

Commercial Bank of Iraq (P.S.C.)

Financial Statements

31 December 2015

Board of Directors' Report Concerning the

Bank's Operations for the Year Ended on 31.12.2015

Members of the General Assembly,

The Board of Directors of Commercial Bank of Iraq are pleased to provide the shareholders with the annual comprehensive report of the Bank's operations, together with the consolidated financial statements for the year ended 31 December 2015. Pursuant to the provisions of Articles 117 and 134 of the Companies Law No.21 of 1997 (as amended) and pursuant to the Accounting Rule No.(10) issued by the Accounting and Auditing Standards Council, provisions of the Banking Law No. 94 of 2004 and the instructions issued by the Central Bank of Iraq.

First: Background about the Bank

1. Bank Establishment

CBIQ was established in 1992 as a private joint stock company with a paid-up capital of Iraqi Dinars 150 million, and was one of the first private banks to be licensed in Iraq. The Bank was incorporated under Registration License No. M.SH. 4524 of 11.2.1992, issued by the Ministry of Commerce. The Bank was authorized to offer commercial banking services, pursuant to Letter of the Central Bank of Iraq's General Department of Banking and Credit Control, referenced 14314/9 and dated 11.7.1992.

2. Bank's capital increase

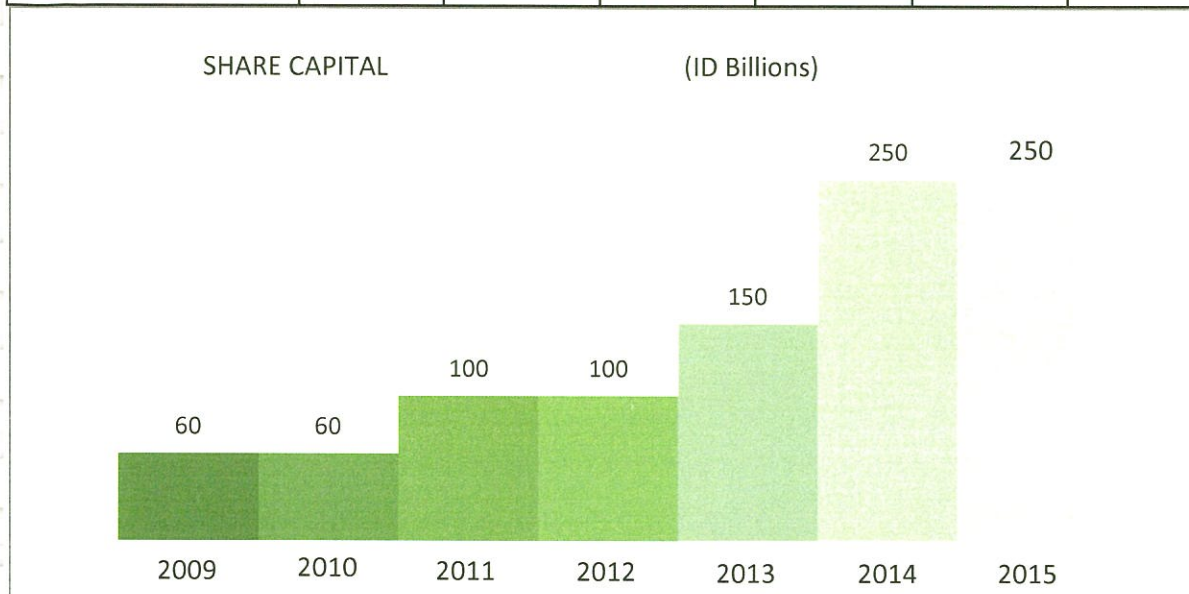
The Bank's paid-up capital saw a steady increase from Iraqi Dinars 150 million in 1992 to Iraqi Dinars 250 billion in 2014. The most significant changes occurred during 2005, Bahrain-based Ahli United Bank B.S.C. injected a sum of Iraqi Dinars 50 billion in consideration for a 49% equity stake in Bank's share capital, which paved the way to establish a strategic partnership with this leading regional banking group which operates across the MENA region and the United Kingdom. At the end of 2010, Ahli United Bank B.S.C's equity stood at 54.7%, by purchasing shares from the Iraq Stock Exchange.

In April 2011, the Bank increased its capital from Iraqi Dinars 60 billion to Iraqi Dinars 100 billion. In June 2013, the Bank increased its capital from Iraqi Dinars 100 billion to Iraqi Dinars 150 billion, and during August 2014 it further increased the capital to Iraqi Dinars 250 billion (78.6% rights issue; 21.4% bonus shares), to comply with Central Bank of Iraq's mandated capital requirements.

Refer to Trend of capital growth graph on next page.

Trend of capital growth

Year	2009	2010	2011	2012	2013	2014	2015
Capital (ID Billions)	60	60	100	100	150	250	250



3. Bank's main objectives

CBIQ seeks to achieve the following strategic objectives under a normalized operating environment:

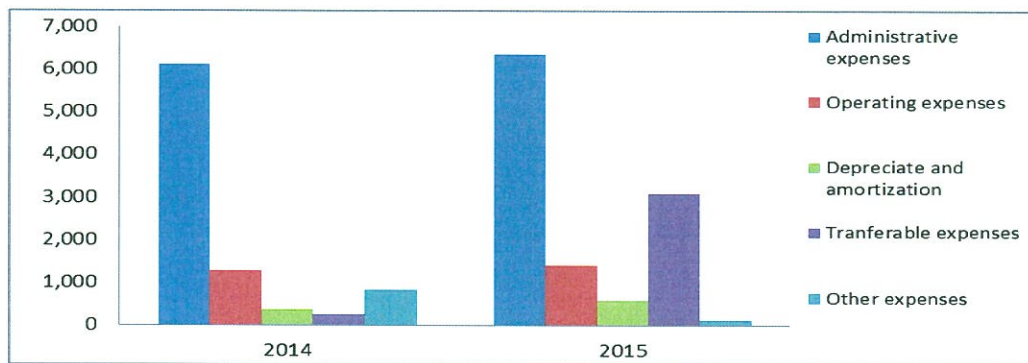
- Develop a reputation as Iraq's leading and preferred provider of financial products and services.
- Increase the local and the international client base by providing customer-driven solutions.
- Enhance performance and service delivery through branch expansion and use of modern banking technology.
- Maximize shareholders' value with sustainable return in a secure environment.
- Entrench a disciplined risk and cost management culture.
- Contribute positively to the social and economic development in Iraq.

To achieve these strategic objectives, CBIQ has invested in establishing a modern, robust operational and technological infrastructure, which shall enable the Bank – with the continuing improvement in the security situation – to capitalize on business opportunities and better serve its clients through a prudent conservative approach.

Second: Results of Implementing the Annual Business Plan for the year ended 31/12/2015

Key highlights of Bank's performance during 2015 were:

1. The Bank's net profits before tax for the year reached to Iraqi Dinars 8,109 million.
2. Shareholders' equity amounted to Iraqi Dinars 274,201 million.
3. Total reserves stood at Iraqi Dinars 24,201 million as disclosed in Note (9) of the financial statements.
4. The total guarantees in favour of customers amounted to Iraqi Dinars 12,321 million.
5. Cash balances on hand with local and foreign banks stood at Iraqi Dinars 145,374 million.
6. The Board of Directors remuneration that is paid during the year amounted to Iraqi Dinars 25 million.
7. The CBI had imposed a fine of Iraqi Dinars 1,529 million, due to incomplete customs documentation regarding the US\$ auction remittances and the fine has been provided for during 2015.
8. The following chart and table present the various expense comparison for the year ended 31/12/2015 and 2014:



Accounting Manual No.	Account Name	Year 2014 ID Millions	Year 2015 ID Millions
31-33	Administrative expenses	6,105	6,351
34	Operating expenses	1,264	1,403
37	Depreciation and Amortisation	353	588
38	Transferable expenses	240	3,072
39	Other expenses	833	119
	Total	8,795	11,533

Advertising and promotional expenses were at Iraqi Dinars 3 million, printing costs at Iraqi Dinars 0.3 million and hospitality costs at Iraqi Dinars 14 million. There were no gifts and donation expenditure during 2015.

