

**Al Janoob Islamic Bank**  
**Private Shareholding Company – Baghdad**

**Balance Sheet and Final Accounts**

**As it is on 31/12/2018**



# Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

## Statement of the Financial Position as on 31/December/2018

Statement	Exp.	31/12/2018 Dinars	31/12/2017 Dinars
<b>Assets</b>			
Cash & Balances with the Central Bank of Iraq	5	74,157,230,309	94,238,985,284
Balances with Banks and Other Financial Establishment	6	31,558,774,753	46,047,767,563
Direct Credit Facilitations (Net)	7	59,947,999,469	49,883,448,000
Financial Investments (Net)	6	36,380,000,000	--
Real-Estates and Equipment (Net)	10	86,151,639,121	73,194,459,674
Intangible Assets	11	6,570,544,975	6,746,691,123
Other Assets	12	4,058,619,545	6,115,961,458
<b>Total Assets</b>		<b>298,824,808,172</b>	<b>276,227,313,102</b>
<b>Liabilities and Ownership's Equity</b>			
<b>Liabilities</b>			
Customers' Deposits	13	17,413,046,707	8,956,234,603
Cash Deposits	14	17,757,494,156	11,364,386,000
Income Tax Allocation	15	130,592,000	851,911,000
Other Allocations	16	1,037,654,812	1,443,085,511
Received Loans		950,000,000	-----
Other Liabilities	17	9,762,957,349	325,577,813
<b>Total Liabilities</b>		<b>47,051,745,024</b>	<b>22,941,194,927</b>
<b>Ownership's Equity:-</b>			
Paid Capital		250,000,000,000	250,000,000,000
Compulsory Reserve	18	204,830,034	167,829,032
Other Reserves	18	813,171,113	662,223,165
Carried Forward Losses	18	-----	-----
Carried Forward Profits	18	755,062,001	2,456,065,978
<b>Total Ownership's Equity:-</b>		<b>251,773,063,148</b>	<b>253,286,118,175</b>
<b>Total Liabilities and Ownership's Equity</b>		<b>298,824,808,172</b>	<b>276,227,313,102</b>
<b>Net Contractual Commitments</b>	19	<b>52,045,240,651</b>	<b>72,154,275,608</b>

For / International Islamic Bank (Private shareholding Company) – Baghdad

-Sgd.-  
**Financial Manager**  
Alyaa Meeri

-Sgd.-  
**Asst. Managing Director**  
Zuhair Abdulkareem Jabbar

-Sgd.-  
**Chairman of the Board of Directors**  
Ali Fali Kadhim

Subject to our report No.: (79-140) on 29/5/2019

Seal & Signature  
Shahla Hikmat Al-Bazazz  
Certified Public Accountant and Auditor  
Member of Iraqi Society for Certified Public Accountants

Seal & Signature  
Munib Mustafa Hussain  
Chartered Accountant & Auditor  
Member of Iraqi Society for Certified Public Accountants  
For / Haseeb Kadhim Juwaid & Partner Company  
for Accounts Auditing & Control / Joint Liability

The explanations from (1-23) are considered part of the final accounts and to be read therewith.

Unified Income Statement for the Year Ending on 31/December/2018

<u>Statement</u>	<u>Exp.</u>	<u>31/12/2018</u> <u>Dinars</u>	<u>31/12/2017</u> <u>Dinars</u>
Income from Contracts of Participation		1,169,306,335	3,449,000,000
Net Commission Revenues	20	743,317,234	584,795,987
Revenues of Selling and Purchasing Currency Auction		5,055,691,668	9,814,231,696
Net Interest & Commission Revenues		6,968,315,237	13,848,027,683
Other Operation Profits (Losses)	21	1,466,781,984	2,929,105,721
Total Revenues		8,435,097,221	16,777,133,404
Expenses			
Employees' Expenses	22	2,109,690,936	1,791,086,353
Impairment Allocation of Cash & Contractual Credit		-----	1,567,399,511
Consumptions and Amortizations	10	1,596,122,748	2,234,956,961
Other Operating Expenses	23	2,850,375,458	6,453,026,569
Compensations and Fines		112,840,432	47,499,781
Taxes and Fees		895,455,600	1,003,762,886
Total Operating Expenses		7,564,485,174	13,097,732,061
Net Profit for the Year before Tax Calculation		870,612,047	3,679,401,343
Income Tax		(130,592,000)	(551,911,000)
Net Profit after Tax		740,020,047	3,127,490,343
Net Profit after Tax is distributed as follows			
Compulsory Reserve (Mandatory)		37,001,002	156,374,517
Accumulated Surplus		703,019,045	2,971,115,826
Total		740,020,047	3,127,490,343

