

Aljazeera Sudanese Jordanian Bank

Member of the Bank Deposit Guarantee Fund

Public Joint Stock Company

Audited Consolidated

Financial Statements

As At 31 December 2021



INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Aljazeera Sudanese Jordanian Bank

Report on the Audit of the Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of Aljazeera Sudanese Jordanian Bank which comprise The Consolidated Statement of Financial Position as at 31 December 2021, Consolidated Income, Consolidated Statement of Cash Flows, Consolidated Statement of Changes in Equity, Consolidated Statement of Changes in Restricted Investments for the year then ended, and notes, comprising), significant accounting policies and other explanatory information Note (2).

Opinion

In our opinion, the accompanying Consolidated Financial Statements present fairly, in all material respects, the Consolidated Financial Position of the Bank as at 31 December 2021 and its Consolidated Financial performance and its Consolidated Cash Flows, Consolidated Changes in Equity and Changes in Restricted Investments for the year then ended in accordance with Financial Accounting Standards (FAS) issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), the Shariah rules and principles as determined by the Shariah Supervisory Committee of the Bank and the applicable regulations of the Central Bank of Sudan. In accordance with the requirement of AAOIFI, for matters where no AAOIFI standards exist, the Bank applies the relevant International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the Auditors' Responsibility for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA



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Code) together with the ethical requirements that are relevant to our audit of the Bank's Financial Statements in the Republic of Sudan, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of the current year. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

1- Swap with Central Bank of Sudan:

Accounting to note No.IS in statement of financial position swap of other banks this swap is swap with ziraat tarsh bank , with value of S D G92,500,000 NO Swap with C Bos of at 2020 financial statements.

2- Provision of Financing Risks :

The provision of finance with increase from SDG 20,519,851 in 2020 to 85,571,160 in 2021. The percentage increase is 317% when compare this with finance inflation rate.

The provision associated with finance which increase from SDG 2.68m to SDG 7.70m with rate of 187%. Morabah type of finance represent 99% of total finance.

3- Cash and Cash Equipment :

The cash and cash equipment increase from SDG 3.6m to SDG 15.4 by 322% and the foreign currency representage 68% as at 31/12/2021.

Responsibility of the Bank Management

The Bank Management is responsible for the preparation and fair presentation of these Consolidated Financial Statements in accordance with FAS issued by AAOIFI, and the CBOS regulations, and for such internal control as the Bank Management determines is necessary to enable the preparation of the Consolidated Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibilities

Our responsibility as auditors is to express an opinion on these Consolidated Financial Statements based on our audit. We conducted



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our audit in accordance with International Standards on Auditing (ISAs).

We plan and perform the audit to obtain reasonable assurance about whether the Bank's Consolidated Financial Statements are free from material misstatement. We also:

- Identify and assess the risks of material misstatement of Consolidated Financial Statements, whether due to fraud or error; design and perform audit procedures responsive to those risk, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentation or override of internal control.*
- Obtain an understanding of the internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control.*
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors*
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our*
- conclusions are based on the audit evidence obtained up to the date of our audit's report. However, future events or conditions may cause the Bank to cease to continue as going concern.*
- Evaluate the overall presentation, structure and content of Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.*
- Obtain sufficient appropriate audit evidence regarding the Consolidated Financial information of the entities or business*

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- *activities within the Bank to express an opinion on the Consolidated Financial Statements We are responsible for the direction, supervision and performance of the Bank's audit. We remain solely responsible for our audit opinion.*
- *We communicate with the Bank's Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, include any significant deficiencies in internal control that we identify during our audit.*
- *We also provide those charged with Governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.*
- *From the matters communicated with those charged with Governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report, unless law or regulations precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.*

Other Legal and Regulatory Requirements

As regard compliance with Companies' Ordinance 2015 requirements:

1/ we have obtained all the information and explanations we considered necessary for the purposes our audit.

2/ The Consolidated Financial Statement have been prepared in accordance with Companies' Ordinance 2015, Financial Accounting Standards (FAS) issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), the Shariah rules and principles as determined by the Shariah Supervisory Committee of the Bank and the applicable regulations of the Central Bank of Sudan.

3/ The Bank has maintained proper accounting records and its Consolidated Financial Statements are in agreement therewith.

4/The, investment securities held by the Bank note (11) comprise the equity shares and the micro finance agency.



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5/Note (28) shows balances with related parties arising from commercial transactions in the normal course of business at an arm's length basis and are disclosed in the Consolidated Financial Statements.

6/ We are not aware of any violations of the provisions of the Central Bank of Sudan Regulations or the Companies' Ordinance 2015 or the terms of the Articles of Association and the amendments there to having occurred during the year which might have had a material adverse effect on the Bank's Financial position or performance as and for the year ended 31 December 2020.

Date: 18 May 2022

Signature:

Dr. Mohamed Hassan Azrag (FCCA)
Fellow Chartered Certified Accountant
Principal partner
Mohamed Azrag & Co.



