



# Consolidated Financial Statements

March 2022 - Interim Condensed



**Limited Review Report on Condensed Consolidated Interim Financial Statements**

To: The Board of Directors of Commercial International Bank (S.A.E)

***Introduction***

We have reviewed the accompanying condensed consolidated interim balance sheet of Commercial International Bank - Egypt (S.A.E) as of March 31, 2022 and the related condensed consolidated interim statements of income, comprehensive income, cash flows and changes in shareholders' equity for the three months period then ended. Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with the rules of preparation and presentation of the bank's financial statements approved by the Central Bank of Egypt board of directors on December 16, 2008 as amended by regulations issued on February 26, 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on May 3, 2020 regarding issuing condensed interim financial statements for banks and with the requirements of applicable Egyptian laws and regulations, our **responsibility** is to express a conclusion on these condensed consolidated interim financial statements based on our review.

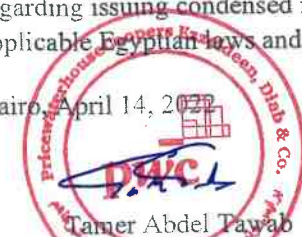
***Scope of Review***

We conducted our review in accordance with Egyptian Standard on review engagements (2410). "Review of interim financial statements performed by the Independent Auditor of the Entity". A limited review of condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the bank, and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these condensed consolidated interim financial statements.

***Conclusion***

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements are not prepared in all material respects in accordance with the rules of preparation and presentation of the bank's financial statements approved by the Central Bank of Egypt board of directors on December 16, 2008 as amended by regulations issued on February 26, 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on May 3, 2020 regarding issuing condensed interim financial statements for banks and with the requirements of applicable Egyptian laws and regulations.

Cairo, April 14, 2022



Tamer Abdel Tayab  
Financial Regulatory Authority  
Register Number "388"

PricewaterhouseCoopers Ezzeldeen, Diab & Co.  
Public Accountants

Auditors

Farid Samir Farid  
Financial Regulatory Authority  
Register Number "310"  
Deloitte - Saleh, Barsoum & Abdel Aziz  
Accountants & Auditors

## Condensed Consolidated Interim Balance Sheet as at March 31, 2022

	Notes	Mar. 31, 2022 EGP Thousands	Dec. 31, 2021 EGP Thousands
<b>Assets</b>			
Cash and balances at the central bank	8	30,581,505	43,492,248
Due from banks	9	121,082,311	80,141,769
Loans and advances to banks, net	11	364,470	312,216
Loans and advances to customers, net	12	158,490,232	145,575,243
Derivative financial instruments		884,030	225,376
<b>Investments</b>			
- Financial Assets at Fair Value through P&L	13	1,648	240,987
- Financial Assets at Fair Value through OCI	13	180,352,612	193,198,894
- Amortized cost	13	20,412,726	20,547,465
- Investments in associates	14	208,156	205,315
Other assets	15	9,618,567	11,207,128
Goodwill	26	127,211	137,525
Intangible assets	27	31,963	34,554
Deferred tax assets (Liabilities)		308,421	456,002
Property and equipment	16	2,352,247	2,461,116
<b>Total assets</b>		<b>524,816,099</b>	<b>498,235,838</b>
<b>Liabilities and equity</b>			
<b>Liabilities</b>			
Due to banks	17	3,725,995	866,056
Due to customers	18	429,022,053	407,241,538
Derivative financial instruments		243,629	265,470
Current tax liabilities		1,113,423	2,234,985
Other liabilities	19	12,181,434	8,085,545
Issued debt instruments	20	1,810,601	1,557,263
Other loans		6,176,776	5,140,782
Other Provisions	21	4,855,636	3,541,462
<b>Total liabilities</b>		<b>459,129,547</b>	<b>428,933,101</b>
<b>Equity</b>			
Issued and paid up capital		19,825,134	19,702,418
Reserves		39,481,063	33,774,990
Reserve for employee stock ownership plan (ESOP)		1,346,705	1,674,392
Retained earnings *		4,524,449	13,696,402
<b>Total equity and net profit for the period / year</b>		<b>65,177,351</b>	<b>68,848,202</b>
Minority interest		509,201	454,535
<b>Total minority interest, equity and net profit for the period / year</b>		<b>65,686,552</b>	<b>69,302,737</b>
<b>Total liabilities and equity</b>		<b>524,816,099</b>	<b>498,235,838</b>

The accompanying notes are an integral part of these financial statements .

(Review report attached)