Second: Results of Implementing the Annual Business Plan for the year ended 31/12/2015 (Continued):

9. Branches Profitability:

Branch Code	Branch Name	Year 2014 ID Millions	Year 2015 ID Millions
801	Alwatheq Branch	3,183	(583)
802	Khalani Branch	12	(335)
803	Shorja Branch	(194)	(398)
804	Palestine Street Branch	(41)	(654)
805	Mansour Branch	217	953
806	Al Moaskar Branch	(115)	(135)
807	Khadimain Branch	17	(318)
808	Aadhamiyah Branch	(80)	(315)
809	Al Basra Branch	49	549
810	Al Sadoun Branch & Head Office	7,414	9,345
	Total	10,462	8,109

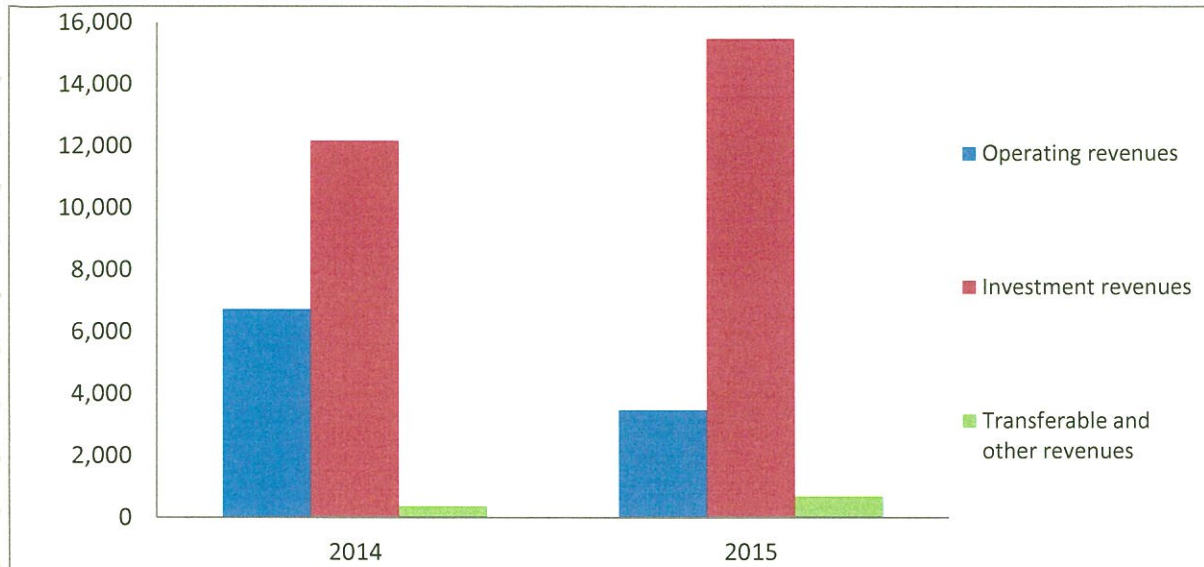
Third: Reserves and provisions

Accounting Manual No.	Account Name	Year 2014 ID Millions	Year 2015 ID Millions
21	Reserves	34,385	24,201
22	Provisions	38,457	34,949
	Total	72,842	59,150

Fourth: Investments

Account Name	Year 2014 ID Millions	Year 2015 ID Millions
Long term investments/Government of Iraq bonds	49,521	62,375
Long term investments/Equity Shares	620	687
Short term investments/Treasury Bills	230,121	168,087
Total	280,262	231,149

Fifth: Total revenues



Accounting Manual No.	Account Name	Year 2014 ID Millions	Year 2015 ID Millions
44	Operating revenues	6,717	3,472
46	Investment revenues	12,175	15,484
48	Transferable and other revenues	365	686
	Total	19,257	19,642

Sixth: Material changes

There were no fundamental changes or subsequent events affecting the Bank's business from the date of the Financial Statements preparation till date.

Seventh: Bank's Future Plans

In line with Central Bank of Iraq's guidelines for banks to establish clear, long term plans aimed at developing a modern, efficient and well governed banking sector in Iraq, CBIQ has adopted a strategy focusing all efforts on achieving the following objectives:

1. Expand credit granting activities, both in cash loans and documentary credit extended, in accordance with guidelines set by Central Bank of Iraq and cash flow and collateral parameters established under Bank's Credit Policy.

Seventh: Bank's Future Plans (Continued):

2. Grow the Bank's depository base to commensurably fund expanded financing activities.
3. Leverage a stronger working relationship through bank partnerships with financial institutions within and outside Iraq to facilitate cross-border business/ trade flows in furtherance of Bank's business and financial objectives.
4. Become the financial services provider of choice for local medium sized companies as well as regional and international corporates operating in Iraq, through the underwriting of major, viable financing transactions.

Seventh: Bank's Future Plans

5. Uphold Bank's investment policy and expand its investing activities, in compliance with Investment Law No. 13/2006.
6. Implement necessary upgrades and modernize existing branches to better meet the needs and expectations of our clientele.
7. Deploy customer centric automated systems and IT infrastructure, to further enhance the range and quality of products and services offered.

Eighth: Branch network expansion

The Bank is actively seeking to expand its branch network through targeting strategic locations for its branches in Basra for its high economic potential and in Najaf for its religious, economic and social importance. The Bank continues to explore key locations for new branches in other governorates of Iraq.

Ninth: Accounting policies

Since its inception, the Bank has applied the Unified Accounting System for Banks and Insurance Companies, issued by the Ministry of Finance in 1992 for the preparation of financial statements. The Bank continues to strictly adhere to directions of the Central Bank of Iraq, whether in the general scope of its guidelines or as related to the laws and instructions pertaining to anti-money laundering and maintaining adequate levels of statutory reserves. The Bank adopts Depreciation law number 9 dated 1994 for computing depreciation and adopts foreign currency rates announced by the Central Bank of Iraq.

Tenth: Other basic information and notes

The Bank has applied the exchange rate announced by the Central Bank of Iraqi Dinars 1,182 per US Dollar for financial statements translation.

Eleventh: Bank's property

The bank's owned and leased properties are listed below

No.	List of Branch/Building owned properties
1	Main Branch, Headquarters and Watheq Branch
2	Khadimain Branch
3	Mansour Branch
4	Khalani Branch and Al Moasker Branch
5	Alsho'la Building
6	Basra Building/Kazara
7	Basra Building/Jaza'er

No.	List of Branch/Building leased properties
1	Shorja Branch
2	Palestine Street Branch
3	Aadhamiyah Branch

Twelfth: Board of directors and bank's staff

Members of the Bank's Board of Directors as at 31 December 2015:

Original members:

No.	Names	Representing	Title	Number of shares
1	Saadoun Abdul-Razzaq Kubba	Self	Board Chairman	173,723,837
2	Adel Mohamed Abdelshafe El-Labban	Al Siwa Albahareya Maritime General Trading	Deputy Chairman	6,169,791,717
3	Nouri Mizal Saadoun Al-Dubaisi	Self	Executive Manager	500,000
4	Khalil Abdulwahab Mahmoud Albunna	Self	Board member	39,441,907
5	Ahmed Mohamed Zulficar Ali	Mersa Almina General Trading	Board member	12,359,057,153
6	Abdulhameed Ghuloom Hussain Almeamari	Tareeq Almina General Trading	Board member	12,119,172,389
7	Hisham Zaghoul Mohamed Abdulmutalib	Ahli United Bank B.S.C.	Board member	136,785,372,988

Twelfth: Board of directors and bank's staff (Continued):

Alternate directors:

No.	Names	Title	Number of shares
1	Jafar Sadiq Hammoudi Al Shamma	Board member	992,685
2	Jaafar Sadiq Yassin	Board member	642,857
3	Fadhel Salman Dawood	Board member	-
4	Muzahm Abdamajeed Ali Al Jabouri	Board member	10,783,194
5	Al Raouf General Construction Company	Board member	10,915,732,910

Thirteenth:

A. Shareholders above 5% threshold as at 31 December 2015:

Names	Number of shares	Percentage of Ownership
Ahli United Bank B.S.C.	136,785,372,988	54.7%
Other Shareholders individually below 5% ownership	113,214,627,012	45.3%
Total	250,000,000,000	100.0%

Thirteenth:

B. Normal distribution of Shareholders as of 31 December 2015:

From	To	Number of Shareholders	Number of Shares
1	100,000	1,018	57,315,979
100,001	1,000,000	1,958	829,927,586
1,000,001	5,000,000	755	1,786,042,243
5,000,001	10,000,000	193	1,422,125,279
10,000,001	50,000,000	254	5,686,597,714
50,000,001	100,000,000	46	3,128,825,260
100,000,001 and above		76	237,089,165,939
Total		4,300	250,000,000,000

Thirteenth (Continued):

