

**To / Stockholders of AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**  
**Auditors' Report**

Greetings,

We have audited the accompanying financial statements of **AL-ANSSARI Islamic Investment and Financing Bank (P.S.C) "the bank"**, which comprise of Financial Position statement as on 31 December 2020, Income and comprehensive income statement, Changes in Stockholders Equity statement and Cash Flows statement for the year ended at that date, and the statements that has seriated from (1) to (41) and the accompanying clarification notes attached with it, and the management annual report that prepared in accordance with articles of amended companies law No. 21 for 1997 and the instructions and regulations that issued according to the mentioned law, as well as according to the Banks Law No. 94 for 2004, and Islamic Banks Law No. 43 for 2015, and according to the both known national and international Auditing Standards.

We have obtained the information and clarification that were in our opinion necessary to conduct our task that we completed according to the implemented regulations, and according to the known audit procedures which contain needed tests for the Bank's activities within our specialty.

**Management responsibility for the financial statements:**

Management is responsible for the preparation and disclosure of these financial statements fairly in accordance with national accounting principles and standards, in addition the management responsible to prepare and execute an internal control system especially concerning the preparation and disclosure of financial data fairly and free from material misstatement resulted by mistakes and fraudulent. Also the management is responsible to determine and apply the relevant accounting policies and using the relevant accounting estimations.

**Auditors' responsibility:**

Our responsibility is to express an opinion of these financial statements based on our audit according to the national standards. Those standards required that we planning and complete the audit to obtain a reasonable confirmation whether the financial statements were free from material misstatement. The audit includes an examining on a test basis for the confirming data and documents for the amount that reflected and disclosed in the balance sheet and accompanying statements of the financial year that ended on 31 December 2020. Also include revaluation of accounting principles that applied by the management, and we assume that our audit provides a reasonable basis for our opinion, and we have the following clarifications and notes:

**1- International Accounting Standards Adoption:**

- 1- The bank has been adopted the International Accounting Standards for the Fifth year respectively.
- 2- For the Islamic Financing Instruments, the bank has implement the standards of AAOIFI, that mentioned within the official letter No. 9/3/289 on 01/08/2018 issued by the Central Bank of Iraq, which considered effective from its issuance date.
- 3- For the IAS 36 (Impairment of Assets) wasn't implemented as the bank has no any real estate for the year under audit.
- 4- For the IFRS 9: The Bank's management has implemented the IFRS 9, as a required provision has been determined in order to face the changes in foreseen losses in credit (cash Islamic financing, investments and Guarantee credit) according to the instructions issued by Central Bank of Iraq in its official letter No. 3/6/466 on 26/12/2018, all implementation results were compliant with the requirements of said IFRS, the results were as follows:

The quantitative effectiveness was completely reflected in the comprehensive income statement for the year ended on 31/12/2020:

Cash Islamic financing losses \ Murabaha	(3,239,911)
Losses in investments of Mudharaba and joint ventures	4,914,466,451
Losses of guarantee credit	850,000
Provision of Islamic financing risks \ Murabaha	11,441,303
provision of investments of Mudharaba and joint ventures	8,728,409,180
provision of guarantee credit	1,787,224

As it shown in note 4 attached.

**2- The Cash:**

Cash on hand at the Bank's saves according to the records as on 31/12/2020 (82,216,087,387) IQD comparing with (163,256,227) as on 31/12/2019, the cash count has been conducted in bank's saves as on 15/02/2021 with a balance of (271,057,318) IQD and the cash movement for the period from 01/01/2021 till the date of the cash count has been reviewed in order to confirm the cash balance as on 31/12/2020.

**3- Investments (Net):**

- 1- The investment balance as on 31/12/2020 amounting (164,402,565,120) IQD comparing with (750,000,000) IQD for the last year with increase of (163,652,565,120) IQD that was resulted by considering Mudharaba and joint ventures as investments according to the instructions issued by the Central Bank of Iraq by its official letter No. 9/6/219 on 23/08/2020, as it shown in note 10 attached.
- 2- The percentage of net investments and joint ventures after deducting the provision to the capital and fine reserves 67%, that leads to necessity of implementing the requirements of the Central Bank of Iraq that said in its official letter 9/6/219 on 23/08/2020 in context of treating the percentage of Mudharaba and joint ventures that exceed 20% of capital and fine reserves, as well as treating the Mudharaba and joint ventures periods according to the official letter said above.