\* Including net profit for the current period



**Hussein Abaza**  
CEO & Managing Director



**Sherif Samy**  
Chairman

## Condensed Consolidated Interim Income Statement for the period ended March 31, 2022

	Notes	Mar. 31, 2022 EGP Thousands	Mar. 31, 2021 EGP Thousands
Interest and similar income		12,006,043	10,121,709
Interest and similar expense		<u>(5,288,771)</u>	<u>(4,444,196)</u>
<b>Net interest income</b>		<b><u>6,717,272</u></b>	<b><u>5,677,513</u></b>
Fee and commission income		1,203,252	844,263
Fee and commission expense		<u>(515,125)</u>	<u>(333,668)</u>
<b>Net fee and commission income</b>		<b><u>688,127</u></b>	<b><u>510,595</u></b>
Dividend income		37,800	91
Net trading income	5	732,821	112,718
Profits (Losses) on financial investments	13	1,040,297	493,655
Administrative expenses		<u>(1,670,887)</u>	<u>(1,475,077)</u>
Other operating (expenses) income	6	<u>(1,431,967)</u>	<u>(526,620)</u>
Goodwill amortization	26	<u>(10,314)</u>	<u>(10,314)</u>
Intangible assets amortization	27	<u>(2,591)</u>	<u>(2,591)</u>
Impairment release (charges) for credit losses		38,692	(702,082)
Bank's share in the profits of associates		<u>2,841</u>	<u>11,061</u>
<b>Profit before income tax</b>		<b><u>6,142,091</u></b>	<b><u>4,088,949</u></b>
Income tax expense		<u>(1,372,939)</u>	<u>(1,209,247)</u>
Deferred tax assets (Liabilities)		<u>(509,534)</u>	<u>(6,239)</u>
<b>Net profit for the period</b>		<b><u>4,259,618</u></b>	<b><u>2,873,463</u></b>
Minority interest		<u>15,387</u>	<u>419</u>
<b>Bank shareholders</b>		<b><u>4,244,231</u></b>	<b><u>2,873,044</u></b>
<b>Earning per share</b>	7		
Basic		1.90	1.29
Diluted		1.87	1.27



**Hussein Abaza**  
CEO & Managing Director



**Sherif Samy**  
Chairman

## Condensed Consolidated Interim statement of Comprehensive Income for the period ended March 31 2022

	Mar. 31, 2022 EGP Thousands	Mar. 31, 2021 EGP Thousands
<b>Net profit for the period</b>	<b>4,259,618</b>	2,873,463
Change in fair value of debt instruments measured at fair value through other comprehensive income after income tax	<b>(3,961,167)</b>	(1,674,309)
Transferred from reserve on disposal of financial assets at fair value through OCI	<b>(4,201)</b>	(104,406)
Cumulative foreign currencies translation differences	<b>52,636</b>	(3,320)
Effect of ECL in fair value of debt instruments measured at fair value through OCI	<b>101,602</b>	(14,644)
<b>Total other comprehensive income</b>	<b>448,488</b>	1,076,784
As follows:		
Bank's shareholders	<b>433,101</b>	1,076,365
Minority interest	<b>15,387</b>	419
<b>Total comprehensive income for the period</b>	<b>448,488</b>	1,076,784

**Condensed Consolidated Interim Cash flows for the period ended March 31 2022**

	Notes	Mar. 31, 2022 EGP Thousands	Mar. 31, 2021 EGP Thousands
<b>Cash flow from operating activities</b>			
Profit before income tax from continued operations		6,142,091	4,088,949
<b>Adjustments to reconcile net profit to net cash provided by operating activities</b>			
Fixed assets depreciation	16	223,781	194,609
Impairment charge for credit losses (Loans and advances to customers and banks)		(145,266)	720,756
Other provisions charges	21	1,036,252	114,109
Impairment charge for credit losses (due from banks)		4,776	(4,030)
Impairment (Released) charge for credit losses (financial investments)		101,798	(14,644)
Impairment (Released) charge for other assets		(277,768)	12,676
Exchange revaluation differences for financial assets at fair value through OCI		63	23,042
Goodwill amortization	26	10,314	37,819
Intangible assets amortization	27	2,591	9,502
Impairment (Released) charge financial assets at fair value through OCI		-	(72,957)
Utilization of other provisions	21	(156)	(43,518)
Other provisions no longer used	21	(385)	(5,872)
Exchange differences of other provisions	21	278,463	(15,271)
Profits from selling property and equipment		(50)	(1,250)
Losses (profits) from selling financial investments	13	(1,040,297)	(420,698)
Shares based payments		175,235	162,451
Bank's share in the profits of associates		(2,841)	(11,061)
<b>Operating losses (profits) before changes in operating assets and liabilities</b>		<b>6,508,601</b>	<b>4,774,612</b>
<b>Net decrease (increase) in assets and liabilities</b>			
Due from banks		25,468,271	(12,278,859)
Financial assets at fair value through P&L	13	239,339	18,839
Derivative financial instruments		(680,085)	(66,183)
Loans and advances to banks and customers	11 - 12	(12,821,977)	(2,178,284)
Other assets		1,844,416	(371,049)
Due to banks	17	2,859,939	(6,304,086)
Due to customers	18	21,780,515	25,079,066
Income tax obligations paid		(259,516)	(29,046)
Other liabilities		1,860,904	(25,774)
<b>Net cash used in (generated from) operating activities</b>		<b>46,800,407</b>	<b>8,619,236</b>
<b>Cash flow from investing activities</b>			
Proceeds (payments) for investment in associates.		-	(158,360)
Payment for purchases of property, equipment and branches constructions		(92,999)	(348,974)
Proceeds from selling property and equipment		50	1,250
Proceeds from redemption of financial assets at amortized cost		2,609,283	452,910
Payment for purchases of financial assets at amortized cost		(2,474,553)	(237,609)
Payment for purchases of financial assets at fair value through OCI		(68,625,535)	(55,600,830)
Proceeds from selling financial assets at fair value through OCI		78,456,150	33,585,657
<b>Net cash generated from (used in) investing activities</b>		<b>9,872,396</b>	<b>(22,305,956)</b>