C. Bank branches and contact details:

Main Branch and Headquarters (810) and Watheq Branch (801)

Saddon Street/District 102/Street 9/Building 121

Tel 7195094/7195084/7195083/7195079

Fax 7195055/7195078/7195070/7195068/7195062/7195065

Khalani Branch (802) and Al Moaskar Branch (806)

Khulafa Street/District 104/Street 1/Building 52

Tel 8165034/8865025/8180366, Fax 8162063

Shorja Branch (803)

Jomhourya Street/District 115/Street 1

Building (Baloor building) 121

Palestine Street Branch (804)

14 July/District 510/Street 32/Building 33

Tel 4121149/7403786, Fax 4158592

Mansour Branch (805)

Mutanabi/District 605/Street 13/Building 87

Tel 5430439/5434543/5412193/5419189

Fax 5424052

Khadimain Branch (807)

Otaifia/District 423/Street 23/Building 8

Tel 5236691/5214535, Fax 5236788

Aadhamiyah Branch (808)

Haybit Khatoon / District 314/Street

19/Building 24/1

Tel 4220736/4255742/4228895

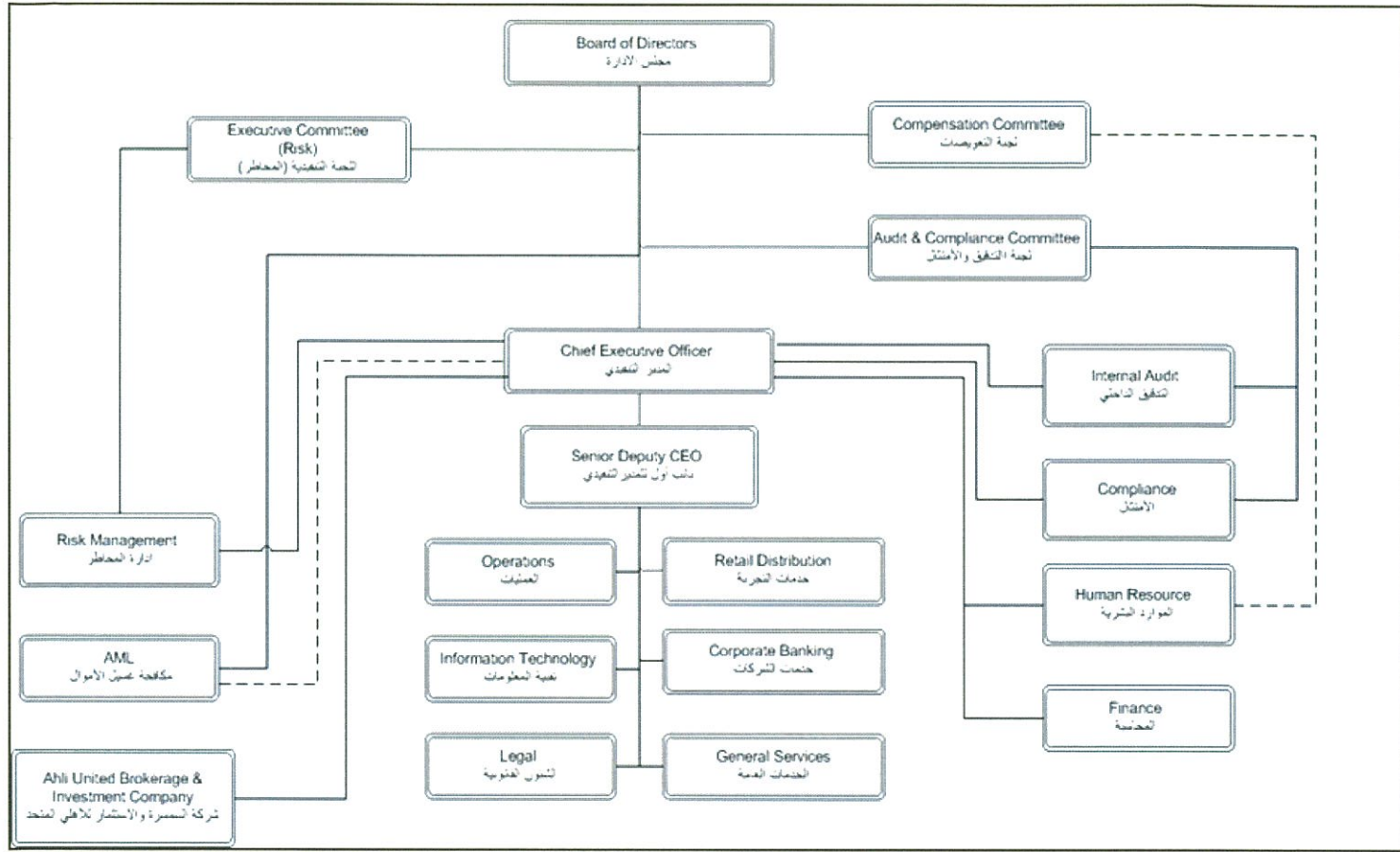
Basra Branch (809)

Aljazar Street/Faras district

Tel 040615723, Fax 8857971

P.O. Box 5639

Fourteenth: Organizational Chart



Fifteenth: Management activities

1. Salaries and wages:

During the year, salaries and wages paid to 202 staff and personnel at Bank's head office and branches totalled Iraqi Dinars 2,635 million.

2. Staff training, development and travel:

The Bank has been keen on developing its human resources to enhance performance at work by establishing professional training centre equipped with latest technologies to keep pace with the latest vocational training standards. During the year, the Bank invested Iraqi Dinars 6,371 thousand in staff training and development within Iraq and Iraqi Dinars 10,745 thousand for training and travel outside Iraq.

Course types	Number of courses	Number of participants
Training within the Bank	10	99
Training outside the bank	28	51
Training outside Iraq	5	6
Total	43	156

Fifteenth: Management activities:

3. Branches of the Bank and names of Branch managers

Branch	Branch Manager
Headquarters	Dhalia Ibrahim Abdulqader
Khalani	Sawsan Talib Mohamed
Shorja	Issa Abdulrasool Mousa
Palestine	Basma Sabah Mohamed
Mansour	Jenan Ali Saleh
Khadimain	Hiba Faleh Hassan
Al Moasker	Sawsan Talib Mohamed (Acting)
Aadhamiya	Radhaa Saleh Shehab
Basra	Basheer Dayem Nashmi
Watheq	Eman Tariq Hussain

Fifteenth: Management activities(Continued):

4. Developing Human Resources:

The Bank has been keen on providing quality training and development opportunities for its staff and on enhancing their skills and effectiveness potential across all sectors of operations, especially in Client Relationship Management where the Bank has devoted significant resources in partnership with Ahli United Bank Group.

Human resources is one of the cornerstones upon which the bank relies and the responsibility to implement banking guidelines and customer service and the functions of development, modernization and implementation of plans and programs in accordance with the policy set by the Board of Directors. In this context, management of the bank is keen to provide continued support for the purpose of raising the level of skills of workers and administrative, banking and abilities through getting them into courses, seminars and conferences specialized to improve the performance and service provided to customers.

5. Maintenance of Bank's buildings and premises:

During the year, the Bank had completed renovation and maintenance works for a sum of Iraqi Dinars 11 million.

6. Deployment of latest technologies:

The Bank's strategy has focused on investing in best in class technologies in order to fully automate core banking processing and facilitate the provision of an expanded range of banking services to its customers, below are major initiatives implemented during this year:

- 1- Implementing a Swift Sanctions system to ensure sources of funds transferred are authenticated.
- 2- Implemented an enhanced internet redundancy solution to enable access to the local network and the internet in the event the main line is disconnected.
- 3- Enhanced security monitoring solution at the Head office and the branches through installation of additional CCTV cameras.
- 4- Enhancement and upgrade of the core banking system from Equation to BFEQ.
- 5- Upgrade of several banking systems to support banking development and better customer services (ATM interface, Cashier system, ACH, CSD and RTGS system, Desktops upgrade, SigCap upgrade).

Sixteenth: Profit Appropriation

Following the Bank's Annual General Meeting, held on 8/12/2015, a cash dividend pay-out of 3.3% in respect of FY 2014 has been approved.

Seventeenth: Anti-money laundering

To ensure no money laundering incidence occurs, the Bank is committed to upholding the anti-money laundering laws no. (93)/2004 and recommendations from the Financial Action Task Force and banking law no. (94)/2004 and CBI law no. (56)/2004.