Aljazeera Sudanese Jordanian Bank**Consolidated Statements of Financial position As At 31 Dec 2021**

	Notes	2021 SDG	2020 SDG
ASSETS :-			
Cash & Cash Equivalent	3	15,472,358,636	3,667,854,398
Sales Receivables	4	7,689,301,971	2,679,874,730
Other Financing (Igara)	5	2,517,029,430	1,049,225,698
Investments	6	1,830,064,667	872,445,206
Other Investments	7	0	375,000,000
Other Assets	8	247,465,653	170,856,278
Long Term Investments	9	54,051,832	59,076,841
Assets under Construction	10	546,452,714	189,393,087
Property, Plant & Equipment's	11	<u>465,634,276</u>	<u>365,373,025</u>
Total assets		<u>28,822,359,179</u>	<u>9,429,099,262</u>
Liabilities, unrestricted Investment Accounts and Owners' Equity			
Liabilities:-			
Current and Savings Accounts	12	15,876,618,442	6,229,611,146
Accounts Payable	13	1,921,698,051	538,523,260
Other liabilities	14	772,551,036	176,592,049
Swap with Other Banks	15	<u>92,500,000</u>	<u>85,224,000</u>
Total Liabilities		<u>18,663,367,529</u>	<u>7,029,950,455</u>
Unrestricted Investment Accounts	16	<u>1,832,713,546</u>	<u>847,903,433</u>
Total Liabilities & unrestricted Investment Accounts		<u>20,496,081,075</u>	<u>7,877,853,889</u>
Owners' Equity			
Paid Capital	17	225,866,666	225,866,666
Share Premium		39,534,927	39,534,927
Legal Reserve		214,529,289	114,822,089
Foreign Currencies Revaluation Reserve	18	6,767,185,804	778,566,589
Retained Earnings	19	<u>1,067,569,930</u>	<u>390,599,848</u>
Total Owner's Equity		<u>8,314,686,616</u>	<u>1,549,390,119</u>
Noncontrolling Interest		<u>11,591,488</u>	<u>1,855,255</u>
Total Owner's Equity and Noncontrolling Interest		<u>8,326,278,104</u>	<u>1,551,245,374</u>
Total Liabilities, unrestricted Investment & Equity		<u>28,822,359,179</u>	<u>9,429,099,262</u>
Contra Accounts	21	<u>488,091,915</u>	<u>737,412,161</u>

Ayman Hazzaa Almajali

Chairman



Asim Yousif Awad Elkareem

Board Member



Amer Allawi

General Manager



Aljazeera Sudanese Jordanian Bank**Consolidated Income Statements for the year ended 31 Dec 2021**

<u>Income</u>	<u>Notes</u>	<u>2021</u>	<u>2020</u>
		<u>SDG</u>	<u>SDG</u>
Income from credit Sales	21	1,808,029,442	416,359,941
Income from Ijara Investments		639,183,465	182,105,733
Income from Investments (Shahama)		23,692,431	113,448,456
Income from Other Bank Investments	22	<u>284,520,914</u>	<u>157,735,521</u>
Total Income from Investments and Financing		<u>2,755,426,252</u>	<u>869,649,651</u>
The return of the Owners of Investment Deposits	23	<u>(226,481,193)</u>	<u>(99,517,874)</u>
Bank share in Income (as Agent & owner)		2,528,945,059	770,131,777
Income from Banking Services	24	444,918,435	127,600,598
Other Income	25	86,005,161	26,473,882
Income from Investments in share		21,178,876	7,255,945
Profit&Loss on Trade Foreign currency		188,229,973	4,051,531
Foreign currency valuation gains or losses		<u>147,692,846</u>	<u>8,719,884</u>
Total Income		<u>3,416,970,349</u>	<u>944,233,618</u>
Costs			
Human Resource Costs	26	978,891,080	303,993,572
General and Administration Expenses	27	782,415,247	200,677,323
Depreciation		49,919,150	32,084,555
Provision for Financing Risk		<u>85,571,160</u>	<u>20,519,852</u>
Total Cost		<u>1,896,796,636</u>	<u>557,275,302</u>
Net Profit /(loss) before Zakat and Taxes		1,520,173,713	386,958,315
Zakat for the year		141,584,968	24,824,311
Tax for the year		<u>376,612,426</u>	<u>83,640,018</u>
Consolidated net Profit after Zakat and Taxes		<u>1,001,976,318</u>	<u>278,493,986</u>
Profit/ (Loss) attributable to Noncontrolling Interest		<u>(3,186,233)</u>	<u>2,186,723</u>
Net Profit Attributable to Shareholders		<u>998,790,085</u>	<u>280,680,709</u>