**Condensed Consolidated Interim Cash flows for the period ended March 31, 2022 (Cont.)**

	Mar. 31, 2022 EGP Thousands	Mar. 31, 2021 EGP Thousands
<b>Cash flow from financing activities</b>		
Received (Repaid) in long term loans	1,035,994	(14,410)
Dividend paid	(4,410,322)	(1,360,652)
Issued debt instruments	253,338	-
Capital increase	122,716	-
<b>Net cash generated from (used in) financing activities</b>	<u>(2,998,274)</u>	<u>(1,375,062)</u>
Net (decrease) increase in cash and cash equivalent during the priod	53,674,529	(15,061,782)
Beginning balance of cash and cash equivalent	61,065,822	75,796,375
<b>Cash and cash equivalent at the end of the period</b>	<u>114,740,351</u>	<u>60,734,593</u>
<b>Cash and cash equivalent comprise:</b>		
Cash and balances at the central bank	30,581,505	21,800,293
Due from banks	121,128,084	97,518,428
Treasury bills and other governmental notes	40,379,000	52,371,207
Obligatory reserve balance with CBE	(26,188,639)	(15,805,888)
Due from banks with maturities more than three months	(10,245,456)	(42,484,048)
Treasury bills with maturity more than three months	(40,914,143)	(52,665,399)
<b>Total cash and cash equivalent</b>	<u>114,740,351</u>	<u>60,734,593</u>

**Condensed Consolidated Interim statement of changes in shareholders' equity for the period ended March 31, 2021**

Mar. 31, 2021	<u>Issued and paid up capital</u>	<u>Legal reserve</u>	<u>General reserve</u>	<u>General risk reserve</u>	<u>Reserve for transactions under common control</u>	<u>Capital reserve</u>	<u>Reserve for financial assets at fair value through OCI</u>	<u>Banking risks reserve</u>	<u>Retained earnings</u>	<u>Reserve for employee stock ownership plan</u>	<u>Cumulative foreign currencies translation differences</u>	<u>Total Shareholders Equity</u>	<u>Minority Interest</u>	<u>Total</u>
	EGP Thousands													
Beginning balance	14,776,813	2,778,135	24,765,658	1,549,445	8,183	14,906	3,975,514	6,423	10,539,715	1,064,648	(3,684)	59,475,756	483,055	59,958,811
Transferred to reserves	-	514,939	8,420,479	-	-	1,094	-	-	(8,936,512)	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	(1,360,652)	-	-	(1,360,652)	-	(1,360,652)
Net profit of the year	-	-	-	-	-	-	-	-	2,873,044	-	-	2,873,044	419	2,873,463
Transferred from reserve of financial assets at fair value through OCI	-	-	-	-	-	-	(104,406)	-	104,406	-	-	-	-	-
Transferred from previous years' outstanding balances	-	-	-	-	-	-	-	-	8,333	-	-	8,333	-	8,333
Net unrealised gain/(loss) on financial assets at fair value through OCI after tax	-	-	-	-	-	-	(1,674,309)	-	-	-	-	(1,674,309)	-	(1,674,309)
Transferred (from) to banking risk reserve	-	-	-	-	-	-	-	2,718	(2,718)	-	-	-	-	-
ECL for impairment of debt instruments investments	-	-	-	-	-	-	(14,644)	-	-	-	-	(14,644)	-	(14,644)
Cost of employees stock ownership plan (ESOP)	-	-	-	-	-	-	-	-	-	162,451	-	162,451	-	162,451
Cumulative foreign currencies translation differences	-	-	-	-	-	-	-	-	-	-	364	364	-	364
Balance at the end of the period	<u>14,776,813</u>	<u>3,293,074</u>	<u>33,186,137</u>	<u>1,549,445</u>	<u>8,183</u>	<u>16,000</u>	<u>2,182,155</u>	<u>9,141</u>	<u>3,225,616</u>	<u>1,227,099</u>	<u>(3,320)</u>	<u>59,470,343</u>	<u>483,474</u>	<u>59,953,817</u>