Eighteenth: International Award

The Commercial Bank of Iraq is considered the first and only Bank to win "The Best Bank in Iraq Award" by New York based Global Finance Magazine for five consecutive years (2009 – 2013). CBIQ was also the first Iraqi Bank to be licensed by MasterCard International to issue credit and direct debit cards since 2008.

In conclusion, it is my pleasure to sincerely thank all those who have supported this Bank, to the regulatory authorities and to the community at large where the bank operates, wishing the banking sector continued prosperity and further development in order to better serve the citizens and the country.

Saadoun Abdul Razzaq Kubba

Chairman of the Board



Audit Committee Report

Messrs. Shareholders of the Commercial Bank of Iraq (P.S.C.)

With reference to the approval of the General Meeting of the Commercial Bank of Iraq held on 25.12.2006 for the formation of the Accounts Audit Committee and with reference to the letter of the Central Bank of Iraq No.1595/3/9 dated 16.8.2004 we are pleased to inform you that the committee has reviewed the financial statements dated 31.12.2015 and the Annual Report of the Commercial Bank of Iraq prepared according to the provisions of the Companies Law No.21 of the Year 1997, as amended, the Regulations and Instructions issued in accordance therewith and according to the recognized audit standards, we examined all the information and disclosures that we deemed necessary for the protection of the Shareholders and for carrying out our duty that we have undertaken according to the applicable legislation and in compliance with the prevailing audit procedures which included the necessary tests of the areas of operations while fully confirming the notes contained in the Auditor's report and in keeping therewith. In our opinion and according to the available information and disclosures, we wish to note the following:

1. The books used by the Bank conform to the bookkeeping requirements and in our opinion they contain records of all the assets, liabilities, uses and resources.
2. The Committee supervised the stock-taking of all the fixed assets and cash which took place properly and the stock-taking results are in full conformity with the available records and such assets have been evaluated according to the recognized rules, principles and practices.
3. The annual report and its contents of financial and accounting information give a full and complete picture of the Bank's financial position during the year subject to the audit and such information is not in breach of the provisions of the financial laws and legislation in force.
4. The financial statements were prepared according to the applicable accounting rules and legislation and they fully agree the records and were drawn up according to the Central Bank of Iraq Law No.56 of the Year 2004, the Companies Law No.21 of 1997, as amended and the Regulations and Instructions in force. With all the contents of the financial indicators, the financial statements give a clear and fair view of the Bank's financial position as at 31.12.2015 and the results of its business activities and its cash flows for the year ended on the said date.
5. Pursuant to the Banking Law No.94 of the Year 2004, the Committee reviewed the accounting procedures, guidelines, the auditor's report of the Bank's financial statements and the reports submitted by the Bank to the Central Bank of Iraq and we ensured that the Bank has applied the guidelines of the Central Bank of Iraq.

The Committee has taken measures to control and monitor the banking operations in all its branches through effective work allocation and authority segregation as necessitated by business requirements which has successfully contributed to reducing risks and to facilitate smooth banking operations.

Yours faithfully,



Ahmed Mohamed Zulficar Ali
Chairman of the Audit Committee

No: 3/1
Date: 29/3/2016

To: To: Shareholders of Commercial Bank of Iraq (Private Shareholding Company)

SUBJECT: AUDITORS' REPORT

We have examined the balance sheet of **Commercial Bank of Iraq** as of 31 December 2015 and the statements of profit, loss and distribution, the statement of cash flows and related notes and disclosures from (1) to (27) for the year ended, as well as the annual report for management which was prepared in accordance with companies law number 21 of 1997 applicable laws and regulations.

Managements' Responsibility

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Local Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In addition, this responsibility included selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Local and International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements based on sampling basis. An audit also includes evaluating the appropriateness of accounting principles. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

We have the following comments and notes:

1. During the performance of our audit procedures and to the nature of the banking transactions, nothing has come to our attention for the existence of transaction related to money laundering or financing terrorism.
2. Capital adequacy stood at 536%
3. We reviewed the internal audit reports; we did not note major issues.
4. The accounting records used by the Bank complied with the requirements of the book keeping regulations and comprised the assets, liabilities, the Bank's sources and uses of funds for the fiscal year.

5. We observed the physical cash count with management at the Main, Alwatheq and Al- Mansour branches and noted no issues. The management have observed the physical count of the fixed assets and stocks inventory and they have provided us with matched statements.
6. The annual report was prepared in accordance with Companies law number 21 of 1997 and its amendments.

Opinion

Taking in consideration the disclosed notes and observations in our report, in our opinion the financial statements present fairly, in all material respects, the financial position of the Bank as of 31 December 2015 and its financial performance and its cash flows for the year then ended.



Azez Jafar Hassan
Fellow Chartered Accountant



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Statement (A)

Commercial Bank of Iraq - PSC

Balance Sheet as at 31/December/2015

Note No.	Account No.	Account Description	2015 ID	2014 ID
Assets				
Current Assets				
	17	Gold	300,000	-
1	18	Cash	145,373,609,062	134,597,668,786
2	15	Investments - net	231,149,923,325	280,262,998,377
		Total	376,523,832,387	414,860,667,163
Credit facilities				
	14	Credit facilities		
3	14 except AC 114	Loans and advances	9,101,997,145	7,154,494,691
		Total	9,101,997,145	7,154,494,691
4	16	Debtors	28,313,096,068	25,831,732,431
Fixed Assets				
5	11	Fixed assets (Book value)	950,228,217	1,386,013,237
5	12	Work in Progress	-	39,660,907
		Total	950,228,217	1,425,674,144
		Total assets	414,889,153,817	449,272,568,429
10	19	Contra accounts	94,750,539,731	64,068,853,522
		Total	509,639,693,548	513,341,421,951

Commercial Bank of Iraq - PSC

Balance Sheet as at 31/December/2015

Note No.	Account No.	Account Description	2015 ID	2014 ID
Liabilities				
Current liabilities				
6	25	Current accounts and deposits	90,506,262,034	121,063,102,866
7	22-26	Creditors	50,181,593,286	43,824,224,383
		Total	140,687,855,320	164,887,327,249
Shareholders' Equity				
8	211	Capital	250,000,000,000	250,000,000,000
9	212/214/216	Reserves	24,201,298,497	34,385,241,180
		Total	274,201,298,497	284,385,241,180
		Total Equity & liabilities	414,889,153,817	449,272,568,429
10	29	Contra accounts	94,750,539,731	64,068,853,522
		Total	509,639,693,548	513,341,421,951

For Commercial Bank of Iraq - PSC

Saadoun Abdul Razzaq Kubba
Chairman of the Board of Directors

Nouri Mizal Saadoun El-Dubaisi
Chief Executive Officer

Alyaa Merry Mardan Ali
Membership number: 17907
Head of finance

Subject to our report number 3/1

and dated on 29/3 /2016



Azez Jafar Hassan
Certified and Chartered Public Accountant

Statement (B)

Commercial Bank of Iraq - PSC

Profit and loss and distribution account for the year ended

31/December/2015

Note No.	Account No.	Account Description	2015 ID	2014 ID
		Current activity revenues		
11	44	Banking operation revenues	3,471,843,603	6,717,526,117
12	46	Investment revenues	15,484,286,602	12,174,864,499
		Total revenues	18,956,130,205	18,892,390,616
		Less: Current activity expenses		
13	34	Banking operation expenses	1,402,760,323	1,263,625,556
14	31-33	Administrative expenses	6,351,232,934	6,105,452,296
26	37	Depreciation and amortization	587,562,973	352,500,506
		Total current activity expenses	8,341,556,230	7,721,578,358
		Surplus of current operations	10,614,573,975	11,170,812,258
		Add: Transferable and other revenues		
15	48	Transferable revenues	370,384,826	245,795,369
16	49	Other revenues	315,392,492	119,522,901
		Total transferable and other revenues	685,777,318	365,318,270
		Less : Transferable and other expenses		
17	38	Transferable expenses	3,071,907,613	240,386,930
18	39	Other expenses	119,088,583	833,452,419
		Total transferable and other expenses	3,190,996,196	1,073,839,349
		Surplus before tax/Distributed as follows:	8,109,355,097	10,462,291,179
		Tax	864,491,397	1,247,772,793
		Capital Reserve (10%)	724,486,370	921,451,839
		Surplus available for distribution	6,520,377,330	8,293,066,547
		Total	8,109,355,097	10,462,291,179

Statement (C)