Statement of the Comprehensive Income for the Year Ending on 31/December/2018

<u>Statement</u>	<u>Exp.</u>	<u>31/12/2018</u> <u>Dinars</u>	<u>31/12/2017</u> <u>Dinars</u>
Net Income of the Year after Income Tax Calculation		740,020,047	2,878,831,142
Change in Fair Value of Financial Assets through			
Other Comprehensive Income Statement	8		250,000,000
Total Items of Other Comprehensive Income			250,000,000
Total Comprehensive Income		740,020,047	3,128,831,142

The explanations from (1-23) are considered part of the final accounts and to be read therewith.



Statement of the Cash Flows as on 31/December/2018

Statement	31/12/2018 Dinars
Operating Activities	
Profit of the Year before Tax	870,612,047
<u>Non-Cash Item Amendments</u>	
Depreciations	1,596,122,748
Impairment Loss of Credit Facilitations	(10,064,551,469)
Increase in Reserves and Allocations	(2,789,097,773)
Profit before Changes in Assets and Liabilities	(11,257,526,494)
Change in Assets and Liabilities	
Decrease in Other Assets	2,057,341,913
Increase in Customers' Deposits	8,456,812,104
Increase in Cash Deposits	6,393,108,156
Increase in Other Liabilities	9,437,379,536
Increase in Received Loans	950,000,000
Net Cash Flow from Operating Operations before Tax	27,294,641,709
Income Tax Payments	(721,319,000)
Net Cash Flow from Operating Operations after Tax	26,573,322,709
Net Cash Flow from Operating Operations	16,186,408,262
Investment Activities	
Financial Investments	(36,380,000,000)
Purchasing Properties and Equipment	(13,873,421,918)
Intangible Assets	(503,734,129)
Net Cash Flow (used in) from Investment Operations	(50,757,156,047)
Financing Activities	
Capital Increase	----
Net Cash Flow from Financing Operations	----
Net Increase in Cash and Its Equivalent	(34,570,747,785)
Cash and Its Equivalent at the Beginning of the Year	140,286,752,847
Cash and Its Equivalent at the End of the Year	105,716,005,062



The explanations from (1-23) are considered part of the final accounts and to be read therewith.

Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

Statement of the Changes in the Ownership's Equity as on 31/December/2018

Statement	Paid Capital Dinars	Compulsory Reserve Dinars	Other Reserves Dinars	Fair Value Reserve Dinars	Carried Forward Profits Dinars	Carried Forward Losses	Total Shareholders' Equity
31/12/2018							
Balance as on 1/1/2018	250,000,000,000	167,829,032	662,223,165	-----	2,456,065,978	-----	253,286,118,175
Settlements during the Year							
Additions during the Year	-----	-----	(59,957,766)	-----	(2,193,117,308)	-----	(2,253,075,074)
Profit of the Year	-----	-----	-----	-----	740,020,047	-----	740,020,047
Total Comprehensive Income Item	-----	-----	-----	-----	-----	-----	-----
Total Comprehensive Income	-----	-----	-----	-----	740,020,047	-----	740,020,047
Profits of Selling Financial Assets Stated Directly in the Carried Forward Profits	-----	-----	-----	-----	-----	-----	-----
Transfers to Reserves (Exp. 17)	-----	37,001,002	210,905,714	-----	(247,906,716)	-----	-----
Balance as on 31/12/2018	250,000,000,000	204,830,034	813,171,113	-----	755,062,001	-----	251,773,063,148



The explanations from (1-23) are considered part of the final accounts and to be read therewith.

Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

Statement of the Changes in the Ownership's Equity as on 31/December/2017

Statement	Paid Capital Dinars	Compulsory Reserve Dinars	Other Reserves Dinars	Fair Value Reserve Dinars	Carried Forward Profits Dinars	Carried Forward Losses	Total Shareholders' Equity
31/12/2017							
Balance as on 1/1/2017	250,000,000,000	11,454,515	----	----	214,680,800	(17,507,483)	250,208,627,832
Exclusions during the Year	----	----	----	----	(17,507,483)	17,507,483	----
Additions during the Year	----	----	68,000,000	----	(368,000,000)	----	(300,000,000)
Profit of the Year	----	----	----	----	3,127,490,343	----	3,127,490,343
Total Comprehensive Income Item	----	----	----	250,000,000	----	----	250,000,000
Total Comprehensive Income	----	----	----	250,000,000	2,827,490,343	----	3,077,490,343
Profits of Selling Financial Assets Stated Directly in the Carried Forward Profits	----	----	----	(250,000,000)	250,000,000	----	----
Transfers to Reserves (Exp. 17)	----	156,374,517	594,223,165	----	(750,597,682)	----	----
Balance as on 31/12/2017	250,000,000,000	167,829,032	662,223,165	----	2,456,065,978	----	253,286,118,175



The explanations from (1-23) are considered part of the final accounts and to be read therewith.



## Explanations about the Financial Statements

### 1- Statements about the Bank

The bank was established after its transformation from a money transfer company in the name of (Al Janoob Money Transfer Company) / Private Shareholding, which was established according to the establishment certificate issued by the Companies Registration Department by No.: (C.R. / 1-68848) on 11/6/2009, with a capital of (500) million dinars to (Al Janoob Islamic Bank for Investment & Finance) according to the letter of Companies Registrar by No.: (807) on 13/1/2016, regarding the completion of the procedures and increasing its capital from (45) billion dinars to (100) billion dinars and the letter of the Central Bank of Iraq / Directorate General of Banking and Credit Control issued by No.: (9/3/1791) on 2/2/2016, about the final approval to practice the banking business.

### 2- Basis Adopted in Preparing Accounts

- The final accounts were prepared according to the instructions and directives of the Central Bank of Iraq and have moved from local standards to international accounting standards and for three financial periods based on the (International Accounting Standards) IAS No.: (1 Transition from local to international standards).
- To continue in adopting the historical cost basis for the fixed assets and they shall be shown in the statement of net financial position (after deducting accumulated depreciations), while the deferred revenues expenses shall be directly deduct the amortized amounts.
- Depreciation rate of 20% was annually adopted for fixed assets, except the buildings of rate 2% annually, while the establishment expenses were fully amortized in the year of establishment.
- The financial statements of the Bank were presented in Iraqi Dinars, which is the national currency, while the foreign currencies were evaluated in accordance with Standard No.: 21, and as shown below

-The US dollar is 1,190 dinars per dollar



The explanations from (1-23) are considered part of the final accounts and to be read therewith.

Explanations about the Financial Statements for the Year Ending on 31/12/2018

5- Cash on Hand and Balances with the Central Bank of Iraq

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Cash in the Treasury		
Cash in the Branches Treasury in Iraqi Currency	14,866,512,205	5,880,707,046
Cash in the Branches Treasury in Foreign Currency	4,351,476,130	732,127,270
Balances with the Central Bank of Iraq:		
Free Current Accounts	3,430,798,042	27,859,455,683
Deposits for Certain Periods with the Central Bank of Iraq	49,026,707,592	57,659,530,875
Legal Cover Account	2,481,736,340	2,107,164,410
Total	74,157,230,309	94,238,985,284

- The deposits account of certain periods represents the amounts held by the Central Bank of Iraq from the amounts of the letters of guarantee issued by the bank, currency auction, clearance and CBSI

6- Balances with Banks and Banking Establishment

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Local Banks	2,278,853,349	5,231,658,004
Foreign Banks	29,279,921,404	40,816,109,559
Total	31,558,774,753	46,047,767,563



The explanations from (1-23) are considered part of the final accounts and to be read therewith.



# Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

Explanations about the Financial Statements for the Year Ending on 31/12/2018

## 7- Direct Credit Facilitations

Detailed Statement in Cash Credit

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Foreign Remittances Withdrawn on the Bank	-----	-----
Participations Financing	-----	50,777,000,000
Murabaha	60,938,259,151	-----
Good Loan	233,788,000	123,600,000
Total	61,172,047,151	50,900,600,000
Deduct: Credit Financings Allocation	(1,224,047,682)	(1,017,152,000)
	<u>59,947,999,469</u>	<u>49,883,448,000</u>

The following is the activity on the impairment allocation of the contractual credit

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Balance at the beginning of the Year	1,017,152,000	-----
	20,502,812	1,017,152,000
	<u>1,037,654,812</u>	<u>1,017,152,000</u>

## 8- Financial Assets in Fair Value through the Statement of Other Comprehensive Income

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Balance at the beginning of the Year	-----	-----
Change in Fair Value Reserve	-----	250,000,000
Selling Profits of Financial Fixed Assets	-----	-----
Commencing in the Carried Forward Profits	-----	(250,000,000)
Balance at the End of the Year	-----	-----

## 9- Financial Investments

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Shares of Foreign Companies not Stated in Financial Markets	36,380,000,000	-----
Total	<u>36,380,000,000</u>	<u>-----</u>



The explanations from (1-23) are considered part of the final accounts and to be read therewith.

Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

Explanations about the Financial Statements for the Year Ending on 31/December/2018

10- Net Real-Estates and Equipment as on 31/December/2018

Statement	Lands	Buildings	Transportation & Movement Means	Appliances & Furniture	Machineries & Equipment	Establishment Systems and Expenses	Total
Cost as on 1/1/2018	20,125,625,000	7,502,912,000	160,514,340	6,827,634,488	4,308,714,150	-----	38,925,399,978
Additions during the Year	-----	-----	55,692,000	463,653,571	244,840,170	-----	764,185,741
Cost at the End of the Year	20,125,625,000	7,502,912,000	216,206,340	7,291,288,059	4,553,554,320	-----	39,689,585,719
Depreciation & Amortization Ratio		2%	20%	20%	20%	10%	
Depreciation at the Beginning of the Year	-----	79,775,320	16,051,434	1,073,686,596	528,944,881	-----	1,698,458,231
Depreciation during the Year	-----	148,462,734	55,692,000	709,637,424	2,450,313	-----	916,242,471
Depreciation at the End of the Year	-----	228,238,054	71,743,434	1,783,324,020	531,395,194	-----	2,614,700,702
Net Book Value	20,125,625,000	7,274,673,946	144,462,906	5,507,964,039	4,022,159,126	-----	37,074,885,017
* Projects under Execution	15,500,000,000	32,129,209,421	1,348,100,000	-----	49,308,505	50,136,178	49,076,754,104
Net Book Value	35,625,625,000	39,403,883,367	1,492,562,906	5,507,964,039	4,071,467,631	50,136,178	86,151,639,121



The explanations from (1-23) are considered part of the final accounts and to be read therewith



# Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

Explanations about the Financial Statements for the Year Ending on 31/December/2018