**Condensed Consolidated Interim statement of changes in shareholders' equity for the period ended March 31, 2022**

Mar. 31, 2022	<u>Issued and paid up capital</u>	<u>Legal reserve</u>	<u>General reserve</u>	<u>General risk reserve</u>	<u>Reserve for transactions under common control</u>	<u>Capital reserve</u>	<u>Reserve for financial assets at fair value through OCI</u>	<u>Banking risks reserve</u>	<u>Retained earnings</u>	<u>Reserve for employee stock ownership plan</u>	<u>Cumulative foreign currencies translation differences</u>	<u>Total Shareholders Equity</u>	<u>Minority Interest</u>	<u>Total</u>
	EGP Thousands													
Beginning balance	19,702,418	3,293,074	28,260,532	1,550,906	8,183	16,000	641,372	9,141	13,696,402	1,674,392	(4,218)	68,848,202	454,535	69,302,737
Capital increase	122,716	-	502,922	-	-	-	-	-	-	(502,922)	-	122,716	-	122,716
Transferred to reserves	-	670,872	8,333,404	-	-	2,947	-	-	(9,007,223)	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	(4,410,322)	-	-	(4,410,322)	-	(4,410,322)
Net profit of the year	-	-	-	-	-	-	-	-	4,244,231	-	-	4,244,231	15,387	4,259,618
Transferred from reserve on disposal of financial assets at fair value through OCI	-	-	-	-	-	-	(4,201)	-	4,201	-	-	-	-	-
Net unrealised gain/(loss) on financial assets at fair value through OCI after tax	-	-	-	-	-	-	(3,961,167)	-	-	-	-	(3,961,167)	-	(3,961,167)
Transferred (from) to banking risk reserve	-	-	-	-	-	-	-	2,840	(2,840)	-	-	-	-	-
Effect of ECL in fair value of debt instruments measured at fair value through OCI	-	-	-	-	-	-	101,602	-	-	-	-	101,602	-	101,602
Cost of employees stock ownership plan (ESOP)	-	-	-	-	-	-	-	-	-	175,235	-	175,235	-	175,235
Cumulative foreign currencies translation differences	-	-	-	-	-	-	-	-	-	-	56,854	56,854	39,279	96,133
Balance at the end of the period	<u>19,825,134</u>	<u>3,963,946</u>	<u>37,096,858</u>	<u>1,550,906</u>	<u>8,183</u>	<u>18,947</u>	<u>(3,222,394)</u>	<u>11,981</u>	<u>4,524,449</u>	<u>1,346,705</u>	<u>52,636</u>	<u>65,177,351</u>	<u>509,201</u>	<u>65,686,552</u>

## Notes to the condensed consolidated interim financial statement for the period ended March 31, 2022

### 1. General information

Commercial International Bank (Egypt) S.A.E. provides retail, corporate and investment banking services in various parts of Egypt through 190 branches, and 23 units employing 7472 employees on the statement of financial position date.

Commercial international Bank (Egypt) S.A.E. was formed as a commercial bank under the investment law no. 43 of 1974. The address of its registered head office is as follows: Nile tower, 21/23 Charles de Gaulle Street-Giza. The Bank is listed in the Egyptian stock exchange.

The bank owns investments in subsidiaries “C-Ventures”, “May Fair” and “Damietta Shipping” in which the bank’s shares are 99.99%, 51% and 49.95% respectively.

Financial statements have been approved by board of directors on April 14, 2022.

### 2. Summary of accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

#### 2.1. Basis of preparation

The consolidated financial statements have been prepared in accordance with the Central Bank of Egypt approved by the Board of Directors on December 16, 2008 consistent with the principles referred to.

Also according to the instructions for applying the International Standard for Financial Reports (9) issued by the Central Bank of Egypt on February 26, 2019, the bank issued condensed financial statements based on the Central Bank of Egypt instructions issued on May 5, 2020, which allow banks to issue condensed quarterly financial statements.

Reference is made to what was not mentioned in the instructions of the Central Bank of Egypt to the Egyptian Accounting Standards.

These condensed consolidated interim financial statements do not include all the information and disclosures required for full annual consolidated financial statements prepared in accordance with CBE rules mentioned above and should be read in conjunction with the Bank’s financial statements as at and for the year ended 31 December 2021.

In preparing these condensed consolidated interim financial statements, significant judgments made by the management in applying the Bank’s accounting policies and the key sources of estimation were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2021.

#### 2.2. Basis of consolidation

The basis of the consolidation is as follows:

- Eliminating all balances and transactions between the Bank and group companies.
- The cost of acquisition of subsidiary companies is based on the company's share in the fair value of assets acquired and obligations outstanding on the acquisition date.
- Minority shareholders represent the rights of others in subsidiary companies.

**3.1. Loans and advances**

Loans and advances are summarized as follows:

	Mar.31, 2022		Dec.31, 2021	
	EGP Thousands		EGP Thousands	
	<u>Loans and advances to customers</u>	<u>Loans and advances to banks</u>	<u>Loans and advances to customers</u>	<u>Loans and advances to banks</u>
Gross Loans and advances	177,943,318	366,459	163,938,827	314,334
Less:				
ECL	19,015,436	1,989	17,917,363	2,118
Unamortized bills discount	58,719	-	68,410	-
Unamortized syndicated loans discount	289,192	-	312,682	-
Suspended credit account	89,739	-	65,129	-
Net	158,490,232	364,470	145,575,243	312,216

Impairment provision losses for loans and advances reached EGP 19,017,425 thousand

During the period, the Bank's total loans and advances increased by 8.56%.

In order to minimize the probable exposure to credit risk, the Bank focuses more on the business with large enterprises, banks or retail customers with good credit rating or sufficient collateral.