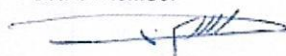
Ayman Hazzaa Almajali

Chairman



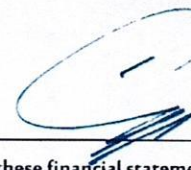
Asim Yousif Awad Elkareem

Board Member






Amer Allawi

General Manager



Consolidated Statements of Cash Flows for the year ended 31 Dec 2021

<u>Cash flows from Operating Activities</u>	<u>2021</u>	<u>2020</u>
Net Income	1,001,976,318	278,493,984
Net income reconciliation with the net increase in cash generated from operations :		
Depreciation	49,919,150	32,084,555
Provisions	998,571,505	230,884,315
Taxes and Zakat Paid	(108,464,329)	-
Prior Year Adjustment	(74,419,959)	-
Profit on sale of fixed assets	(16,925,233)	-
Net cash flows from Operating Activities	<u>1,850,657,452</u>	<u>541,462,854</u>
<u>Cash flows from Investing Activities</u>		
Purchase of Fixed Assets	(141,299,857)	(160,849,157)
Cash Received on Sale of Fixed Assets	20,188,345	-
Increase in Assets under Construction	(357,059,627)	-
Decrease in Investing in a Liquidity Management Fund	249,359,000	(108,323,000)
Purchase of securities	(660,384,654)	210,867,244
Decrease in Speculation and Deposits in Other Banks	375,000,000	(250,000,000)
Increase in sales Receivables	(6,477,230,973)	(1,101,103,228)
Increase in Musharakat & Mudarbat	(692,732,436)	208,013,023
Increase in Shareholding in Companies	5,025,009	(23,102,936)
The Decrease in Financing Portfolios	<u>104,052,629</u>	<u>(201,908,705)</u>
Net Cash Flow used in the Investment	<u>(7,575,082,563)</u>	<u>(1,426,406,759)</u>
<u>Cash Flows from Financing Activities</u>		
The Increase in unrestricted Investment Accounts	984,810,113	51,891,275
The Increase in current and Savings Accounts	9,647,007,296	2,740,820,892
The Increase in Reserves	4,945,225,538	(482,478,203)
Cash Dividends	-	(126,160,711)
The Increase in Other Assets	(34,523,375)	9,311,916
The Increase in Accounts Payable	1,383,174,791	20,962,390
Increase in Other Liabilities	603,234,987	1,485,618
Decrease in Receivables	-	659,507
Net Change in Noncontrolling Interest	<u>9,736,233</u>	<u>(2,186,723)</u>
Net Cash Flow generated from Financing	<u>17,528,929,350</u>	<u>2,214,305,961</u>
Change in Cash and Cash Equivalents	11,804,504,238	1,329,362,056
Cash and Cash Equivalents at the Beginning of the year	<u>3,667,854,398</u>	<u>2,338,492,343</u>
Cash and Cash Equivalents at the End of the year	<u>15,472,358,636</u>	<u>3,667,854,398</u>
Ayman Hazzaa Almajali	Asim Yousif Awad Elkareem	Amer Allawi
Chairman 	Board Member 	General Manager 

Consolidated statement of changes in equity for the year ended 31 December 2021

Particulars	Paid Capital	Legal Reserve	Foreign Currencies Revaluation Reserve	Share premium	Retained Earnings (Losses)	Total equity attributable to bankshareholders	Noncontrolling interest	Total Equity
Balance on 1-1-20	225,866,666	86,526,421	628,191,589	39,534,927	280,804,087	1,260,923,690	4,041,978	1,264,965,668
Prior year adjustments	0	0	0	0	(16,428,569)	(16,428,569)	0	(16,428,569)
Net income	0	0	0	0	280,680,709	280,680,709	(2,186,723)	278,493,986
Legal reserve 10%	0	28,295,668	0	0	(28,295,668)	0	0	0
Cash dividends 2019	0	0	0	0	(126,160,711)	(126,160,711)		(126,160,711)
Transfer to Foreign Currencies Revaluation Reserve			150,375,000			150,375,000		150,375,000
Balance on 31-12-2020	225,866,666	114,822,089	778,566,589	39,534,927	390,599,848	1,549,390,119	1,855,255	1,551,245,374
Prior year adjustments	-	-	-	-	(74,419,959)	(74,419,959)	-	(74,419,959)
Increase paid capital	-	-	-	-	-	-	6,550,000	6,550,000
Transfer to Foreign Currencies Revaluation Reserve during year	-	-	5,840,926,369	-	-	5,840,926,369	-	5,840,926,369
Net income	-	-	-	-	998,790,087	998,790,087	3,186,233	1,001,976,320
Legal reserve 10%	-	99,707,200	-	-	(99,707,200)	-	-	-
Transfer to Foreign Currencies Revaluation Reserve	-	-	147,692,846	-	(147,692,846)	-	-	-
Balance at 31-12-2021	225,866,666	214,529,289	6,767,185,804	39,534,927	1,067,569,930	8,314,686,616	11,591,488	8,326,278,104

Ayman Hazzaa Almajali
Chairman

Asim Yousif Awad Elkareem
Board Member

Amer Allawi
General Manager

The attached notes from 1-28 form an integral part of these financial statements

Consolidated Statement Of Changes In Restricted Investments
for The Year Ended In 31-12-2021

Descriptions	Amount
Balance At 1-1-2021	170,000,000
Discount :-	-
Deposit of Blue Nile Bank	(50,000,000)
Addition	-
Balance At 31-12-2021	120000000
Balance At 1-1-2020	85,000,000
Discount :-	-
Addition :-	-
Deposit of Blue Nile Bank	50,000,000
Deposit of Alsalam Bank	35,000,000
Balance At 31-12-2020	170,000,000



Ayman Hazzaa Almajali
Chairman



Asim Yousif Awad Elkareem
Board Member

Amer Allawi

General Manager



Notes to the Financial Statements:

1-Incorporation and Activities:

Aljazeera Sudanese Jordanian Bank was established in August 2006 under the company's ordinance 1925 registration certificate No .28581 in accordance with Central Bank of Sudan license No .11/2008 . On April 2008. The bank activities is to render all banking services commercial, financial, agricultural activities and business consultancy services , in accordance with Islamic models of financing. And that is through the main branch in Bank Al-Jazira Tower, Africa Street, Khartoum PO Box 424, Khartoum, Sudan , or through its 13 branches in the capital , as well as its branches in the states , which number (5) branches in Wad Madani , Port Sudan , Gendered , Kassala and the city of the White .