## 10- Net Real-Estates and Equipment as on 31/December/2017

Statement	Lands	Buildings	Transportation & Movement Means	Appliances & Furniture	Machineries & Equipment	Establishment Systems and Expenses	Total
Cost as on 12/1/2016	-----	-----	-----	26,672,820	-----	108,202,500	134,875,320
Additions during the Year	-----	99,920,000	-----	314,754,200	408,094,000	3,446,732,891	4,269,501,091
Cost at the End of the Year	-----	99,920,000	-----	341,427,020	408,094,000	3,554,935,391	4,404,376,411
Depreciation & Amortization Ratio	-----	2%	20%	20%	20%	20%	
Depreciation at the Beginning of the Year	-----	-----	-----	10,280,569	-----	34,210,577	44,491,146
Depreciation during the Year	-----	3,747,000	-----	5,912,174	57,264,066	320,969,101	387,892,341
Depreciation at the End of the Year	-----	3,747,000	-----	16,192,743	57,264,066	355,179,678	432,383,487
Net Book Value	-----	96,173,000	-----	325,234,277	350,829,934	3,199,755,713	3,971,992,924
* Projects under Execution	8,075,125,000	37,604,918,386	1,369,520,000	-----	-----	9,924,354,150	56,973,917,536
Net Book Value	8,075,125,000	37,701,091,386	1,369,520,000	325,234,277	350,829,934	13,124,109,863	60,945,910,460



The explanations from (1-23) are considered part of the final accounts and to be read therewith



Explanations about the Financial Statements for the Year Ending on 31/12/2018

11. Intangible Assets

Statement	31/12/2018 Dinars	31/12/2017 Dinars
<u>Cost</u>		
Balance as on 1/1/2018	7,362,045,522	25,797,310
Transferred from Projects under Execution	-----	6,998,750,000
Additions during the Year	503,734,129	337,498,212
Balance as on 31/12/2018	7,865,779,651	7,362,045,522
<u>Accumulated Amortization</u>		
Balance as on 1/1/2018	615,354,399	1,578,500
Amortization during the Year	679,880,277	613,775,899
Balance as on 31/12/2018	1,295,234,676	615,354,399
Book Value as on 31/12/2018	6,570,544,975	6,746,691,123

12. Other Assets

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Miscellaneous Debtors	45,426,981	-----
Advance Payments for Investments Purchase Purposes	-----	4,511,100,000
Deposits with Others	3,498,148,641	1,238,594,208
Prepaid Expenses	56,498,440	-----
Cash Differences	151,432,250	-----
Employees Advances	14,381,250	141,267,250
Debtors of the Letter of Guarantee	262,395,000	225,000,000
Premiums Due to Profitabilities	30,336,983	-----
Total	4,058,619,545	6,115,961,458

13. Customers Deposits

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Credit Current Accounts / Private Sector / Companies	10,342,950,169	5,081,205,718
Credit Current Accounts / Private Sector / Personnel	6,662,404,038	3,726,324,985
Savings Deposit Accounts	407,692,500	148,703,900
Total	17,413,046,707	8,956,234,603

The explanations from (1-23) are considered part of the final accounts and to be read therewith.



# Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

Explanations about the Financial Statements for the Year Ending on 31/12/2018

## 14. Received Cash Deposits

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Deposits against Credits	2,978,912,625	695,474,000
Deposits against Letters of Guarantee	6,681,243,689	5,777,612,000
Deposits of Entering the Auction of Selling and Purchasing Foreign Currency	8,097,337,842	4,891,300,000
Total	17,757,494,156	11,364,386,000

## 15. Income Tax Allocation

The details of this item are as follows

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Balance at the Beginning of the Period	851,911,000	17,702,450
Income Tax Paid during the Year	(851,911,000)	(17,702,450)
Income Tax Due	130,592,000	851,911,000
Balance at the End of the Year is at the Bank Liability	130,592,000	851,911,000

The amount of the tax was calculated according to the Income Tax Law at 15% of the tax base (the adjusted profit for income tax purposes). The amount of the tax was recorded according to the information and figures of the Unified Iraqi Accounting System

## 16. Contractual Credit Allocation

This item includes provision for indirect contractual credit for letters of guarantee and documentary credits, which constitutes 2% of these credits after the issuance of cash collateral in accordance with the instructions of the Central Bank of Iraq

The activity on the contractual credit allocation for the years ended December 31, 2018 and 2017 is as follows:

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Balance at the Beginning of the Period	1,443,085,511	953,748,000
Additions	-----	489,337,511
Deductions	405,430,699	-----
Balance at the End of the Year	1,037,654,812	1,443,085,511



The explanations from (1-23) are considered part of the final accounts and to be read therewith.