**Total balances of loans and facilities to customers divided by stages:**
**EGP Thousands**
**Mar.31, 2022**

	<u>Stage 1: 12 months</u>	<u>Stage 2: Life time</u>	<u>Stage 3: Life time</u>	<u>Total</u>
Individuals	40,097,890	4,027,552	713,376	44,838,818
Institutions and Business Banking	70,753,483	54,336,681	8,014,336	133,104,500
Total	110,851,373	58,364,233	8,727,712	177,943,318

**Expected credit losses for loans and facilities to customers divided by stages:**
**Mar.31, 2022**

	<u>Stage 1: Expected credit losses over 12 months</u>	<u>Stage 2: Expected credit losses Over a lifetime that is not creditworthy</u>	<u>Stage 3: Expected credit losses Over a lifetime Credit default</u>	<u>Total</u>
Individuals	891,444	124,363	284,008	1,299,815
Institutions and Business Banking	1,582,715	8,333,742	7,799,164	17,715,621
Total	2,474,159	8,458,105	8,083,172	19,015,436

**Loans, advances and expected credit losses to banks divided by stages:**
**Mar.31, 2022**

	<u>Stage 1: 12 months</u>	<u>Stage 2: Life time</u>	<u>Stage 3: Life time</u>	<u>Total</u>
Time and term loans	-	366,459	-	366,459
Expected credit losses	-	(1,989)	-	(1,989)
Net	-	364,470	-	364,470

**Off balance sheet items exposed to credit risk and expected credit losses divided by stages:**
**Mar.31, 2022**

	<u>Stage 1: 12 months</u>	<u>Stage 2: Life time</u>	<u>Stage 3: Life time</u>	<u>Total</u>
Facilities and guarantees	70,547,190	31,512,345	4,386,386	106,445,921
Expected credit losses	(2,197,902)	(1,257,066)	(1,050,910)	(4,505,878)
Net	68,349,288	30,255,279	3,335,476	101,940,043

**Total balances of loans and facilities to customers divided by stages:**
**Dec.31, 2021**

	<u>Stage 1:</u> <u>12 months</u>	<u>Stage 2:</u> <u>Life time</u>	<u>Stage 3:</u> <u>Life time</u>	<u>Total</u>
Individuals	36,579,875	3,904,276	668,181	41,152,332
Institutions and Business Banking	<u>65,511,996</u>	<u>49,532,625</u>	<u>7,741,874</u>	<u>122,786,495</u>
Total	<u>102,091,871</u>	<u>53,436,901</u>	<u>8,410,055</u>	<u>163,938,827</u>

**Expected credit losses for loans and facilities to customers divided by stages:**
**Dec.31, 2021**

	<u>Stage 1: Expected</u> <u>credit losses over 12</u> <u>months</u>	<u>Stage 2: Expected credit</u> <u>losses</u> <u>Over a lifetime that is not</u> <u>creditworthy</u>	<u>Stage 3: Expected</u> <u>credit losses</u> <u>Over a lifetime</u> <u>Credit default</u>	<u>Total</u>
Individuals	826,702	91,111	264,646	1,182,459
Institutions and Business Banking	<u>1,484,973</u>	<u>7,600,199</u>	<u>7,649,732</u>	<u>16,734,904</u>
Total	<u>2,311,675</u>	<u>7,691,310</u>	<u>7,914,378</u>	<u>17,917,363</u>

**Loans, advances and expected credit losses to banks divided by stages:**
**Dec.31, 2021**

	<u>Stage 1:</u> <u>12 months</u>	<u>Stage 2:</u> <u>Life time</u>	<u>Stage 3:</u> <u>Life time</u>	<u>Total</u>
Time and term loans	-	314,334	-	314,334
Expected credit losses	<u>-</u>	<u>(2,118)</u>	<u>-</u>	<u>(2,118)</u>
Net	<u>-</u>	<u>312,216</u>	<u>-</u>	<u>312,216</u>

**Off balance sheet items exposed to credit risk and expected credit losses divided by stages:**
**Dec.31, 2021**

	<u>Stage 1:</u> <u>12 months</u>	<u>Stage 2:</u> <u>Life time</u>	<u>Stage 3:</u> <u>Life time</u>	<u>Total</u>
Facilities and guarantees	60,720,384	30,943,446	168,459	91,832,289
Expected credit losses	<u>(1,925,355)</u>	<u>(1,113,857)</u>	<u>(165,893)</u>	<u>(3,205,105)</u>
Net	<u>58,795,029</u>	<u>29,829,589</u>	<u>2,566</u>	<u>88,627,184</u>

The following table shows changes in ECL between the beginning and end of the period as a result of these factors:

**Mar.31, 2022**

	EGP Thousands			
	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
	<u>12 months</u>	<u>Life time</u>	<u>Life time</u>	
	ECL	ECL	ECL	ECL
ECL on 1 January 2022	20,283	20,714	-	40,997
New financial assets purchased or issued	364	4,845	-	5,209
Matured or disposed financial assets	(949)	(20,714)	-	(21,663)
Transferred to stage 1	-	-	-	-
Transferred to stage 2	-	-	-	-
Transferred to stage 3	-	-	-	-
Changes in the probability of default and loss in case of default and the exposure at default	21,230	-	-	21,230
Changes to model assumptions and methodology	-	-	-	-
Write off during the period	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>40,928</b>	<b>4,845</b>	<b>-</b>	<b>45,773</b>

**Individual Loans:**

	EGP Thousands			
	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
	<u>12 months</u>	<u>Life time</u>	<u>Life time</u>	
	ECL	ECL	ECL	ECL
ECL on 1 January 2022	826,702	91,111	264,646	1,182,459
Impairment during the period	64,742	33,252	37,290	135,284
Write off during the period	-	-	(38,003)	(38,003)
Recoveries	-	-	20,075	20,075
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>891,444</b>	<b>124,363</b>	<b>284,008</b>	<b>1,299,815</b>