The size of the bank's Employees as of December 31, 2021 amounted to 344 employees

2- Significant Accounting Policies

The Financial Statements have been prepared under the historical cost convention and in accordance with Central Bank of Sudan directives and guidelines, and also in accordance with Accounting and Auditing Organization for Islamic Financial Institution (AAOIFI) requirements.

2-1 Profit or loss Recognition of Financing and Investment Activities :

- Sale Receivables profits are recognized on settlement if one installment, if more than one installment is partially recognized on pro rata basis.
- The bank commission is recognized as revenue when rendering Bank service.
- The Mudaraba and Musharaka profits or loss are recognized when settled or performance is reported by end of the year.
- Interest received from foreign correspondents is kept in a separate account and disposed of according to sharia board fatwa.

2-2 Fixed Assets

Fixed assets are valued at cost less accumulated depreciation, routine repairs and maintenance are treated as Expenses when incurred Depreciation is charged to write off assets value over their estimated useful lives on an annual basis using the straight line method applying rates ranging between (2.5 to 30 percent). Additions during the year are depreciated at 50% of the relevant rate irrespective of the date of acquisition.

2-3 Foreign Currency Translation:

- a- Transactions in foreign currency are recorded at exchange rate ruling at the date they take place any differences are treated in the profit and loss account.
- b- Assets and liabilities in foreign currencies at balance sheet date are translated to Sudanese pounds at the exchange rate ruling at that date and any differences in exchange rates are treated in the profit and loss account.

2-4 Investments:

Short term investment is recorded at its actual value and revalued at the date of the financial Statements at the fair value. Difference in value will be transferred to profit and loss account.

2-5 Return on Investment Deposits:

- 1- The return on investment deposits is calculated on the basis agreed upon by the bank Management and the Islamic sharia board.
- 2- It is considered that all investment deposits are completely used in the bank investment Operations before The bank start to use its own resources.
- 3- The owners of the investment deposits share in all revenues from Bank's investment Operations except revenues from banking services and other revenues.

2-7 Provision for Doubtful Debts :

The provision for doubtful debts is to be charged according to the Central Bank of Sudan circulars.

	<u>2021</u>	<u>2020</u>
	<u>SDG</u>	<u>SDG</u>
<u>3- Cash & Cash Equivalent</u>		
Cash in hand Local	912,737,696	415,979,528
Cash in hand Foreign	1,371,472,823	105,918,560
Current Account in CBOS / local	732,557,909	782,897,171
Current Account in CBOS / Foreign	7,631,976,870	161,061,928
A Local Currency Bank	13,100,259	337,167
Reserve at CBOS/ Local	2,538,036,169	1,197,236,304
Reserve at CBOS /Foreign	717,656,823	81,718,751
Correspondents	1,194,273,047	94,142,489
Investment Deposits	-	1,500,000
Swap with Central Bank of Sudan (15 Million US Dollar)	-	827,062,500
Swap with Ziraat Turkish Bank (800 thousand US dollars)	<u>360,547,040</u>	-
Total	<u>15,472,358,636</u>	<u>3,667,854,398</u>

The Swap with Central Bank of Sudan was liquidated and the local equivalent amount added to our current account with CBOS. Create a new agreement Swap with Ziraat Turkish Bank by amount 800 thousand US Dollar.

	<u>2021</u>	<u>2020</u>
<u>4- Sales Receivables</u>		
Murabahat	9,534,338,456	3,387,314,575
Mugawala	<u>87,858,430</u>	<u>73,005,975</u>
Total	9,622,196,886	3,460,320,550
Less deferred profits	(1,836,672,946)	(745,840,776)
Less Unclassified finance provision (4-A)	(96,221,969)	(34,366,947)
Less Classified finance provision	-	<u>(238,097)</u>
Total	<u>7,689,301,971</u>	<u>2,679,874,730</u>

	<u>2021</u>	<u>2020</u>
<u>4-A Provision for Unrated Financing</u>		
<u>Murabaha</u>		
Opening Balance	28,896,289	12,511,954
Provision for the year	<u>66,447,096</u>	<u>16,384,335</u>
End Balance	95,343,385	28,896,289
<u>Mugawala</u>		
Opening Balance	730,059	1,071,742
Provision for the year	<u>148,525</u>	<u>(341,683)</u>
End Balance	<u>878,584</u>	<u>730,059</u>
	<u>96,221,969</u>	<u>34,605,044</u>