Commercial Bank of Iraq - PSC

Statement of cash flows for the year ended

31/December/2015

Note No.	Details	2015 ID	2014 ID
	Surplus after tax	7,244,863,700	9,214,518,386
	Non-cash items		
26	Depreciation and Amortization	587,562,973	352,500,506
	Revaluation revenue	(66,276,981)	-
	Profit after adding and deducting non-cash items	7,766,149,692	9,567,018,892
	Operating Activities		
3	Increase in loans and advances	(1,947,502,454)	(3,198,153,148)
4	Increase in debtors	(2,481,363,637)	(1,199,043,692)
	Increase in gold	(300,000)	-
6	(Decrease)/Increase in current accounts and deposits	(30,556,840,832)	24,371,684,501
7	(Decrease)/Increase in creditors	(2,524,726,153)	2,251,570,466
	Net cash (used in) from operating activities	(29,744,583,384)	31,793,077,019
	Investing activities		
5	Increase in fixed assets	(151,777,953)	(171,431,690)
5	(Decrease)/ increase in work in progress	39,660,907	(8,761,907)
2	(Decrease)/ increase in investments	49,179,352,033	(167,390,606,788)
	Net cash from (used in) investing activities	49,067,234,987	(167,570,800,385)
	Financing Activities		
	Dividends during the year	(8,546,711,327)	-
	Increase in capital	-	78,571,428,569
	Net cash (used in) from financing activities	(8,546,711,327)	78,571,428,569
	Net increase (decrease) in cash	10,775,940,276	(57,206,294,797)
1	Cash as at beginning of the year	134,597,668,786	191,803,963,583
1	Cash as at year end	145,373,609,062	134,597,668,786

Statement (D)**Commercial Bank of Iraq – PSC**

Settlement of profits and losses for income tax and distribution purposes for the
year ended
31/December/2015

Account Description	ID	ID
Surplus Before tax		8,109,355,097
Add: unallowable expenses for tax purpose		
Fines and compensations	1,470,514,977	
Taxes and fees	242,546,556	
Previous years expenses	119,088,583	
Miscellaneous provisions expense	300,000,000	
Total		<u>10,241,505,213</u>
Less: revenues not subject to tax		
Interest income/Iraqi Bonds	(4,107,844,407)	
Recovered provision/facilities	(370,384,826)	
Total		<u>(4,478,229,233)</u>
Taxable profit		<u>5,763,275,980</u>
Income tax (15%)		864,491,397
Surplus before tax in accordance with profit & loss account		<u>8,109,355,097</u>
Less: Tax		<u>864,491,397</u>
Surplus after tax		<u>7,244,863,700</u>
Less: Capital reserve (10%)		<u>724,486,370</u>
Surplus available for distribution		<u>6,520,377,330</u>

Note (1)**Commercial Bank of Iraq - PSC**

Cash as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
181	Cash on hand	3,508,878,162	7,863,559,871
	Total	3,508,878,162	7,863,559,871
183	Cash at local banks		
	Debit Balances	105,598,196,768	120,270,768,475
	Credit Balances	(421,454)	(1,443,353,614)
	Total	105,597,775,314	118,827,414,861
186	Foreign banknotes		
1861	Foreign banknotes	2,931,223,231	4,674,876,798
	Total	2,931,223,231	4,674,876,798
187	Cash at foreign banks		
	Debit Balances	34,212,949,703	3,231,817,256
	Credit Balances	(877,217,348)	-
	Total	33,335,732,355	3,231,817,256
	Total cash	145,373,609,062	134,597,668,786

Note (1-A)

Commercial Bank of Iraq - PSC

Cash details of 2015 in accordance to trial balance as at 31/December/2015

Rank	Account Description	Debit ID	Credit ID	Balance ID
First	Cash on hand	3,508,878,162	-	3,508,878,162
Second	Local Banks			
	Central Bank of Iraq	105,374,329,228	-	105,374,329,228
	Rafedain Bank	74,030,764	-	74,030,764
	Rasheed Bank	110,292,610	-	110,292,610
	Trade Bank of Iraq/Dollar	39,259,941	-	39,259,941
	National Bank of Iraq	284,225	-	284,225
	National Bank of Iraq/Dollar	-	421,454	(421,454)
	Total local banks	105,598,196,768	421,454	105,597,775,314
Third	Foreign currency	2,931,223,231	-	2,931,223,231
Forth	Foreign banks			
	The Housing Bank for Trade and Finance/ Jordan-Dollar	182,764,291	-	182,764,291
	The Housing Bank for Trade and Finance/ Jordan – Euro	275,569	-	275,569
	Jordan Investment and Finance Bank	59,962,801	-	59,962,801
	Ahli United Bank – Bahrain	33,969,846,997	877,217,348	33,092,629,649
	Ahli United Bank – Bahrain – Euro	100,045	-	100,045
	Total foreign banks	34,212,949,703	877,217,348	33,335,732,355
	Total Cash	146,251,147,819	877,638,802	145,373,609,062

Note (2)

Commercial Bank of Iraq - PSC

Investments as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
152	Long-term financial investments		
1525	Long-term investments / mixed sector	270,008,353	270,008,353
1526	Long-term investments / private sector	417,080,362	416,710,819
	Total	687,088,715	686,719,172
2251	Less: Provision for decline in fair value of investment	-	(66,276,782)
		687,088,715	620,442,390
15281	Long-term investments / Republic of Iraq Bonds	59,100,000,000	58,300,000,000
2662	Unearned interests	(8,222,099,727)	(8,778,885,033)
	Total	50,877,900,273	49,521,114,967
1521	Long-term investments / Governmental sector / postpone bonds	11,497,500,000	-
	Total	11,497,500,000	-
153	Short-term financial investments		
1531	Short-term investments / government sector	171,207,704,000	232,570,000,000
2662	Unearned interests	(3,120,269,663)	(2,448,558,980)
	Total	168,087,434,337	230,121,441,020
	Total investments	231,149,923,325	280,262,998,377

Note (2) (Continued)

Long - term investments – mixed and private sectors as at 31/December/2015

		Share	Invested Amount	Capital	Share %	Cost per share	Market Price	Gain (Loss)
Long investments – Mixed sector								
1	National Company for Plastic and Chemical industries	7,885,570	22,325,002	15,187,500,000	0.052%	2.83	4,258,208	(18,066,794)
2	Electronic Industries Company	4,500,000	11,240,225	12,000,000,000	0.038%	2.50	2,295,000	(8,945,225)
3	Modern Paint Company	5,171,355	17,346,438	9,213,750,000	0.056%	3.35	6,464,194	(10,882,244)
4	Iraqi Company for Cartoon Manufacturing	887,558	6,771,757	7,950,000,000	0.011%	7.63	328,396	(6,443,361)
5	Bahgdad Company for Soda Drinks	125,262,076	206,125,306	133,000,000,000	0.094%	1.65	368,270,503	162,145,197
6	National Company for Food Industries	906,593	6,199,625	6,600,000,000	0.014%	6.84	1,477,747	(4,721,878)
	Total	144,613,152	270,008,353	183,951,250,000			383,094,048	113,085,695
Long investments – Private sector								
1	Elaab El - Rasafa Company	1,108,629	12,251,981	250,000,000	0.44%	11.05	8,591,875	(3,660,106)
2	Ahlia Insurance Company	79,999,999	79,999,999	2,500,000,000	3.20%	1.00	39,999,999	(40,000,000)
3	Karbala Hotels Company	1,012,500	4,118,400	810,000,000	0.13%	4.07	1,640,250	(2,478,150)
4	El-hader company for marble mining	15,000,000	15,000,000	1,000,000,000	1.50%	1.00	15,000,000	-
5	Union Bank of Iraq	75,709,982	75,709,982	50,000,000,000	0.15%	1.00	47,697,289	(28,012,693)
6	Ahli United Brokerage and Investment Company	200,000,000	200,000,000	200,000,000	100%	1.00	200,000,000	-
7	El-Amoual Company for Electronic Banking Services	30,000,000	30,000,000	150,000,000	20%	1.00	30,000,000	-
	Total	402,831,110	417,080,362	54,910,000,000			342,929,413	(74,150,949)
	Total long term investment	547,444,262	687,088,715	238,861,250,000			726,023,461	38,934,746

Note (3)**Commercial Bank of Iraq - PSC****Loans and Advances as at 31/December/2015**