**4- Islamic Financing:**

- 1- The net balance of Islamic Financing amounted (678,000,812) IQD comparing with (169,215,906,144) IQD as on 31/12/2019, with decrease of (168,537,905,332) IQD that resulted from considering Mudharaba and joint ventures as investments according to the Central Bank of Iraq instructions indicated in point 3 above.
- 2- The total amount of Islamic financing \ Murabaha that granted to the highest borrowers an amount of (372,938,208) IQD which represents 55% of granted Islamic financing \ Murabaha as the date of the financial statements, note that the obtained guarantees for all said financing is employee warranty, and the highest granted financing \ Murabaha was (35,994,581) IQD which not forming any risks on the bank status.

**5- Cash hold by the bank (Cash Insurances):**

The balance of Cash Insurances amounting (7,500,000) IQD as on 31/12/2020 comparing with (39,200,000) IQD as on 31/12/2019.

**6- Other Assets (Receivables):**

The balance of other assets as on 31/12/2020 amounting (77,335,936) IQD comparing with (8,888,278) IQD as on 31/12/2019, which represents 3% of the total assets.

## 7- Long-Term Loans:

The balance of Long-Term Loans amounting (808,986,301) IQD as on 31/12/2020 comparing with (623,000,000) IQD as on 31/12/2019, which represent the Central Bank of Iraq initiative \ National Fund for small and medium businesses financing.

## 8- Foreign currency Auction:

1- The foreign currency purchased from the Auction for the period from 01/01/2020 till 31/12/2020 amounting (1,628,660,000) USD, detailed as follows:

Description	Amount \$
Remittances	1,626,090,000
Cash (USD)	2,570,000
Total	1,628,660,000

2- The following table showing the revenues of exchange the foreign currency:

Description	Revenue / IQD
Remittances	8,251,590,000
Cash (USD)	<u>9,410,000</u>
Total revenues from auction 2020	<b>8,261,000,000</b>
Foreign remittance commissions (\$100) for each remittance	25,136,000
	<b>8,286,136,000</b>

As it shown in note No. 23 attached .

3- We have sent an official letter No. 33 on 28/01/2021 to the Central Bank of Iraq, to inquire about the amount of USD purchased from the Auction, we didn't receive any reply till the date of this report.

## 9- Results of the Bank's activity:

A **net income** before income tax of (1,337,400,215) IQD was incurred as on 31/12/2020 comparing with a loss of (931,816,662) IQD as on 31/12/2019:

Description	2020 IQD	2019 IQD	<u>Amount Increase (Decrease)</u>	<u>Percentage Increase (Decrease)</u>
Cash and cash at Central Bank of Iraq	83,993,466,671	85,413,976,852	1,420,510,181	1.6% decrease
Balances and deposits at banks and other financial institutions	42,252,119	21,452,189	20,799,930	97% increase
Investments \ net	164,402,565,120	750,000,000	163,652,565,120	21820% incr
Islamic Financing \ Murabaha	678,000,812	169,215,906,144	168,537,905,332	99% decrease
Property, Plant and Equipment	212,709,727	292,517,803	79,808,076	27% decrease
Depositors balances	3,321,307,282	11,190,562,311	7,869,255,029	70% decrease
Cash insurances	7,500,000	39,620,000	32,120,000	81% decrease
Long-Term Loans	808,986,301	623,000,000	185,986,301	29% increase
Foreign currency auction revenues	8,286,136,000	2,356,035,090	5,930,100,910	251% increase
Employees costs	877,120,050	957,313,850	80,193,800	8% decrease
Income before income tax	1,337,400,215	931,816,662	2,269,216,877	243% increase
Income tax	979,946,925	64,912,948	915,033,977	1409% incr
Income after income tax	357,453,290	996,729,610	1,354,182,900	135% increase

Note: the reasons of increasing in investments are by considering Mudharaba and joint ventures as investments according to the instructions issued by the Central Bank of Iraq by its official letter No. 9/6/219 on 23/08/2020.