<u>5- Other Financing (Igara)</u>	<u>2021</u>	<u>2020</u>
Igara	3,400,631,330	1,446,866,975
Less : Differed Profit	(849,595,587)	(382,305,433)
Less : Provision unclassified financing (5-A)	<u>(34,006,313)</u>	<u>(15,335,844)</u>
Total	<u>2,517,029,430</u>	<u>1,049,225,698</u>
<u>(5-A) Provision for Unclassified Financing (Igara)</u>	<u>2021</u>	<u>2020</u>
Opening Balance	15,030,774	8,467,482
Provision for the year	<u>18,975,539</u>	<u>6,563,292</u>
Year End Balance	<u>34,006,313</u>	<u>15,030,774</u>
<u>5/B Customer Finance by Sector</u>	<u>2021</u>	<u>2020</u>
Transportation Sector	4,530,054,387	1,938,302,598
Industrial Sector	1,104,421,203	483,704,836
Local Trade Sector	49,306,816	159,434,943
Real estate and construction	375,238,185	133,818,958
Government Private and Service Sectors	1,130,768,121	543,730,200
Mining and Energy Sector	2,639,154,596	959,914,368
Export Sector	2,226,753,900	790,035,871
Agricultural Sector	1,285,594,376	229,672,629
Microfinance sector	328,416,181	
Less : Defferd Profit	(2,686,268,533)	(1,128,146,209)
Less Unclassified finance provision (4-A)	(134,684,274)	(50,602,268)
Less Classified finance provision		<u>(238,097)</u>
Total	<u>10,848,754,958</u>	<u>4,059,627,829</u>
<u>5/C Geographical Distribution of Customer Finance:-</u>	<u>2020</u>	<u>2020</u>
Khartoum State	11,794,425,343	4,718,192,700
Giezira State	506,511,302	45,667,556
Red Sea State	424,232,700	216,830,568
Al gadaref State	416,924,377	91,134,179
North Kordfan	204,820,059	128,025,075
kasala State	322,793,984	38,764,325
Less : Defferd Profit	(2,686,268,533)	(1,128,146,209)
Less Unclassified finance provision (4-A)	(134,684,274)	(50,602,268)
Less Classified finance provision		<u>(238,097)</u>
Total	<u>10,848,754,958</u>	<u>4,059,627,829</u>

<u>5/D Funding for the Top 10 Client:-</u>	<u>2021</u>	<u>2020</u>
Client 1	240,319,413	138,766,560
Client 2	226,421,775	111,088,000
Client 3	223,826,400	100,000,000
Client 4	217,759,000	100,000,000
Client 5	212,499,999	89,500,000
Client 6	205,200,000	85,797,000
Client 7	200,640,000	74,390,000
Client 8	180,000,000	70,000,000
Client 9	175,500,000	68,652,798
Client 10	<u>164,045,700</u>	<u>66,625,000</u>
Total	<u>2,046,212,287</u>	<u>904,819,358</u>
Percentage of the financing portfolio	%19	%22

<u>6/ Investments</u>	<u>2021</u>	<u>2020</u>
Musharakat 1/6	262,600,000	64,107,200
Less Unclassified Finance	(2,012,804)	(539,802)
Mudarat 2/6	581,350,018	82,080,866
Less Unclassified Finance	(4,455,991)	(691,145)
Portfolios	104,279,550	208,332,179
Less Unclassified Finance	-	(208,332)
Shahama 3/6	888,293,894	227,909,240
Liquidity Management Fund 4/6	<u>10,000</u>	<u>249,369,000</u>
Total Investment	<u>1,830,064,667</u>	<u>872,445,206</u>

<u>Musharakat 1/6</u>	<u>2021</u>	<u>2020</u>
Carton gold and gold bars manufacturing posts	145,000,000	36,107,200
Input for the production of ceramics and porcelain	-	28,000,000
Transportation	<u>117,600,000</u>	-
Total	<u>262,600,000</u>	<u>64,107,200</u>

<u>Mudarabat 2/6</u>	<u>2021</u>	<u>2020</u>
Al-Fal Microfinance company	240,000,000	29,400,000
Other Mudarabat Client	301,350,018	23,093,366
Al-Muhajir Company	40,000,000	29,587,500
Total	<u>581,350,018</u>	<u>82,080,866</u>
<u>Shahama 6/3</u>	<u>2021</u>	<u>2020</u>
Shahama Issued 1/4	295,376,620	217,742,240
Shahama Issued 1/7	15,000,000	10,167,000
Shahama Issued 1/10	49,917,274	-
Export Investment Fund	<u>528,000,000</u>	-
Total	<u>888,293,894</u>	<u>227,909,240</u>
<u>Liquidity Management Fund 4/6</u>	<u>2021</u>	<u>2020</u>
Compulsory subscription to the fund (27,615) units	-	36,938,000
Addition Subscription	-	212,431,000
Settlement Guarantee Fund	<u>10,000</u>	-

- The Liquidity Management Fund is a fund managed by the Financial Investment Bank to manage the liquidity with Banks under the supervision of the Central Bank of Sudan, where it is classified as investments listed at fair value in

<u>Movement Financial Provision :</u>	<u>2021</u>	<u>2020</u>
Opening Balance :	SDG	SDG
Sales Receivables (Murabaha&Mogawla)	44,657,122	22,051,178
Musharkat & Mudarbat	<u>899,477</u>	<u>8,809,137</u>
Total Opening Balance	<u>45,556,599</u>	<u>30,860,315</u>
Provision for the year :		
Sales Receivables (Murabaha&Mogawla)	85,571,160	22,605,944
Musharkat & Mudarbat	<u>5,029,516</u>	<u>(7,369,858)</u>
Total Provision for the year :	<u>90,600,677</u>	<u>15,236,086</u>
End Balance :		
Sales Receivables (Murabaha&Mogawla)	130,228,282	44,657,122
Musharkat & Mudarbat	<u>5,928,994</u>	<u>1,439,279</u>
Total End Balance :	<u>136,157,276</u>	<u>46,096,401</u>

<u>7/ Other Investments (Deposits with banks)</u>	<u>2021</u>	<u>2020</u>
Financial Investment Bank Deposit	-	90,000,000
Albarka Bank Deposit	-	35,000,000
Arab Bank Deposit	-	50,000,000
Al khaleeij Bank Deposit	-	100,000,000
Qatar Islamic Bank Deposit	-	<u>100,000,000</u>
Total	=	<u>375,000,000</u>

Deposits with Other Bank are clasfid as short term deposits and according with policy of central Bank of Sudan . In the end of Year 2021 it was liquidaed all of the deposits with other Banks.