Explanations about the Financial Statements for the Year Ending on 31/12/2018

17. Other Liabilities

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Revenues Received in Advance	93,170,000	-----
Administrative Expenses Due	62,000,000	113,950,000
Financial Stamps Fees	14,973,941	61,370,719
Deductions from Employees for Others Account	21,683,743	3,927,500
Certified Instruments	12,000,000	2,355,000
Depositors Amounts Due	7,454,486,895	2,096,174
Increase in the Fund	90,000	-----
Reciprocal Credit Accounts	-----	141,878,420
Miscellaneous Credit Accounts	2,104,552,770	-----
Total	9,762,957,349	325,577,813

18. Ownership's Equity

Capital: The Bank's capital is (250) billion dinars and represents (250) billion shares, and it is fully paid and fulfilling the requirements of the Central Bank of Iraq and the related laws and regulations, where after the bank's operations through the main branch with a capital of (100) billion dinars, the following developments were occurred and the capital increased as result thereof,

- During the month of May / 2016, the capital was increased to (150) billion dinars.
- During the month of August / 2016, the capital was increased to (200) billion dinars.
- During the month of October / 2016, the capital was increased to (250) billion dinars.

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Number of Shares Issued at the Beginning of the Year	250,000,000,000	250,000,000,000
Number of Shares Issued at the End of the Year	-----	-----
Total	250,000,000,000	250,000,000,000



The explanations from (1-23) are considered part of the final accounts and to be read therewith.



## **B- Statutory Reserve (Compulsory)**

In accordance with the Companies Law, a minimum of 5% of the income for the year after taxes shall be deducted as a mandatory reserve. The accumulated amounts of this account shall not exceed 50% of the capital of the Bank, nor may the compulsory reserve be distributed or any proceeds thereof to the shareholders. This deduction may be continued by the approval of the General Assembly of the Bank provided that the compulsory reserve does not exceed 100% of the Bank's capital.

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Balance at the Beginning of the Year	167,829,032	11,454,515
Transferred from the Profit and Loss Account	37,001,002	156,374,517
Balance at the End of the Year	204,830,034	167,829,032

## **C- Other Reserves**

This account shows the amount distributed from the annual profits available in the account of the social responsibility reserve of (674,869,208) and the expansion reserve of (138,301,905) according to the decision of the General Assembly at its meeting on 31/12/2018

## **D- Accumulated Surplus (Carried Forward Profits)**

This account shows the remaining amount of the annual dividend distributable to shareholders

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Balance at the Beginning of the Year	2,456,065,978	214,680,800
Additions	740,020,047	3,377,490,343
Distributions of Shareholders Profits	(2,079,776,835)	-----
The difference of the paid tax amount from the calculated amount transferred from the profit and loss account (income statement)	-----	(385,507,483)
Settlements during the Year	(113,340,473)	-----
Transfers to the Reserves	(247,906,716)	(750,597,682)
Balance at the End of the Year	755,062,001	2,456,065,978

## **E- Share Amount from the Profit of the Year**

Basic earnings per share for the year were calculated by dividing the net shareholders' share from the profit for the year by the weighted average number of shares as follows

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Net Profit of the Year	703,019,045	2,971,115,826
Weighted Average for Number of Shares	250,000,000,000	250,000,000,000
Amount of Basic Share from Profit of the Year	0,003	0,012

The explanations from (1-23) are considered part of the final accounts and to be read therewith.