Account No.	Account Description	2015 ID	2014 ID
142	Short Term credit facilities		
1426	Short term loans - Private sector – Companies	131,250,000	-
1427	Short term loans - Private sector- Individuals	6,069,668,000	3,159,605,000
1428	Short term loans – Foreign world	98,342,400	-
	Total short term credit facilities	6,299,260,400	3,159,605,000
143	Debit current accounts		
1436	Debit current accounts - Private sector – Companies & Associations	538,626,064	533,998,672
1437	Debit current accounts/Private Sector – Individual	2,158,867,800	2,745,216,881
1438	Debit current accounts – foreign currency	105,242,881	715,674,138
	Total debit current accounts	2,802,736,745	3,994,889,691
	Total loans and advances	9,101,997,145	7,154,494,691

Note (4)

Commercial Bank of Iraq - PSC

Debtors as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
163	Intra-Branch balances	138,627,488	-
166	Miscellaneous debtors		
1661	Deposits with others	600	108,172,255
1663	Prepaid expenses	15,827,354	39,007,612
1665	Cash Variations	9,863,528	20,150,000
1666	Legal expenditures	93,873,198	90,959,948
16194	Interest of Republic of Iraq Bonds	1,823,950,016	1,752,570,783
	Total	1,943,514,696	2,010,860,598
167	Advance		
1671	Advances for operating activities	-	25,000
169	Other Debtors		
1691	Non-performing debts	14,205,429,446	12,192,169,874
16911	Non-performing debts/US\$	3,906,872,224	3,525,182,923
1695	Non-performing transfers related to LC's/US\$	1,119,810,394	1,104,652,216
	Total	19,232,112,064	16,822,005,013
16699	Suspended accounts	6,998,841,820	6,998,841,820
	Total debtors	28,313,096,068	25,831,732,431

Note (5)

Commercial Bank of Iraq - PSC

Fixed Assets and Depreciations and Projects under construction as at 31/December/2015

Fixed Assets	Lands		Buildings		Machinery & Equipment		Transportation & Equipment		Tools & Equipment		Office furniture & Equipment		Software		Computers		Total	
	1112 ID	1112 except AC 1124 ID	113 ID	114 ID	115 ID	116 ID	11631 ID	11632 ID										
Cost:																		
Cost as at 1 January 2015	274,021,875	4,113,916,272	369,884,003	85,950,040	6,880,395	1,194,085,602	503,984,916	4,091,896,087									10,640,619,190	
Added during the year	-	-	760,388	29,150,000	-	38,215,360	-	43,934,888									112,060,636	
Transfers from Work in progress	-	-	-	-	-	9,735,517	30,899,000	-									40,634,517	
Less- Deductions and disposals	-	-	(47,999)	-	(199,999)	(7,103,307)	-	(276,000)									(7,627,305)	
Transfers	-	-	-	-	-	(159,347,578)	3,572,940,166	(3,413,592,588)									-	
Cost as at 31 December 2015	274,021,875	4,113,916,272	370,596,392	115,100,040	6,680,396	1,075,585,594	4,107,824,082	721,962,387									10,785,687,038	
Depreciation :																		
Accumulated depreciation as at 1 January 2015	-	3,456,677,032	367,054,883	85,950,038	6,881,457	1,081,006,292	442,847,317	3,814,188,934									9,254,605,953	
Current year depreciation	-	219,106,764	394,338	120,609	-	156,231,387	67,317,399	144,392,476									587,562,973	
Written off assets and sold	-	-	(47,999)	-	(200,000)	(6,527,331)	-	(276,000)									(7,051,330)	
Transfers	-	-	-	-	-	(159,347,578)	3,572,940,166	(3,413,251,363)									341,225	
Accumulated depreciation as at 31 December 2015	-	3,675,783,796	367,401,222	86,070,647	6,681,457	1,071,362,770	4,083,104,882	545,054,047									9,835,458,821	
Net book value as at 31 December 2015	274,021,875	438,132,476	3,195,170	29,029,393	(1,061)	4,222,824	24,719,200	176,908,340									950,228,217	

Note (6)

Commercial Bank of Iraq - PSC

Current Accounts and Deposits as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
251	Current Accounts		
2512	Credit current accounts - Mixed sector	13,873	24,193,198
2513	Credit current accounts - Financial sector	67,830,000	67,830,000
2516	Credit current accounts - Private sector – Companies & Associations	6,311,700,634	24,351,035,818
2517	Credit current accounts - Private sector – Individuals	10,057,534,392	14,602,320,148
	Total	16,437,078,899	39,045,379,164
25195	Dormant Credit Current Accounts/Non active	<u>4,556,464,347</u>	<u>5,317,214,533</u>
252	Saving Accounts		
2521	Saving Accounts	<u>33,574,288,136</u>	<u>36,486,451,534</u>
253	Time deposit and on demand Account		
25316	Fixed deposits - Private sector – Companies	700,000,000	-
25317	Fixed deposits - Private sector – Individuals	126,224,000	129,029,870
2518	Current accounts - Foreign currencies	33,903,060,676	39,497,759,498
		<u>34,729,284,676</u>	<u>39,626,789,368</u>
255	Margins received against banking operation		
2551	Deposits against LCs	12,245,520	12,079,760
2552	Deposits against issued LGs	768,872,379	434,281,748
		<u>781,117,899</u>	<u>446,361,508</u>

Note (6) (Continued)**Commercial Bank of Iraq - PSC****Current Accounts and Deposits at 31/ December/2015**

Account No.	Account Description	2015 ID	2014 ID
256	Internal transfers and cheques		
2562	Withdrawn Managers Cheques on the bank	416,003,490	64,936,400
2563	Withdrawn Personal Certified Cheques on the bank	12,024,587	75,970,359
		428,028,077	140,906,759
	Total Current accounts and deposits	90,506,262,034	121,063,102,866

Note (7)

Commercial Bank of Iraq - PSC

Creditors as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
22	Provisions		
222	Credit facilities provision	<u>10,545,978,115</u>	<u>9,970,649,033</u>
224	Tax provision	<u>892,200,147</u>	<u>6,105,537,913</u>
225	Miscellaneous provisions		
2254	Commitment obligations risk provision	229,617,207	268,748,902
2257	Provision for interest in suspense – ID	2,557,077,298	2,270,387,661
22571	Provision for interest in suspense – US\$	5,396,060,750	4,813,532,212
2258	Labor and social work department provision	118,082,531	118,082,531
2259	Miscellaneous provision	15,209,536,678	14,909,536,678
	Total	<u>23,510,374,464</u>	<u>22,380,287,984</u>
	Total provisions	<u>34,948,552,726</u>	<u>38,456,474,930</u>
261	Creditors of the current activity		
26131	Creditors - financial sector	2,436,600	2,600,000
26160	Creditors - Private sector-Companies & Associations ID	69,241,006	68,358,205
26162	Creditors - Private sector-Companies & Associations US\$	1,178,454	1,162,502
26170	Creditors - Private sector-Individual ID	2,375,923,376	2,735,996,384
26180	Creditors - Private sector- Individual US\$	26,476,552	23,073,729
26192	Creditors – Interests & Fixed deposits ID	-	1,855,287
26196	Creditors – Interest LGs	19,820,454	31,484,442
	Total	<u>2,495,076,442</u>	<u>2,864,530,549</u>

Note (7) (Continued)

Commercial Bank of Iraq - PSC

Creditors as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
266	Miscellaneous credit accounts		
2661	Cash margin	65,141,358	21,562,669
26612	Revenue received in advance	-	28,912,135
26631	Accrued interest	6,809,077	-
26633	Accrued administrative expenses	1,967,325,584	353,681,365
2664	Accrued salaries & wages	750,000	750,000
2665	Salaries & wages not received	841,167	841,174
26663	Accrued stamp fees – ID	605,184	2,355,000
26680	Surplus in cash – ID	1,805,000	370,000
26695	Amounts received against registration of companies	343,659,010	452,659,010
26696	Deposits for subscribing in companies shares	161,395	161,395
26697	Dividends/Shareholders	9,335,613,307	535,861,959
26699	Accounts under settlement	165,319,440	178,624,640
	Total	11,888,030,522	1,575,779,347
267	Deductions for others		
2671	Deductions of subscribers to the detriment of others	17,128,300	16,535,464
269	Other credit accounts		
2695	Balances and compensation for deceased clients	296,319,824	374,459,709
2696	Restricted amounts from formal parties	11,878,721	11,865,025
2697	Unclaimed amounts	524,606,751	524,579,359
	Total	832,805,296	910,904,093
	Total creditors	50,181,593,286	43,824,224,383

Note (8)

Commercial Bank of Iraq - PSC

Capital as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
211	Paid in capital/Par value 1 ID	250,000,000,000	250,000,000,000
		250,000,000,000	250,000,000,000

Note (9)