<u>8/ Other Assets</u>	<u>2021</u>	<u>2020</u>
Accrued Revenue 8/1	3,281,598	112,600,257
Prepaid expenses paid in advance	166,853,030	48,201,177
Staff Advances	35,059,309	7,986,945
Stock of publications and stationery	20,339,450	1,850,199
Mugawala Assets 8/2	16,636,980	42,086,000
Intangible assets	3,625,072	217,700
Other Receivables	<u>1,670,214</u>	=
Total	<u>247,465,653</u>	<u>212,942,278</u>

<u>8-1 : Accrued Revenue</u>	<u>2021</u>	<u>2020</u>
Dividend Shahama 1/4/2018	405,238	18,090,978
Dividend Shahama 1/7/2018	1,829,957	15,601,576
Dividend Shahama 1/10/2018	-	17,600,430
Dividend Shahama 1/1/2019	-	24,631,073
Revenue Shahama	-	25,286,200
Revenue Hyperdeal Portfolio2	-	2,000,000
Revenue Sudacapital Portfolio1	-	2,000,000
Revenue Hyperdeal Portfolio1	-	300,000
Revenue Sudacapital Portfolio	-	700,000
Profit QNB Deposit	-	300,000
Profit Alkhaleeg Bank Deposit	-	500,000

Profit Elbaraka Bank Deposit2	-	900,000
Profit Elbaraka Bank Deposit3	-	2,000,000
Profit Elbaraka Bank Deposit1	-	2,000,000
Profit Financial Investment Bank Deposit	-	690,000
Profit Export Fund	-	-
Revenue Shahama Subscription	<u>1,046,403</u>	=
Total	<u>3,281,598</u>	<u>112,600,257</u>

8-2 : Mugawala Assets

The amount represents contracts with a group of employee to build houses for them and the work started during the year 2021 , Note that the policy of the bank is to complete the work in nine months, according to the contracts agreed upon with the contracting agencies.

<u>9/Long term Investments</u>	<u>2021</u>	<u>2020</u>
Arabian Leasing Company (10%)	33,056,627	12,581,636
Contribution to Tadawol company	-	25,500,000
Contribution to the Microfinance Guarantee Agency	1,316,000	1,316,000
Contribution to the National Company for Advnce Education	<u>19,679,205</u>	<u>19,679,205</u>
Total	<u>54,051,832</u>	<u>59,076,841</u>

The percentage of the bank's contribution in the Arab company for Leasing is 10% and owns 70% of the shares of Al-Fal for microfinance and owns 51% the shares of Aljazeera Financial Investment Co.

<u>10/ Assets under Construction</u>	<u>2021</u>	<u>2020</u>
Lands	-	20,498,065
Office Fittings	10,259,730	-
Computers	96,963,133	48,634,586
Communications» equipment	4,240,467	378,216
Furniture	-	56,000
ATM	700,000	1,400,000
cabinets	2,562,300	-
Decors	422,337,122	118,426,220
Electrical equipment	<u>9,389,962</u>	=
Total	<u>546,452,714</u>	<u>189,393,087</u>

<u>12-Current & Savings Accounts</u>	<u>2021</u>	<u>2020</u>
Current Deposits -local	11,862,799,570	5,481,516,557
Current Deposits - foreign	2,872,100,355	324,784,492
Saving Deposit local	609,351,465	374,446,318
Saving Deposits foreign	<u>532,367,052</u>	<u>48,863,779</u>
Total	<u>15,876,618,442</u>	<u>6,229,611,146</u>
<u>13- Account Payables</u>	<u>2021</u>	<u>2020</u>
Bills Payable - local	754,908,200	368,690,874
Bills Payable - foreign	169,965,399	776,061
L/Gs'. Margin - Local	42,702,135	2,762,615
L/Gs'. Margin - foreign	50,332,592	1,252,458
Accrued Expense's	28,173,646	10,895,635
Participation in Musharakat	-	-
Participation in mudarbat	-	10,094,733
Import Account`s	202,524,497	5,267,159
Export earning	85,391,049	8,352,044
CBOS Dirham Current Ac	80,102,366	9,798,285
CBOS Loan	150,400,000	-
Dividends under distribution year`s (2017-2018-2019)	24,571,749	95,448,557
Credit Code Claims under adjustment	303,250	9,610
Cash over and short	-	84,137
ATM claims	6,432,595	(8,872,842)
Deposit of the Bank Blue Nile Mushrage	3,957,346	399,585
Deposit of the Alsalam Bank	-	-
Clients Transfers under Adjustment (13-1)	79,304,323	13,533,742
Insurance of Metal cabinets	476,550	269,550
Cheque clearance fees under settlement	2,150,804	108,801
Donations	1,550	1,550
Financing rural groups of Rufaa	240,000,000	19,553,700
Agricultural association claims	-	<u>97,006</u>
Total	<u>1,921,698,051</u>	<u>538,523,260</u>