**Corporate and Business Banking loans:**

	EGP Thousands			
	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
	<u>12 months</u>	<u>Life time</u>	<u>Life time</u>	
	ECL	ECL	ECL	ECL
ECL on 1 January 2022	1,484,973	7,600,199	7,649,732	16,734,904
New financial assets purchased or issued	315,672	102,549	12,607	430,828
Matured or disposed financial assets	(107,101)	(115,686)	(51,366)	(274,153)
Transferred to stage 1	1,601	(49)	-	1,552
Transferred to stage 2	(12,537)	15,893	(8)	3,348
Transferred to stage 3	-	(1)	27,202	27,201
Changes in the probability of default and loss in case of default and the exposure at default	(111,360)	(776,789)	(94,412)	(982,561)
Changes to model assumptions and methodology	(5,931)	551,853	(32,558)	513,364
Recoveries	-	-	6,617	6,617
Write off during the period	-	-	(728,026)	(728,026)
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>1,582,715</b>	<b>8,333,742</b>	<b>7,799,164</b>	<b>17,715,621</b>

**Financial Assets at Fair Value through OCI**

	EGP Thousands			
	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
	<u>12 months</u>	<u>Life time</u>	<u>Life time</u>	
	ECL	ECL	ECL	ECL
ECL on 1 January 2022	515,177	9,721	-	524,898
New financial assets purchased or issued	127,618	-	-	127,618
Matured or disposed financial assets	(14,525)	-	-	(14,525)
Transferred to stage 1	-	-	-	-
Transferred to stage 2	-	-	-	-
Transferred to stage 3	-	-	-	-
Changes in the probability of default and loss in case of default and the exposure at default	(9,614)	(1,877)	-	(11,491)
Changes to model assumptions and methodology	-	-	-	-
Write off during the period	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>618,656</b>	<b>7,844</b>	<b>-</b>	<b>626,500</b>

**Amortized cost**

	EGP Thousands			
	<u>Stage 1</u>	<u>Stage 2</u>	<u>Stage 3</u>	<u>Total</u>
	<u>12 months</u>	<u>Life time</u>	<u>Life time</u>	
	ECL	ECL	ECL	ECL
ECL on 1 January 2022	1,113	-	-	1,113
New financial assets purchased or issued	-	-	-	-
Matured or disposed financial assets	-	-	-	-
Transferred to stage 1	-	-	-	-
Transferred to stage 2	-	-	-	-
Transferred to stage 3	-	-	-	-
Changes in the probability of default and loss in case of default and the exposure at default	196	-	-	196
Changes to model assumptions and methodology	-	-	-	-
Write off during the period	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>1,309</b>	<b>-</b>	<b>-</b>	<b>1,309</b>

The following table shows changes in ECL losses between the beginning and end of the year as a result of these factors:

Dec.31, 2021

Due from banks	EGP Thousands			
	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	ECL	ECL	ECL	ECL
ECL on 1 January 2021	24,189	-	-	24,189
New financial assets purchased or issued	394	20,714	-	21,108
Matured or disposed financial assets	(4,737)	-	-	(4,737)
Transferred to stage 1	-	-	-	-
Transferred to stage 2	-	-	-	-
Transferred to stage 3	-	-	-	-
Changes in the probability of default and loss in case of default and the exposure at default	437	-	-	437
Changes to model assumptions and methodology	-	-	-	-
Write off during the year	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>20,283</b>	<b>20,714</b>	<b>-</b>	<b>40,997</b>

**Individual Loans:**

	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	ECL	ECL	ECL	ECL
ECL on 1 January 2021	711,711	25,326	356,726	1,093,763
Impairment during the year	114,991	65,785	126,900	307,676
Write off during the year	-	-	(298,324)	(298,324)
Recoveries	-	-	79,344	79,344
<b>Ending balance</b>	<b>826,702</b>	<b>91,111</b>	<b>264,646</b>	<b>1,182,459</b>

**Corporate and Business Banking loans:**

	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	ECL	ECL	ECL	ECL
ECL on 1 January 2021	1,403,518	8,760,972	5,176,560	15,341,050
New financial assets purchased or issued	898,640	1,303,833	1,386	2,203,859
Matured or disposed financial assets	(598,685)	(492,548)	(2,903)	(1,094,136)
Transferred to stage 1	10,898	(19,271)	(92)	(8,465)
Transferred to stage 2	(53,721)	94,243	(1,260)	39,262
Transferred to stage 3	(17,878)	(2,364,361)	2,571,074	188,835
Changes in the probability of default and loss in case of default and the exposure at default	(92,931)	(267,130)	(84,053)	(444,114)
Changes to model assumptions and methodology	(63,082)	649,455	(15,278)	571,095
Recoveries	-	-	45,431	45,431
Write off during the year	-	-	(4,366)	(4,366)
Cumulative foreign currencies translation differences	(1,786)	(64,994)	(36,767)	(103,547)
<b>Ending balance</b>	<b>1,484,973</b>	<b>7,600,199</b>	<b>7,649,732</b>	<b>16,734,904</b>