#### **10- Compliance officer:**

We have reviewed the compliance officer reports for the year under audit, all reports were prepared in accordance with the Central Bank of Iraq instructions, the reports included some observations regarding the following departments:

- Risk management department.
- Financing and investment department.
- Banking awareness department.
- Compliance to American tax department.
- Financial accounting department.
- Money laundering and anti terrorism financing reporting department.

#### **11- Money Laundering and anti-terrorism financing:**

A- Whole related procedures for money landing and Anti-Terrorism financing have been concluded by the Bank according to the articles of Money Laundering and Anti-Terrorism Law No. 39 for 2015.

B- The management prepared a guidance for policies and procedures related to Money Laundering and Anti-Terrorism Financing division including the following points:

- Due diligence for customers (KYC).
- The relationship between board of directors and the division of informing the money laundering and anti-terrorism financing.
- Various types of fraudulence.
- The responsibilities of money laundering and anti-terrorism financing division.
- The customer's procedures regarding the due diligence

#### **12- Law Suits:**

There is no any law suit filed by the bank against others, on the other hand, there is no any law suit filed by others against the bank during the year under audit.

#### **13- Capital Adequacy percentage:**

The percentage of capital adequacy amounting (290%) as on 31/12/2020 which is higher than the percentage determined by the Bank's Law in Iraq which is (12%).

#### **14- Internal Control:**

The internal control system has included the necessary procedures that fit with size and nature of the bank's activities, and the reports of internal control department covered all the bank's activities for main and other branches, and discovered several important notes, we recommend to following and solving these notes that reported by mentioned department by the management.


According to the bank's records and the clarifications that provided to us:

1. The computerized accounting system that uses by the bank was suitable with the keeping records system and included as we estimate recording all of the assets, liabilities, expenditures and revenues of the company and the internal control system included all necessary procedures to provide the accuracy and correct data with a degree that considered suitable with bank activities.
2. The counting of property, plant and equipment and the cash assets as it shown in note No.2 (the cash) was done properly under our observe and it was match with the sub-records and the revaluation according to the accounting basis and principles that depended in the last year.
3. The financial statements prepared according to the International Accounting Standards and adopted regulations and records, and it has been prepared according to the amended Companies Law No.21 for 1997 and Banks Law No. 94 for 2004.
4. The management report prepared according to the amended Companies Law No. 21 for 1997.


### Opinion

By considering the clarifications and notes above, our opinion and according to the information and clarifications that provided to us the financial statements and the attached management report are match and compliant with the records and complied with legal requirements, and its express the financial position of the bank fairly and clearly through what include of performance indicates as on December, 31, 2020 and it results of the activity and its cash flows for the year that ended at that date.

**Best Regards**

  
Dr. Haseeb K. J. Almayah  
Certified Public Accountant  
Member of CPAs Association



  
Mahmoud R. Ibrahim Al-Fahad  
Certified Public Accountant  
Member of CPAs Association



AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)