<u>Clients Transfers under Adjustment (13-1)</u>	<u>2021</u>	<u>2020</u>
Counter transfer between the branches	-	6,945
Marhba company transfers	107,899	3,059,616
Electronic Purse balance	26,549,222	2,972,143
Transfer of the Islamic Financial Services Board in Dirhams	8,900,477	1,351,346
Documentary collections returned from correspondents	42,248,201	6,143,692
VISA Cards Accounts	<u>1,498,524</u>	-
Total	<u>79,304,323</u>	<u>13,533,742</u>

<u>14/ Other Liabilities</u>	<u>2021</u>	<u>2020</u>
Investment Deposits Profit	-	2,460,305
Deposit guarantee fund Fees	29,787,468	10,838,205
Audit Fees	2,247,504	619,004
Board remunerations and staff Incentive 2018	5,231,857	4,314,000
Zakat & Tax Provision 2019-2020	12,102,740	6,496,207
Zakat & Tax Provision 2021	518,197,394	108,464,328
Incentive of the board of directors and employees 2021	168,321,758	43,400,000
Social insurance	591,119	-
Personal Income Tax	569,415	-
Other payable balance	<u>35,501,781</u>	-
Total	<u>736,479,841</u>	<u>176,592,049</u>

<u>15/ Swap with other Banks</u>	<u>2021</u>	<u>2020</u>
Swap with CBOS	-	85,224,000
Swap with Ziraat Turkish Bank *	<u>92,500,000</u>	-
Total	<u>92,500,000</u>	<u>85,224,000</u>

- It represents the amount paid by Ziraat Turkis Bank in note (3)

<u>16- Equity of Unrestricted Investments Accounts</u>	<u>2021</u>	<u>2020</u>
3 Months Deposits - local	485,196,764	300,262,146
6 Months Deposits - local	129,056,473	50,129,407
One Year Deposits - local	1,061,248,509	478,278,295
One Year Deposits - foreign	<u>157,211,800</u>	<u>19,233,585</u>
Total	<u>1,832,713,546</u>	<u>847,903,433</u>

<u>17- Capital</u>	<u>2021</u>	<u>2020</u>
Authorized Capital 200 Million ordinary shares at \$ 1 per share		
Paid-up Capital \$ 110 Millions	<u>225,866,666</u>	<u>225,866,666</u>

<u>18-Foreign Currencs Revaluation Reserve</u>	<u>2021</u>	<u>2020</u>
Balance IN 1-1-2021	778,566,589	628,191,589
Adjustment prior year	5,840,926,369	0
Foreign Currencs Revaluation 2021	147,692,846	150,375,000
Total	<u>6,767,185,804</u>	<u>778,566,589</u>

<u>19- Retained Earnings</u>	<u>2021</u>	<u>2020</u>
Balance on 1/1/2021	390,599,848	280,804,087
Dividends & Capitalization	-	(126,160,711)
Prior years adjustments	(74,419,959)	(16,428,569)
Profit for the year	998,790,087	280,680,709
Statutory Reserve	(99,707,200)	(28,295,668)
Transfer to Foreign Currencs Revaluation	(147,692,846)	=
Total	<u>1,067,569,930</u>	<u>390,599,848</u>

<u>20- Contra Accounts</u>	<u>2021</u>	<u>2020</u>
Letters of Credit	11,341,232	550,406,865
Letters of Guarantees	356,750,682	17,005,296
Restricted Investment Deposits (20-A)	<u>120,000,000</u>	<u>170,000,000</u>
Total	<u>488,091,915</u>	<u>737,412,161</u>

<u>(20-A) Restricted Investment Account</u>	<u>2021</u>	<u>2020</u>
Opening Balance	170,000,000	85,000,000
Withdrawals	(50,000,000)	-
Addition	=	<u>85,000,000</u>
Year-End Balance	<u>120,000,000</u>	<u>170,000,000</u>
Bank profits	<u>16,660,000</u>	<u>6,806,907</u>

<u>21-Income from Sales Receivable's</u>	<u>2021</u>	<u>2020</u>
Murabahat	<u>1,808,029,442</u>	<u>416,359,941</u>
Total	<u>1,808,029,442</u>	<u>416,359,941</u>

<u>22/Income from Banks own Investments</u>	<u>2021</u>	<u>2020</u>
Sudanese's French Deposit	1,680,000	720,548
Financial Investment Bank Deposit	3,375,362	18,820,800
Baraka Bank Deposit	1,224,590	13,582,199
Arab Bank Deposit	200,505	1,039,364
Khaleeg Bank Deposit	1,707,377	3,349,180
Qatar Islamic Bank Deposit	10,897,260	700,000
Musharaka	30,066,114	113,467,883
Mudaraba	23,105,675	41,878
Investment Mutual Fund	112,163,921	5,349,993
Income from Finance Portfolios	<u>100,100,109</u>	<u>663,676</u>
Total	<u>284,520,914</u>	<u>157,735,521</u>

<u>23/ Income from Unrestricted Investment Acc</u>	<u>2021</u>	<u>2020</u>
The Share of the owners of Unrestricted Investment before deducting the Bank share as Mudaraba	323,544,561	129,519,585
Banks share as a Mudaraba	<u>(97,063,368)</u>	<u>(30,001,711)</u>
Net share of owners of Unrestricted Investment	<u>226,481,193</u>	<u>99,517,874</u>

- The share of the bank's as Mudaraba is calculated in accordance with Mudaraba contract terms. Profit is distributed at the rate of 30% to 70% and return paid to unrestricted investment account holders was 16% for the year 2021 & No profit support was provided from the banks share.