Commercial Bank of Iraq - PSC

Reserves as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
212	Capital reserve		
	Balance at beginning of the year	11,467,081,594	10,545,629,755
	Addition during the year	724,486,370	921,451,839
	Balance at year end	<u>12,191,567,964</u>	<u>11,467,081,594</u>
2144	Fixed assets replacement reserve		
	Balance at beginning of the year	29,987,499	29,987,499
	Additions during the year	71	-
	Balance at year end	<u>29,987,570</u>	<u>29,987,499</u>
2145	Received free stocks reserve		
	Balance at beginning of the year	141,208,485	121,092,306
	Addition during the year	369,543	20,116,179
	Balance at year end	<u>141,578,028</u>	<u>141,208,485</u>
2146	Recovery investment provision reserve		
	Balance at beginning of the year	5,202,753,480	5,202,753,480
	Deductions during the year	70,823,999	-
	Balance at year end	<u>5,273,577,479</u>	<u>5,202,753,480</u>
217	Accumulated surplus		
	Balance at beginning of the year	17,544,210,122	30,679,715,006
	Deductions during the year	(17,499,999,996)	(21,428,571,431)
	Additions during the year	6,520,377,330	8,293,066,547
	Balance at year end	<u>6,564,587,456</u>	<u>17,544,210,122</u>
	Total Reserves	<u>24,201,298,497</u>	<u>34,385,241,180</u>

Note (10)

Commercial Bank of Iraq - PSC

Contra obligations against the banking operations as at 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
19/29	Contra Accounts		
1921/2921	Customers' obligations against issued LGs	899,319,448	13,789,775,957
1922/2922	Customers' obligations against issued Foreign LGs	11,421,373,928	-
2552	Less: Deposits against issued LG's	(768,872,379)	(434,281,748)
		11,551,820,997	13,355,494,209
1943	Obligations against deferred bonds	11,497,500,000	-
1965/2965	External transfers and foreign documentary papers	3,548,589	3,500,554
19730/29730	Written off debts	104,480	104,480
19794/29794	Foreign currency	14,667,485	14,468,941
19830/29830	Collateral against banking facilities	71,682,886,750	50,695,274,250
1992/2992	Important documents withheld by the Bank	322	263
1993/2993	Contracts and documents banking facilities	11,104	10,821
1995/2995	Materials in custody with others	4	4
	Total	83,198,718,734	50,713,359,313
	Total Contra Accounts	94,750,539,731	64,068,853,522

Note (11)

Commercial Bank of Iraq - PSC

Banking operations for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
441	Income from foreign currency		
4412	Gain from foreign currency transactions	1,000,420,205	1,467,871,713
		1,000,420,205	1,467,871,713
442	Internal Loans and advances interests		
4421	Interest income - granted Loans – ID	584,689,012	228,429,548
44211	Interest income - granted Loans - US\$	11,469,440	-
4422	Interest income – overdraft	454,977,368	309,853,690
44221	Interest income on recovered overdraft	176,270,220	317,241,917
44221	Interest income on recovered overdraft – Dollar	26,206,853	-
44213	Interest on recovered loans	48,665,923	119,866,272
	Total	1,302,278,816	975,391,427
443	Commission transfers		
4431	Commission income - internal transfers	49,135,308	136,681,466
44320	Commission income - external transfers	486,676,937	226,318,781
4437	Commission income – opening an account	11,660	-
	Total	535,823,905	363,000,247
444	Revenue of LC		
44411	Commission income LC	-	18,913,686
445	Revenue of LG		
4451	Commission income - internal LGs	232,312,364	232,104,338
	Total	232,312,364	251,018,024

Note (11) (Continued)

Commercial Bank of Iraq - PSC

Banking operations for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
447	Miscellaneous banking commission		
4471	Commission income from issuing certified Cheques	12,364,382	2,322,259
4472	Stamps commission	15,002	10,010
4479	Other bank charges/ID	322,660,914	3,618,177,873
44791	Other bank charges/US\$	7,513,891	4,674,261
	Total	342,554,189	3,625,184,403
448	Recovery expenses		
4480	Credit cards revenues	21,732,280	4,373,347
4482	Refund communication expenses	26,089,065	21,812,940
4485	Revenues from selling banking printed materials	10,632,779	8,874,016
	Total	58,454,124	35,060,303
	Total banking operations	3,471,843,603	6,717,526,117

Note (12)

Commercial Bank of Iraq - PSC

Investment revenues for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
462	Interests income from internal financial investments		
4621	Interest income - Treasury bills	11,184,913,013	9,040,077,380
4622	Interest income - Time deposits	145,190,753	325,119,944
4623	Interest income - Financial bonds/ Republic of Iraq bonds – Bonds of Ministry of finance	53,326,144	-
46231	Interest income - Financial bonds/ US\$- Republic of Iraq bonds	4,054,518,263	2,784,230,267
	Total income from investment	15,437,948,173	12,149,427,591
463	Foreign financial investment revenue		
46311	Interest on current accounts - US\$	46,338,429	25,436,908
	Total	46,338,429	25,436,908
	Total investment revenue	15,484,286,602	12,174,864,499

Note (13)

Commercial Bank of Iraq - PSC

Banking operation expenses for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
342	Paid banking interest		
3421	Interest expense - saving deposits	1,221,074,656	1,188,166,053
3422	Interest expense - time deposits	17,119,369	5,701,377
34251	Interest expense - current accounts	-	13,383,573
34630	Sale, purchase and hold expenses of bonds	8,619,795	10,320,733
	Total	1,246,813,820	1,217,571,736
3431	Paid banking commission	155,938,341	46,053,820
34241	Commission income -- Foreign overdraft (current account)	8,162	-
	Total banking operations expenses	1,402,760,323	1,263,625,556

Note (14)

Commercial Bank of Iraq - PSC

Administrative expenses for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
31	Salaries and Wages		
311	Cash Wages for employees		
3111	Basic salaries	1,289,542,850	1,061,103,410
3113	Overtime wages	-	6,000,000
3114	Bonus	514,583,727	163,127,489
3115	Professional and technical allowance	-	1,172,975
3116	Compensation allowance	638,501,163	602,553,713
3118	Paid vacation	2,793,134	2,964,241
	Total	2,445,420,874	1,836,921,828
312	Cash Wages for workers		
3123	Overtime wages	5,025,000	-
3125	Technical & provisional allowance	22,454,443	21,366,660
	Total	27,479,443	21,366,660
313	Salaries and wages for non – Iraqis		
3142	Employees insurance	5,977,336	5,780,004
315	Contribution in Social Security		
3151	Social Security for Iraqis	155,908,459	133,710,889
	Total	161,885,795	139,490,893
	Total salaries and wages	2,634,786,112	1,997,779,381

Note (14) (Continued)

Commercial Bank of Iraq - PSC

Administrative expenses for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
32	Commodity Supplies		
322	Fuel	7,700,000	68,279,000
323	Spare parts	5,072,100	19,119,386
	Total	12,772,100	87,398,386
325	Miscellaneous		
3251	Supplies	-	604,000
3252	Stationary	17,472,100	17,503,675
	Total	17,472,100	18,107,675
327	Water and Electricity		
3271	Water	3,994,155	2,289,080
3272	Electricity	25,428,912	33,220,725
	Total	29,423,067	35,509,805
	Total commodity supplies	59,667,267	141,015,866
33	Services supplies		
331	Maintenance services		
3312	Building maintenance	11,206,402	14,238,530
3313	Equipment and machinery maintenance	56,844,938	13,698,765
3314	Vehicles maintenance	32,417,325	1,455,000
3316	Furniture maintenance	5,678,340	71,037,707
3317	Software and system maintenance	333,807,499	283,099,974
	Total	439,954,504	383,529,976

Note (14) (Continued)

Commercial Bank of Iraq - PSC

Administrative expenses for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
333	Advertising, printing and hospitality		
3331	Advertising	2,920,000	3,857,000
3332	Printings	285,000	10,511,868
3333	Hospitality	14,027,250	10,512,500
	Total	17,232,250	24,881,368
334	Transportation, travelling and telecommunication		
33411	Transportation fee during the work	409,518,938	360,346,208
3342	Transportation for commodity	192,231,109	442,222,458
3343	Travelling	42,247,784	40,483,102
3344	General telecommunication	379,331,387	182,562,598
	Total	1,023,329,218	1,025,614,366

Note (14) (Continued)