Financial Position Statement

As on 31 December 2020

	Note No.	2020 IQD	2019 IQD
Cash and cash at Central Bank of Iraq	7	83,993,466,671	85,413,976,852
Balances and deposits at banks and other financial institutions	8	42,252,119	21,452,189
Financial assets (fair value) from comprehensive income statement	10	164,402,565,120	750,000,000
Islamic Financing (net)	9	678,000,812	169,215,906,144
Property, Plant and Equipment (net)	11	212,709,727	292,517,803
Other assets	12	77,335,936	8,888,278
<b>Total Assets</b>		<b>249,406,330,385</b>	<b>255,702,741,266</b>
<b>Liabilities</b>			
Depositors balances	13	3,321,307,282	11,190,562,311
Cash insurances	14	7,500,000	39,620,000
Income tax provision	15	1,044,859,873	64,912,948
Various provisions	16	1,787,224	937,224
Long-Term Loans	17	808,986,301	623,000,000
Other Liabilities	18	445,331,258	364,603,626
<b>Total Liabilities</b>		<b>5,629,771,938</b>	<b>12,283,636,109</b>
<b>Owners' Equity</b>			
Capital	15	250,000,000,000	250,000,000,000
Statutory reserve		33,891,766	16,019,101
Other reserves		40,976,461	40,976,461
retained earnings		522,692,055	183,111,430
accumulated losses		(6,821,001,835)	(6,821,001,835)
Deficit in owners' equity		243,776,558,447	243,419,105,157
<b>Total Liabilities and owners' equity</b>		<b>249,406,330,385</b>	<b>255,702,741,266</b>
Other Obligations (Off-financial position balances)		42,500,000	46,500,000

  
CFO  
Suhad Hasan Sulaiman

  
CEO  
Ali Ibrahim Abdulrazzaq

  
Chairman of the Board  
Ahmed Jarallah Abdulkareem

Subject to our Report No. 113\269\2021 on 10\May\2021



Dr. Haseeb K. J. Almayah  
Certified Public Accountant  
Member of CPAs Association



Mahmoud R. Ibrahim Al-Fahad  
Certified Public Accountant  
Member of CPAs Association



**AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**  
**Comprehensive Income Statement**  
**For the year ended on 31 December 2020**

	Note No.	2020 IQD	2019 IQD
<b>Operating Revenues</b>			
Net fees and commissions revenues	19	34,111,758	(39,209,717)
foreign currencies exchange revenues	23	8,286,136,000	2,356,035,090
Banking transactions commissions revenue (net)	22/20	(4,883,898,302)	-
		<b>3,436,349,456</b>	<b>2,316,825,373</b>
<b>Operating Expenses</b>			
Employees costs	24	877,120,050	957,313,850
Administrative expenses	25	811,145,865	701,432,898
Depreciations	11\27	118,429,576	112,016,387
Provision of Islamic Financing Risks		0	1,229,246,900
		<b>1,806,695,491</b>	<b>3,248,642,035</b>
		<b>1,629,653,965</b>	<b>(683,184,662)</b>
Less: other and non-operating expenses:		<b>292,253,750</b>	<b>248,632,000</b>
<b>(loss) income before income tax</b>		<b>1,337,400,215</b>	<b>(931,816,662)</b>
<b>Income tax</b>		<b>979,946,925</b>	<b>64,912,948</b>
<b>(loss) income after income tax</b>		<b>357,453,290</b>	<b>(996,729,610)</b>

Earning per share	0.14%
<b><u>Income after tax distribution</u></b>	
statutory reserve	17,872,665
Retained earnings	339,580,625

**AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**

**Cash Flows Statement**

**For the year ended on 31 December 2020**

	Note No.	2020 IQD	2019 IQD
<b><u>Operational Activities</u></b>			
Net income before income tax		1,337,400,215	(931,816,662)
Non-cash items:			
Depreciations		118,429,576	112,016,387
Guarantee credit provision		850,000	937,224
<b>Cash flow (used in) from operational activities before change in operational assets and liabilities</b>		<b>1,456,679,791</b>	<b>(818,863,051)</b>
<b><u>Change in assets and liabilities:</u></b>			
Islamic financing (net)		4,885,340,212	(41,800,507,072)
Other assets		(68,447,658)	1,892,422
Depositors balances		(7,869,255,029)	(9,361,892,642)
Cash insurances		(32,120,000)	32,207,000
Other liabilities		80,727,632	128,165,844
Cash flow used in operational activities before income tax		(1,547,075,052)	(51,818,997,499)
Paid income tax		-	-
Cash flow used in operational activities		(1,547,075,052)	(51,818,997,499)
<b><u>investment Activities</u></b>			
Property and equipment purchases		(38,621,500)	(56,018,750)
Accumulated depreciation adjustment		-	(144,500)
Financial assets (fair value)		-	(750,000,000)
Intangible assets		-	-
Cash flow used in investment activities		(38,621,500)	(806,163,250)
<b><u>Financing Activities</u></b>			
Long-Term Loans		185,986,301	201,500,000
Increasing in capital		-	-
Cash flow from financing activities		185,986,301	201,500,000
Increasing in cash and cash equivalent		(1,399,710,251)	(52,423,660,749)
cash and cash equivalent at beginning of the year		85,435,429,041	137,859,089,790
cash and cash equivalent at end of the year		<b>84,035,718,790</b>	<b>85,435,429,041</b>



AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)

Changes in Owners' Equity Statement  
As on 31 December 2020

	Capital IQD	Statutory reserve IQD	Other reserves IQD	Retained earnings IQD	Accumulated Losses IQD	Total IQD
<b>2020</b>						
Balance as on 1 January	250,000,000,000	16,019,101	40,976,461	183,111,430	(6,821,001,835)	243,419,105,157
Comprehensive income	-	17,872,665	-	339,580,625	-	357,453,290
Adjustments	-	-	-	-	-	-
Balance as on 31 December	250,000,000,000	33,891,766	40,976,461	522,692,055	(6,821,001,835)	243,776,558,447
<b>2019</b>						
Balance as on 1 January	250,000,000,000	16,019,101	40,976,461	183,111,430	(5,824,272,225)	244,415,834,767
Comprehensive income	-	-	-	-	(996,729,610)	(996,729,610)
Adjustments	-	-	-	-	-	-
Balance as on 31 December	250,000,000,000	16,019,101	40,976,461	183,111,430	(6,821,001,835)	243,419,105,157

**AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**

**7. Cash and balances at Central Bank of Iraq**

	2020 IQD	2019 IQD
Cash on hand*	82,216,087,387	163,256,227
<b><u>Balances and deposits at CBI</u></b>		
Deposit accounts*	1,299,166,364	84,738,899,295
Mandatory deposits**	476,087,920	511,821,330
Letters of guarantee reserve	2,125,000	-
<b>Total</b>	<b>1,777,379,284</b>	<b>85,413,976,852</b>

**8. Balances and deposits at Banks and other financial institutions**

	2020 IQD	2019 IQD
Deposit accounts – banks and local institutions	37,406,660	15,625,890
Deposit accounts – banks and foreign institutions	4,845,459	5,826,299
<b>Total</b>	<b>42,252,119</b>	<b>21,452,189</b>

**9. Islamic Fundings - net**

	2020 IQD	2019 IQD
Companies Mudharaba fundings	-	16,720,000,000
Companies joint ventures fundings	-	87,502,200,000
Companies Murabaha fundings	689,442,115	663,555,787
Individuals joint ventures fundings	-	68,158,774,300
	689,442,115	173,044,530,087
Credit fundings allowance *	(11,441,303)	(3,828,623,943)
<b>Total</b>	<b>678,000,812</b>	<b>169,215,906,144</b>

**Note:** the disclosure for 2020 has been modified in order to be complied with Central Bank of Iraq instructions said in its official letter 9/6/219 on 23/08/2020, that stipulates to consider all Mudharaba and joint venture transactions as investments, hence the following financial statements disclosure has been modified (financial position statement – note 9 Islamic financing – note 9\A Islamic financing risk allowance – note 10 investments – 10\A investments allowance).

**9\A Credit Fundings Allowance**

	2020 IQD	2019 IQD
Balance as on 1 Jan.	14,681,214	2,600,314,267
Additions during the year	-	1,228,309,676
Deductions during the year	(3,239,911)	-
<b>Balance as on</b>	<b>11,441,303</b>	<b>3,828,623,943</b>

**AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**

**10. investments**

	2020 IQD	2019 IQD
financial assets in fair value through other comprehensive income	750,000,000	750,000,000
Mudharaba \ companies	16,720,000,000	
Less: Mudharaba risk allowances	(501,600,000)	
Net Mudharaba	16,218,400,000	
Joint ventures \ companies	87,502,200,000	
Joint ventures \ individuals	68,158,774,300	
	155,660,974,300	
Less: joint venture risks allowances	(8,226,809,180)	
Net Joint ventures	147,434,165,120	
Total of investments	164,402,565,120	750,000,000