<u>24/ Income from Banking Services</u>	<u>2021</u>	<u>2020</u>
Transfers Commissions	8,329,411	2,622,565
LCs & Documentary Collections Commissions	339,504,813	94,075,710
L/G Commissions	12,230,019	654,281
ATM & SWIFT Commissions	3,088,252	5,457,946
Current Acc. Commissions	20,226,960	12,744,384
Bank Cheque - commission	9,971,172	1,699,105
Financial Capability Certificate - commission	56,020	54,268
Statement of Account - commission	363,002	102,158
Electronic Clearing Revenues	4,938,947	1,072,183
Opening Current account Commission	667,753	144,961
Opening a financing file commission	41,333,761	8,973,037
Primary market commissions	<u>4,208,325</u>	=
Total	<u>444,918,435</u>	<u>127,600,598</u>

<u>25/ Other Income</u>	<u>2021</u>	<u>2020</u>
Buildings Rent	26,664,606	6,176,693
Income from fixed assets disposal	16,925,233	-
Insurance Commissions	23,862,926	14,509,778
Contracts certification commissions	3,793,884	801,860
Counter Checks & RD CHQs	7,624,262	3,522,310
Save Deposit Lockers	736,250	166,200
Customs commission	1,691,350	367,171
Mortgage redemption commission	1,039,443	225,649
Renewal of ATM cards & issuance of secret numbers	447,387	97,122
Other Commissions	<u>3,219,820</u>	<u>607,099</u>
Total	<u>86,005,161</u>	<u>26,473,882</u>

<u>26/ Human Resource Costs</u>	<u>2021</u>	<u>2020</u>
Salaries	330,109,923	124,092,402
Air Tickets	261,968,236	80,726,016
Staff & Contractors incentive & non-Pecuniary	27,733,361	12,180,984
Employees Incentives	84,160,879	22,199,105
Social Insurance	77,724,845	19,225,989
Medical Fees	41,422,341	12,885,019
Training Fess	4,181,974	1,142,141
Over Time	8,654,580	2,581,040
Air Tickets - Contractors	3,997,225	1,543,350
Lodging of Contractors	41,916,481	14,634,762
Tax on Contractors	49,005,989	8,479,473
Fuel & Telephone allowance	<u>48,015,246</u>	<u>4,303,292</u>
Total	<u>978,891,080</u>	<u>303,993,573</u>
<u>27- General Administration Expenses</u>	<u>2021</u>	<u>2020</u>
Insurance of Noncurrent Assets and Cash	9,198,194	3,037,543
Microfinance Risks Insurance	29,880,709	14,149,494
Stationary	27,827,322	4,009,620
Printings	15,076,518	2,427,123
Electricity & Water	23,874,903	4,223,923
Rent & Rates	19,442,365	7,888,823
Magazine & Journals	120,993	62,580
Security	28,626,122	6,968,184
Fees		
Cleaning	17,603,725	10,101,017
Post & Telephones	11,953,387	3,139,949
Hospitality	14,337,635	4,319,360
Miscellaneous	2,336,328	221,525
Consultancy	4,050,000	-
Donations	4,173,888	881,000
Publicity	29,660,464	7,172,750
Travelling	11,204,016	908,137
Electronic fees	<u>300,345</u>	-
Total (1)	<u>249,666,914</u>	<u>69,511,028</u>

Continue to Note (27)

Swift	7,238,290	2,143,038
BOD Committees Fees	126,330,556	16,270,388
BOD Remuneration	84,160,879	21,700,000
Bank Deposit Guarantee Fund	23,495,549	10,766,842
Subscriptions in Financial Organizations	2,255,389	1,549,659
Cash Sorting Expenses	16,702,949	4,585,743
CBOS Fees	14,186,269	1,008,189
Audit Fees	2,550,000	805,000
Tax On Audit Fees	297,500	119,000
Issue of Cheque books	14,635,114	1,479,608
Local Jurisdiction Fees	2,740,885	477,402
Repair & Maintenance of decors	51,343,398	11,355,384
Portage an Transportation	3,711,366	1,408,333
ATM & PCs Maintenance	98,545,922	41,062,593
Vehicle Maintenance	17,467,800	3,942,209
Student support Stamp Fees.	11,376	60,460
Maintenance of Generators	64,095,458	11,825,229
fuel and Lubricants	1,370,154	343,370
Legal Expenses	471,809	70,776
Sports and Social Activating of Works	1,110,670	148,796
Business Profit Tax	-	<u>44,277</u>
Total (2)	<u>532,721,333</u>	<u>131,166,296</u>
Total General & Admin Expenses	<u>782,388,247</u>	<u>200,677,324</u>

28-Related Party Transactions:-

Relation Type	Transaction Type	2021		2020	
		Amount Of Finance	Balance as at 31/12/2021	Amount Of Finance	Balance as at 31/12/2020
Member of the board	Musharaka	-	-	9,959,585	8,226,617
Member of the board	Murabaha	-	-	7,237,660	2,989,154
Member of the board	Murabaha	-	-	9,833,950	8,122,843
Member of the board	Murabaha	-	-	708,500	695,039
Alfal company	Mudaraba	240,000,000	240,000,000	29,400,000	29,400,000
TOTAL		240,000,000	240,000,000	57,139,695	49,433,653