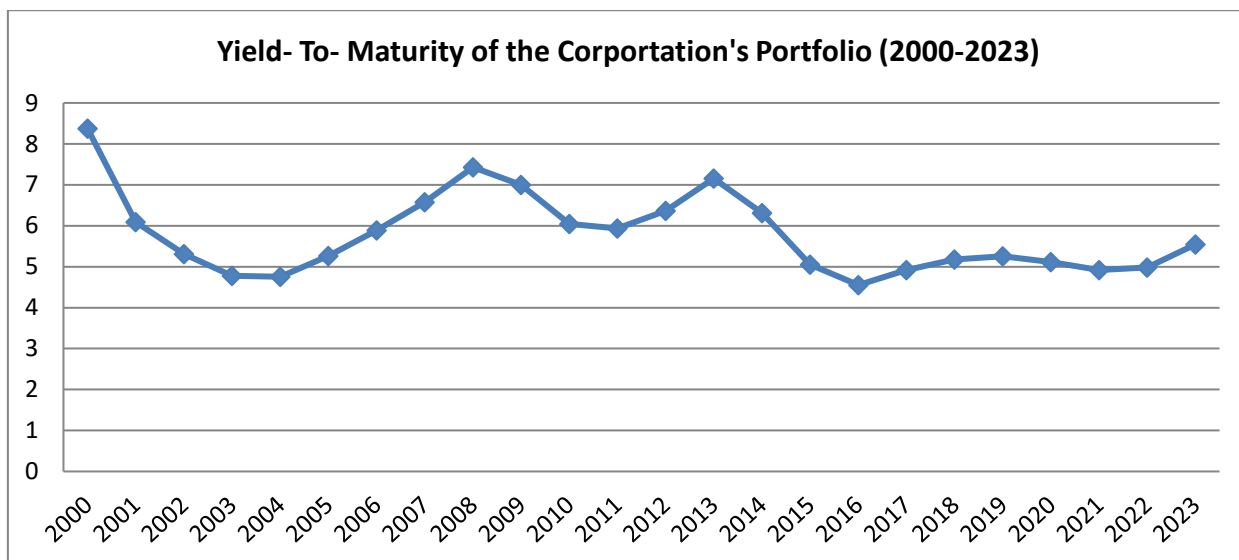


JODIC's total investments portfolio income amounted to approximately JD 57.8 million during the year 2023 compared with JD 51.1 million during the year 2022, with an increase of 13.1%.



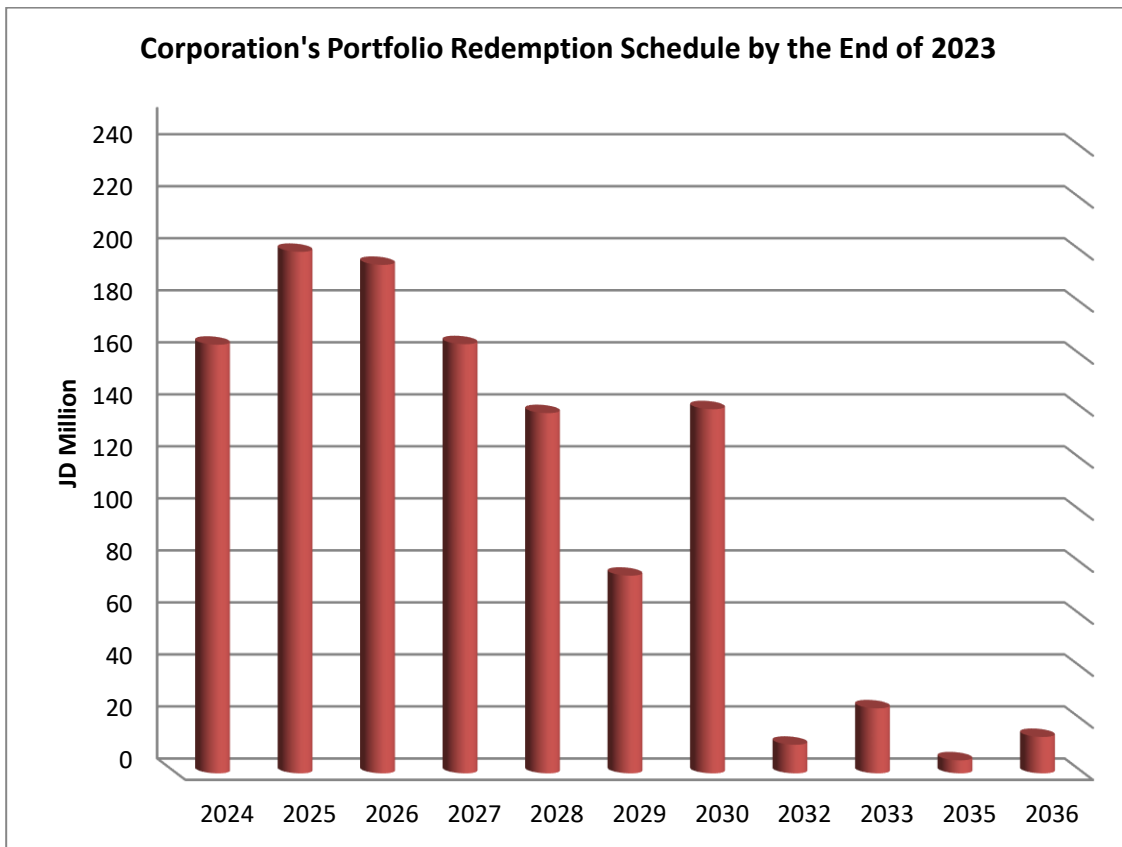
Portfolio's Yield- to- Maturity and Modified Duration:

The Yield-to-Maturity (YTM) of the portfolio increase by 0.559% to reach 5.543% by the end of 2023 compared with 4.984% a year earlier, and the modified duration decreased to reach 2.965 year by the end of 2023 compared with 3.011 year from the previous year.



Maturities of Financial Instruments:

By the end of 2023, the value of the redeemed bonds and bills amounted to approximately JD 224.2 million. However, short term investments in JODIC's portfolio amounted to JD 164.8 million by the end of 2023.



Cash Account:

JODIC's cash balances not invested in public debt instruments is deposited at the Central Bank of Jordan (CBJ) in accordance with the Provisions of Article 24(b) of JODIC's Law. The balance of this account amounted to JD 25.5 million by the end of 2023.

Total Reserves

The premiums contributed by member banks and investments income resulted in raising JODIC's total reserves from JD 1099 million by the end of 2022 to JD 1179 million by the end of 2023 with an increase of JD 80 million, or by 7.1%. This level of reserves formed 4.84% of total eligible deposits amounting to JD 24526 million by the end of 2023, and 13.95% of estimated reimbursement amount being JD 8451 million.

JODIC's Reserves During (2000-2023)