**10\A. investments risks allowances**

	2020 IQD	2019 IQD
<b><u>Mudharaba risk allowances:</u></b>		
Beginning balance	369,931,234	-
Additions	131,668,766	-
Ending balance	501,600,000	-
<b><u>joint venture risks allowances:</u></b>		
Beginning balance	3,444,011,495	-
Additions	4,782,797,685	-
Ending balance	8,226,809,180	-
	8,728,409,180	-

AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)

**11. Property, Plant and Equipment**

	Furniture	Vehicles	Tools	Buildings	Total
<b>2020</b>					
Historical cost					
Balance as on 1 Jan. 2020	323,725,550	54,000,000	218,750,000	-	596,475,550
Additions	62,621,500	-	-	-	62,621,500
Deductions	-	(24,000,000)	-	-	(24,000,000)
Balance as on 31 Dec. 2020	386,347,050	30,000,000	218,750,000	-	635,097,050
<b>Accumulated Depreciation</b>					
Balance as on 1 Jan. 2020	172,707,747	-	131,250,000	-	303,957,747
Depreciation	68,678,176	6,000,000	43,751,400	-	118,429,576
Balance as on 31 Dec. 2020	241,385,923	6,000,000	175,001,400	-	422,387,323
Net book value as on 31 Dec. 2020	144,961,127	24,000,000	43,748,600	-	212,709,727

**AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**

**Property, Plant and Equipment**

2019	Furniture	Equipment	Tools	Buildings	Total
<u>Historical cost</u>					
Balance as on 1 Jan. 2019	321,699,800	-	218,757,000	-	540,456,800
Additions	2,432,000	54,000,000	-	-	56,432,000
Deductions	(406,250)	-	(7,000)	-	(413,250)
Balance as on 31 Dec. 2019	323,725,550	54,000,000	218,750,000	-	596,475,550
<b>Accumulated Depreciation</b>					
Balance as on 1 Jan. 2019	104,585,860	-	87,500,000	-	192,085,860
Depreciation	68,266,387	-	43,750,000	-	112,016,387
	(144,500)	-	-	-	(144,500)
Balance as on 31 Dec. 2019	172,707,747	-	131,250,000	-	303,957,747
Net book value as on 31 Dec. 2019	151,017,803	54,000,000	87,500,000	-	292,517,803

- Amount of (54,000,000) IQD represents 2 vehicles on 30/12/2019.

- Amount of (2,432,000) IQD represents furniture purchased (1,625,000 IQD files lockers \ 379,000 IQD airconditioning units \ 210,000 IQD mobile device \ 218,000 IQD printer).

**AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**

**12. Other Assets**

	2020 IQD	2019 IQD
Prepaid expenses	67,123,288	-
Supplies at warehouse	10,132,648	8,467,257
USD auction advances	-	421,021
Legal expenditures	80,000	-
<b>Total</b>		<b>8,888,278</b>

**13. Depositors Accounts**

	2020 IQD	2019 IQD
Current accounts – Companies	2,490,511,069	10,365,796,119
Current accounts – individuals	813,167,063	809,710,542
Saving accounts	17,629,150	15,055,650
<b>Total</b>	<b>3,321,307,282</b>	<b>11,190,562,311</b>

**14. Cash hold by the bank (cash insurance)**

	2020 IQD	2019 IQD
Cash hold by the bank (currency auction)	7,500,000	39,620,000
Cash hold by the bank (other)	-	-
<b>Total</b>	<b>7,500,000</b>	<b>39,620,000</b>

**15. Income tax Allowance**

	2020 IQD	2019 IQD
Balance as on 1 Jan.	64,912,948	-
Due income tax of current year	979,946,925	64,912,648
Paid income tax during the year	-	-
<b>Balance as on 31 Dec.</b>	<b>1,044,859,873</b>	<b>64,912,648</b>