**Financial Assets at Fair value through OCI**

	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	ECL	ECL	ECL	ECL
ECL on 1 January 2021	619,398	-	-	619,398
New financial assets purchased or issued	218,711	9,721	-	228,432
Matured or disposed financial assets	(174,668)	-	-	(174,668)
Transferred to stage 1	-	-	-	-
Transferred to stage 2	-	-	-	-
Transferred to stage 3	-	-	-	-
Changes in the probability of default and loss in case of default and the exposure at default	(148,264)	-	-	(148,264)
Changes to model assumptions and methodology	-	-	-	-
Write off during the year	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>515,177</b>	<b>9,721</b>	<b>-</b>	<b>524,898</b>

**Financial assets at Amortized cost**

	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	ECL	ECL	ECL	ECL
ECL on 1 January 2021	179	-	-	179
New financial assets purchased or issued	-	-	-	-
Matured or disposed financial assets	-	-	-	-
Transferred to stage 1	-	-	-	-
Transferred to stage 2	-	-	-	-
Transferred to stage 3	-	-	-	-
Changes in the probability of default and loss in case of default and the exposure at default	934	-	-	934
Changes to model assumptions and methodology	-	-	-	-
Write off during the year	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>1,113</b>	<b>-</b>	<b>-</b>	<b>1,113</b>

**Loans and advances restructured**

Restructuring activities include rescheduling arrangements, applying obligatory management programs, modifying and deferral of payments. The application of restructuring policies are based on indicators or criteria of credit performance of the borrower that is based on the personal judgment of the management, which indicate that payment will most likely continue. Restructuring is commonly applied to term loans, specially customer loans. Renegotiated loans totaled at the end of the period / year:

	Mar.31, 2022	Dec.31, 2021
Loans and advances to	EGP Thousands	EGP Thousands
<b>Corporate</b>		
- Direct loans	<b>11,275,410</b>	10,927,093
<b>Total</b>	<b>11,275,410</b>	10,927,093

**3.2. Financial investments:**

The following table represents an analysis of financial investment balances by rating agencies at the end of the year based on Standard & Poor's valuation and its equivalent.

	EGP Thousands				
Mar.31, 2022	<u>Stage 1:</u>	<u>Stage 2:</u>	<u>Stage 3:</u>	<u>Individually</u>	<u>Total</u>
<u>Amortized cost</u>	<u>12 months</u>	<u>Life time</u>	<u>Life time</u>	<u>impaired</u>	
AAA	-	-	-	-	-
AA+ to -AA	-	-	-	-	-
A to -A+	-	-	-	-	-
Less than -A	20,412,726	-	-	-	20,412,726
Not rated	-	-	-	-	-
<b>Total</b>	<b>20,412,726</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,412,726</b>

	EGP Thousands				
Mar.31, 2022	<u>Stage 1:</u>	<u>Stage 2:</u>	<u>Stage 3:</u>	<u>Individually</u>	<u>Total</u>
<u>Fair value through OCI</u>	<u>12 months</u>	<u>Life time</u>	<u>Life time</u>	<u>impaired</u>	
AAA	-	-	-	-	-
AA+ to -AA	-	-	-	-	-
A to -A+	-	-	-	-	-
Less than -A	179,394,592	-	-	-	179,394,592
Not rated	-	-	-	-	-
<b>Total</b>	<b>179,394,592</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>179,394,592</b>

The following table shows the analysis of impairment on credit losses of financial investments by rating agencies at the end of the year based on Standard & Poor's valuation and its equivalent.

	EGP Thousands				
Mar.31, 2022	<u>Stage 1: Expected credit</u>	<u>Stage 2: Expected</u>	<u>Stage 3: Expected</u>	<u>Individually</u>	<u>Total</u>
<u>Fair value through OCI and</u>	<u>losses over 12 months</u>	<u>credit losses</u>	<u>credit losses</u>	<u>impaired</u>	
<u>amortized cost</u>		<u>Over a lifetime that</u>	<u>Over a lifetime</u>		
		<u>is not creditworthy</u>	<u>Credit default</u>		
AAA	-	-	-	-	-
AA+ to -AA	-	-	-	-	-
A to -A+	-	-	-	-	-
Less than -A	627,809	-	-	-	627,809
Not rated	-	-	-	-	-
<b>Total</b>	<b>627,809</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>627,809</b>

**3.2. Financial investments:**

The following table represents an analysis of financial investment balances by rating agencies at the end of the year based on Standard & Poor's valuation and its equivalent.

EGP Thousands					
<b>Dec.31, 2021</b>					
<u>Amortized cost</u>	<u>Stage 1: 12 months</u>	<u>Stage 2: Life time</u>	<u>Stage 3: Life time</u>	<u>Individually impaired</u>	<u>Total</u>
AAA	-	-	-	-	-
AA+ to -AA	-	-	-	-	-
A to -A+	-	-	-	-	-
Less than -A	20,547,465	-	-	-	20,547,465
Not rated	-	-	-	-	-
<b>Total</b>	<b>20,547,465</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,547,465</b>

EGP Thousands					
<b>Dec.31, 2021</b>					
<u>Fair value through OCI</u>	<u>Stage 1: 12 months</u>	<u>Stage 2: Life time</u>	<u>Stage 3: Life time</u>	<u>Individually impaired</u>	<u>Total</u>
AAA	-	-	-	-	-
AA+ to -AA	-	-	-	-	-
A to -A+	-	-	-	-	-
Less than -A	190,855,901	-	-	-	190,855,901
Not rated	-	-	-	-	-
<b>Total</b>	<b>190,855,901</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>190,855,901</b>

The following table shows the analysis of impairment on credit losses of financial investments by rating agencies at the end of the year based on Standard & Poor's valuation and its equivalent.