Commercial Bank of Iraq - PSC

Administrative expenses for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
335	Lease fixed assets		
3352	Lease building	150,341,914	141,444,427
336	Miscellaneous service expenses		
3361	Subscriptions	26,240,054	31,311,624
3362	Insurance installment	-	5,195,500
3363	Bonus for non – employees for services rendered	90,580,000	300,000
3365	Legal services	15,428,750	15,066,000
3366	Banking services	1,006,798,430	1,3773,315,150
3367	Training	3,765,000	1,434,000
3368	Audit fees	38,700,000	36,250,000
332	Research and Consultancy services	430,363,787	397,554,485
3369	Other services expenses	114,045,648	111,760,153
	Total	1,725,921,669	1,976,186,912
	Total Services supplies	3,356,779,555	3,551,657,049
345	Other expenses for misc, Provisions		
3454	Misc, provisions	300,000,000	415,000,000
	Total	300,000,000	415,000,000
	Total administrative expenses	6,351,232,934	6,105,452,296

Note (15)**Commercial Bank of Iraq - PSC****Transferable revenues for the year ended 31/December/2015**

Account No.	Account Description	2015 ID	2014 ID
483	Miscellaneous transferable revenues		
4833	Recovered provision for credit facilities	370,384,826	245,795,369
	Total transferable revenues	<u>370,384,826</u>	<u>245,795,369</u>

Note (16)**Commercial Bank of Iraq - PSC****Other revenues for the year ended 31/December/2015**

Account No.	Account Description	2015 ID	2014 ID
43	Services activity revenues		
4371	Commission from opening current accounts	5,668,630	3,706,340
4372	Commission of contract template	235,000	1,201,000
4373	Commission from cash deposits	1,023,174	4,614,868
438	Rent of fixed assets	128,144,780	109,075,000
	Total services activity revenues	135,071,584	118,597,208
49	Other revenues		
491	Prior years' revenues	113,849,357	-
492	Incidental revenue	66,471,551	925,693
	Total other revenues	180,320,908	925,693
	Total other revenues	315,392,492	119,522,901

Note (17)

Commercial Bank of Iraq - PSC

Transferable expenses for the year ended 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
383	Miscellaneous transferable expenses		
3832	Compensation and fines	1,470,514,976	53,976,352
3833	Written-off / debt	1,354,746,081	-
	Total	2,825,261,057	53,976,352
384	Taxes and fees		
3846	Miscellaneous taxes and fees	242,546,556	178,610,578
	Total	242,546,556	178,610,578
385	Subsidies		
3851	Subsidies	4,100,000	7,800,000
	Total transferable expenses	3,071,907,613	240,386,930

Note (18)**Commercial Bank of Iraq - PSC****Other expenses for the year ended 31/December/2015**

Account No.	Account Description	2015 ID	2014 ID
391	Prior years' expenses	119,088,583	274,582,808
394	Refund expense		558,869,611
	Total other expenses	119,088,583	833,452,419

National accounts



Note (19)

Commercial Bank of Iraq - PSC

Received commission for the year ended on 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
4431	Internal transfers -Commission Income	49,135,308	136,681,466
4432	Commission transfer/ID	486,676,937	226,318,781
4437	Commission income – opening account	11,660	-
4441	Commission income LC	-	18,913,686
4451	Internal LGs - Commission Income	232,312,364	232,104,338
447	Miscellaneous banking commissions	342,554,189	3,625,184,403
	Total	1,110,690,458	4,239,202,674

Note (20)

Commercial Bank of Iraq - PSC

Computed service fees for the year ended on 31/December/2015

Account No,	Account Description	2015 ID	2014 ID
	1- Interest received		
4421	Granted Loans - Interest Income	633,354,935	348,295,820
44211	Granted Loans - Interest Income /US\$	11,469,440	-
4422	Interest Income – Overdraft	657,454,441	627,095,607
		<u>1,302,278,816</u>	<u>975,391,427</u>
	2- Less: Interest paid		
342	Paid banking interest	(1,246,805,658)	(1,207,251,003)
	Total	<u>55,473,158</u>	<u>(231,859,576)</u>

Note (21)**Commercial Bank of Iraq - PSC****Other revenues for the year ended on 31/December/2015**

Account No.	Account Description	2015 ID	2014 ID
43	Service activity revenue	135,071,584	118,597,208
441	Revenue from foreign currencies	1,000,420,205	1,467,871,713
448	Recovered expenses	58,454,124	35,060,303
492	Other income	66,471,551	925,693
	Total	1,260,417,464	1,622,454,917

Note (22)

Commercial Bank of Iraq - PSC

Cost of production supplies for the year ended on 31/December/2015

Account No,	Account Description	2015 ID	2014 ID
32	Commodity supplies (except AC# 326)	59,667,267	141,015,866
33	Service supplies ((except ACs # 3361,3362 and 4482)	3,304,450,436	3,493,336,985
34311	Paid banking commission/US\$	-	19,919,387
	Total	3,364,117,703	3,654,272,238

Note (23)

Commercial Bank of Iraq - PSC

Total Added Value for the year ended on 31/December/2015

Details		2015 ID	2014 ID
1	The value of total production		
	A. Commissions	1,110,678,798	4,239,202,674
	B. Computed service fee	128,154,480	(231,859,576)
	C. Other revenue	276,260,797	1,622,454,917
	Total	1,515,094,075	5,629,798,015
2	The value of production supplies		
	A. Commodity supplies	(59,667,267)	(141,015,866)
	B. Services supplies	(3,356,779,555)	(3,551,657,049)
	C. Banking commission paid	(155,938,341)	(46,053,820)
	Total	(3,572,385,163)	(3,738,726,735)
3	Added total value at production price (1-2)	(2,057,291,088)	1,891,071,280
	Less: fees and indirect taxes	(242,546,556)	(593,610,578)
	Total	(2,299,837,644)	1,297,460,702

Note (24)

Commercial Bank of Iraq - PSC

Total Added Value Distribution for the year ended on 31/December/2015

Account No.	Account Description	2015 ID	2014 ID
31	1- Compensation of employees		
	Salaries and Wages	2,634,786,112	1,997,779,381
	2- Deficit of operations	(5,522,186,729)	(1,052,819,185)
	3- Depreciation and amortization	587,562,973	352,500,506
	Total	<u>(2,299,837,644)</u>	<u>1,297,460,702</u>

Note (25)

Commercial Bank of Iraq - PSC

Comparison figures for the years 2015 and 2014

Account No.	Account Description	2015 ID	2014 ID
18/17	Cash	145,373,909,062	134,597,668,786
15	Investments	231,149,923,325	280,262,998,377
14	Credit facilities	9,101,997,145	7,154,494,691
11/12/16	Other assets	29,263,324,285	27,257,406,575
	Total Funded Assets	414,889,153,817	449,272,568,429
211	Capital	250,000,000,000	250,000,000,000
212/213	Reserves	24,201,298,497	34,385,241,180
25	Current accounts and deposits	90,506,262,034	121,063,102,866
26	Creditors	50,181,593,286	43,824,224,383
	Total funding sources	414,889,153,817	449,272,568,429
	Financial analysis ratios		
	Cash/deposits	161%	111%
	Deposits/capital and reserves	33%	43%
	Investment/deposits	255%	232%
	Credit facilities/deposits	12%	6%
	Other liabilities/Other assets	185%	160%
	Net profit after tax/ Capital and reserves	3%	3%

Note (26)

Commercial Bank of Iraq - PSC

Depreciation and Amortization for the year ended on 31/December/2015

Account No,	Account Description	2015 ID	2014 ID
372	Building depreciation	219,106,764	207,088,686
373	Equipment and machinery depreciation	394,338	582,591
374	Depreciation of means of transport	120,609	-
376	Furniture depreciation	156,231,387	144,829,229
379	Software depreciation	67,317,399	-
3710	Computers depreciation	144,392,476	-
	Total depreciation	587,562,973	352,500,506

Note (27)

Commercial Bank of Iraq - PSC

Accumulated depreciation for the year ended on 31/December/2015

Account No,	Account Description	2015 ID	2014 ID
2212	Building accumulated depreciation	3,675,783,796	3,456,677,032
2213	Equipment and machinery accumulated depreciation	367,401,222	367,054,883
2214	Vehicles accumulated depreciation	86,070,647	85,950,038
2215	Tools accumulated depreciation	6,681,457	6,881,457
2216	Furniture accumulated depreciation	1,071,362,770	1,081,006,292
22163	Computers accumulated depreciation	545,054,047	442,847,317
2218	System accumulated depreciation	4,083,104,882	3,814,188,934
	Total	9,835,458,821	9,254,605,953