**16. Provisions (letter of guarantees risks provision)**

	2020 IQD	2019 IQD
Balance as on 1 Jan.	937,224	-
Additions	850,000	937,224
Deductions	-	-
<b>Balance as on 31 Dec.</b>	<b>1,787,224</b>	<b>937,224</b>

**17. Long Term Loans**

	2020 IQD	2019 IQD
Received loans	808,986,301	623,000,000
<b>Total</b>	<b>808,986,301</b>	<b>623,000,000</b>

- Long Term Loans: this balance represents the amounts borrowed from the Stockholders during 2017 to cover the operational expenses of the bank.

**AL-ANSSARI Islamic Investment and Financing Bank (P.S.C)**

**18. Other Liabilities**

	2020 IQD	2019 IQD
Financial stamps fees	207,685,189	207,030,189
Deductions for a third party	6,824,650	5,522,450
Accrued expenses	63,500,000	59,000,000
Other activity creditors	-	-
Withdrawal cheques on the bank	6,834,600	-
Cash hold by the bank in advance	10,277,000	9,457,000
Revenues received in advance	71,077,534	83,593,987
Travel and tourism agent	79,132,285	-
<b>Total</b>	<b>445,331,258</b>	<b>364,603,626</b>

**19. Fees and Commissions Revenues (Islamic banking) - Net**

	2020 IQD	2019 IQD
Murabaha revenues \ individuals	34,111,758	24,124,766
Murabaha revenues \ companies	-	-
Mudharaba revenues \ companies	-	-
Mudharaba revenues \ individuals	-	-
Joint venture revenues \ companies	-	-
Joint venture revenues \ individuals	-	-
<b>Net fees and commissions revenues</b>	<b>34,111,758</b>	<b>24,124,766</b>

**20. Fees and Commissions of banking transactions**

	2020 IQD	2019 IQD
Internal letters of guarantee	785,000	-
Other banking commissions	362,210,502	3,602,480
Various banking commissions	1,225,000	5,836,000
Banking printings sales	1,392,000	3,006,000
Recovered communications expenditures	115,000	460,000
<b>total</b>	<b>365,727,502</b>	<b>12,904,480</b>

**22. banking transactions expenses**

	2020 IQD	2019 IQD
Paid banking commissions \ private	5,247,953	10,513,630
Paid banking commissions \ local banks & CBI	41,465,495	65,725,333
Guarantee obligations losses	850,000	937,224
Cash Islamic financing, Mudharaba & joint venture losses	4,911,226,540	1,228,309,676
Currency valuation differences	286,810,816	-
Internal borrow returns	4,025,000	-
	<b>5,249,625,804</b>	<b>1,305,485,863</b>

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23. Currency Exchange commissions revenues

Description	Purchased amounts - USD			Sold amounts - USD			Revenues IQD
	Amounts USD	Purchase price \ IQD	Amounts IQD	Amounts USD	sales price \ IQD	Amounts IQD	
Currency Auction – Remittances from 30/12/2019 to 31/12/2019	21,200,000	1,190	25,228,000,000	21,200,000	1,191	25,249,200,000	21,200,000
Remittances purchases:	728,390,000	1,190	866,784,100,000	728,390,000	1,191	867,512,490,000	728,390,000
	295,000,000	1,190	351,050,000,000	295,000,000	1,195	352,525,000,000	1,475,000,000
	592,200,000	1,190	704,718,000,000	592,200,000	1,200	710,640,000,000	5,922,000,000
	10,500,000	1,460	15,330,000,000	10,500,000	1,470	15,435,000,000	105,000,000
	<b>1,626,090,000</b>		<b>1,937,882,100,000</b>	<b>1,626,090,000</b>		<b>1,946,112,490,000</b>	<b>8,230,390,000</b>
Currency Auction – Bank's share (cash) 31/12/2019	600,000	1,190	714,000,000	600,000	1,193	715,800,000	1,800,000
Foreigncurrency auction (cash) purchases 2020	2,470,000	1,190	2,939,300,000	2,470,000	1,193	2,946,710,000	7,410,000
total	100,000	1,460	146,000,000	100,000	1,462	146,200,000	200,000
<b>2,570,000</b>			<b>3,085,300,000</b>	<b>2,570,000</b>		<b>3,092,710,000</b>	<b>7,610,000</b>
Total of auction revenues 2020			1,966,909,400,000			1,975,170,400,000	8,261,000,000
Add: foreign remittances commissions (100 USD per remittance)							25,136,000
Total							<b>8,286,136,000</b>