# Al Janoob Islamic Bank – Private Shareholding Company – Baghdad

Explanations about the Financial Statements for the Year Ending on 31/12/2018

## 19. A- Contractual Credit (Net)

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Contractual Credit (Net)		
Letters of Credit	8,819,799,359	1,017,451,552
Deduct: (Deposits of Credits)	(2,978,912,625)	(695,474,000)
Net Letters of Credit	5,840,886,734	321,977,552
Letters of Guarantee	52,885,597,549	77,609,910,000
Deduct: (Deposits of Letters of Guarantee)	(6,681,243,689)	(5,777,612,000)
Net Issued Letters of Guarantee	46,204,353,860	71,832,298,000
Total Contractual Credit (Net)	52,045,240,594	72,154,275,552

## 19. B- Other Contra Accounts

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Other Contra Accounts		
Important Documents in the Bank's Possession	1	56
Other Contra Accounts	56	-----
Total Contra Accounts / Al Janoob Bank	57	56



The explanations from (1-23) are considered part of the final accounts and to be read therewith.

**Al Janoob Islamic Bank – Private Shareholding Company – Baghdad**

Explanations about the Financial Statements for the Year Ending on 31/12/2018

**20. Net Commission Revenues**

<b>Statement</b>	<b>31/12/2018 Dinars</b>	<b>31/12/2017 Dinars</b>
Foreign Currencies Revenue	1,727,493,305	35,663,485
Credit Commissions	-----	1,703,395,895
Bank Transfers	-----	
Deduct: Paid Banking Commissions	(1,142,697,318)	(995,742,146)
Other Indirect Revenues	-----	-----
Total	(1,142,697,318)	(995,742,146)
	<u>584,795,987</u>	<u>743,317,234</u>

**21. Net Other Operation Profits**

<b>Statement</b>	<b>31/12/2018 Dinars</b>	<b>31/12/2017 Dinars</b>
Revenues		
Investments Returns	1,342,466	-----
Recovered Expenses	1,508,550	-----
Miscellaneous Revenues	1,171,527,068	2,929,105,721
Revenues of Previous Years	3,795,000	-----
Incidental Revenues	11,900	-----
Renting of Fixed Assets	380,830,000	-----
Total	1,559,014,984	2,929,105,721
Expenses		
Donations for Others	91,735,000	-----
Compensations and Fines	-----	-----
Miscellaneous Taxes and Fees	-----	-----
Incidental Expenses	498,000	-----
Total Expenses	92,233,000	-----
Net Other Operation Profits	<u>1,466,781,984</u>	<u>2,929,105,721</u>



The explanations from (1-23) are considered part of the final accounts and to be read therewith.



Explanations about the Financial Statements for the Year Ending on 31/12/2018

22. Employees Expenses

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Salaries, Benefits and Premiums of Workers	1,986,627,864	1,713,842,270
Contribution in the Social Security	123,063,072	77,244,083
Total	2,109,690,936	1,791,086,353

23. Operating and Other Expenses

Statement	31/12/2018 Dinars	31/12/2017 Dinars
Professional and Consulting Services	497,178,006	474,618,250
Renting and Services	78,893,560	77,915,000
Maintenance	303,815,350	877,437,514
Donations	-----	544,656,730
Travel and Delegation	138,917,770	145,986,676
Communications and Internet	108,834,574	179,996,803
Publicity and Advertisement	256,790,900	2,818,523,896
Conferences, Seminars, Exhibitions and Celebrations	119,488,250	169,990,059
Office Expenses	88,223,625	166,720,377
Subscriptions, Fees and Licenses	43,643,878	237,847,338
Workers Transportation	41,161,100	41,327,890
Commodities and Goods Transportation	2,129,500	-----
Training and Rehabilitation	91,432,940	108,339,608
Power Expenses	35,822,000	45,918,484
Water and Electricity	22,546,250	21,914,816
Bonuses for Non-Workers	188,259,000	285,356,750
Legal Services	-----	738,000
Auditing Fees of the Auditor	62,000,000	60,400,000
Auditing Fees of the Central Bank	1,500,000	48,672,500
Other Operating Expenses	760,950,755	146,665,878
	2,841,587,458	6,453,026,569
<u>Other Expenses</u>		
Subsidies for Employees and Others	8,788,000	-----
Others	-----	-----
	8,788,000	-----
Total Operating and Other Expenses	2,850,375,458	6,453,026,569

The explanations from (1-23) are considered part of the final accounts and to be read therewith