- 1- The amounts purchased from currency auction for the period from 1/1/2020 till 31/12/2020 is (1,628,660,000) USD (1,626,090,000) USD of it as remittances and (2,570,000) USD of it as cash.
- 2- The amounts of USD purchased from the currency auction for the days 30 & 31/12/2019 is (21,200,000) USD which its revenues has been incurred in the beginning of 2020.
- 3- The amounts purchased from currency auction for cash at 31/12/2019 is (600,000) USD, the revenues incurred in the beginning of 2020.



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**24. Staff costs**

	2020 IQD	2019 IQD
Salaries and wages	602,960,000	654,347,200
Bonus	24,450,000	12,100,000
Technical and professional allowances	185,291,500	241,430,000
Social security	57,501,800	49,436,650
Annual leaves allowance	6,916,750	-
<b>Total</b>	<b>877,120,050</b>	<b>957,313,850</b>

**25. General and administrative expenses**

	2020 IQD	2019 IQD
Charges and taxes		41,309,250
Training and courses fees	13,548,250	18,986,000
Researches and consultancies	8,400,000	8,330,000
Donations to others	-	72,000,000
Subscriptions	506,605,464	327,433,085
Hospitality expenses	769,000	1,243,250
Audit fees	63,500,000	59,000,000
Other audit fees	37,800,000	-
Advertisements	300,000	4,500,000
Office expenses	-	12,867,500
Conferences and forums	-	-
Fines and compensations	-	135,248,250
Fuel and oil	10,637,500	6,134,500
Supplies expenses	3,732,375	5,005,825
Maintenance	15,355,750	11,001,000
Electricity and water	6,476,250	16,571,730
Stationary	12,209,314	7,710,588
Communications	11,384,750	3,536,250
Travel for trainings and courses	12,962,000	10,925,670
Exhibits expenses	0	833,000
Non-staff bonus	0	74,500
Building rent	32,876,712	100,000,000
Transportation	25,000	-
Other operational expenses	74,563,500	107,354,500
Conversion expenses	0	-
<b>Total</b>	<b>811,145,865</b>	<b>950,064,898</b>

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**26. other and non-operating expenses**

	2020 IQD	2019 IQD
Donations to others	77,000,000	72,000,000
Fines and compensations	133,907,250	135,248,250
Taxes and fees	72,595,500	41,309,250
Staff subsidies	126,000	-
Capital losses	8,625,000	-
Bonus to non-staff	-	74,500
<b>Total</b>	<b>292,253,750</b>	<b>248,632,000</b>

**27. Depreciations and amortizations expenses**

	2020 IQD	2019 IQD
Building depreciation	-	-
Equipment depreciation	-	-
Vehicles depreciation	6,000,000	-
Furniture depreciation	68,678,176	68,266,387
tools depreciation	43,751,400	43,750,000
	<b>118,429,576</b>	<b>112,016,387</b>

**31. letters of guarantee obligations and equivalent**

	2020 IQD	2019 IQD
Internal letters of guarantee	50,000,000	86,120,000
Less:holding amounts against letters of guarantees	7,500,000	39,620,000
	<b>42,500,000</b>	<b>46,500,000</b>

**32. Cash and cash equivalent**

	2020 IQD	2019 IQD
Cash on hand and accounts at CBI	83,993,466,671	85,413,976,852
Accounts at banks and other financial institutions	42,252,119	21,452,189
Less: statutory deposits	(476,087,920)	(511,821,330)
	<b>83,559,630,870</b>	<b>84,923,607,711</b>