EGP Thousands					
<b>Dec.31, 2021</b>					
<u>Fair value through OCI</u>	<u>Stage 1: Expected credit losses over 12 months</u>	<u>Stage 2: Expected credit losses Over a lifetime that is not creditworthy</u>	<u>Stage 3: Expected credit losses Over a lifetime Credit default</u>	<u>Individually impaired</u>	<u>Total</u>
AAA	-	-	-	-	-
AA+ to -AA	-	-	-	-	-
A to -A+	-	-	-	-	-
Less than -A	526,011	-	-	-	526,011
Not rated	-	-	-	-	-
<b>Total</b>	<b>526,011</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>526,011</b>



### 3.3. Foreign exchange risk

The Bank's financial position and cash flows are exposed to fluctuations in foreign currency exchange rates. The Board sets limits on the level of exposure by currency and in aggregate for both overnight and intra-day positions, which are monitored daily. The table below summarizes the Bank's exposure to foreign exchange rate risk and financial instruments at carrying amounts, categorized by currency.

	Equivalent EGP Thousands					
Mar.31, 2022	EGP	USD	EUR	GBP	Other	Total
<b>Financial assets</b>						
Cash and balances at the central bank	27,821,181	1,343,624	662,009	98,023	656,668	30,581,505
Gross due from banks	65,006,707	50,079,157	4,617,900	1,327,071	97,249	121,128,084
Gross loans and advances to banks	-	366,459	-	-	-	366,459
Gross loans and advances to customers	123,895,858	48,712,249	4,065,846	17,471	1,251,894	177,943,318
Derivative financial instruments	590,675	293,355	-	-	-	884,030
<b>Financial investments</b>						
Gross financial investment securities	173,247,092	27,042,126	2,252,631	-	890,316	203,432,165
Investments in associates	208,156	-	-	-	-	208,156
<b>Total financial assets</b>	<b>390,769,669</b>	<b>127,836,970</b>	<b>11,598,386</b>	<b>1,442,565</b>	<b>2,896,127</b>	<b>534,543,717</b>
<b>Financial liabilities</b>						
Due to banks	408,351	3,279,746	31,546	5,846	506	3,725,995
Due to customers	309,518,672	107,140,031	9,464,915	1,408,330	1,490,105	429,022,053
Derivative financial instruments	215,877	27,752	-	-	-	243,629
Issued debt instruments	-	1,810,601	-	-	-	1,810,601
Other loans	12,226	6,140,406	24,144	-	-	6,176,776
<b>Total financial liabilities</b>	<b>310,155,126</b>	<b>118,398,536</b>	<b>9,520,605</b>	<b>1,414,176</b>	<b>1,490,611</b>	<b>440,979,054</b>
<b>Net on-balance sheet financial position</b>	<b>80,614,543</b>	<b>9,438,434</b>	<b>2,077,781</b>	<b>28,389</b>	<b>1,405,516</b>	<b>93,564,663</b>
<b>Total financial assets as of December 31, 2021</b>	<b>387,547,286</b>	<b>104,776,065</b>	<b>9,986,321</b>	<b>439,675</b>	<b>1,924,247</b>	<b>504,673,594</b>
<b>Total financial liabilities as of December 31, 2021</b>	<b>312,354,583</b>	<b>92,006,965</b>	<b>8,255,848</b>	<b>1,117,614</b>	<b>1,336,099</b>	<b>415,071,109</b>
<b>Net on-balance sheet financial position as of December 31, 2021</b>	<b>75,192,703</b>	<b>12,769,100</b>	<b>1,730,473</b>	<b>(677,939)</b>	<b>588,148</b>	<b>89,602,485</b>

### 3.4. Interest rate risk

The Bank takes on exposure to the effects of fluctuations in the prevailing levels of market interest rates on both its fair value and cash flow risks. Interest margins

may increase as a result of such changes but profit may decrease in the event that unexpected movements arise. The Board sets limits on the gaps of interest rate repricing that may be undertaken, which is monitored by the bank's Risk Management Department.

### 3.5. Liquidity risk

Liquidity risk is the risk that the Bank is unable to meet its payment obligations associated with its financial liabilities when they fall due and to replace funds when they are withdrawn. The consequence may be the failure to meet obligations to repay depositors and fulfill commitments to lend.

#### Liquidity Risk Management Organization and Measurement Tools

Liquidity Risk is governed by Asset and Liability Committee (ALCO) and Board Risk Committee (BRC) subject to provisions of Treasury Policy Guide (TPG).

**Board Risk Committee (BRC):** Provides oversight of risk management functions and assesses compliance to the set risk strategies and policies approved by the

Board of Directors (BoD) through periodic reports submitted by the Risk Group. The committee makes recommendations to the BoD with regards to risk management strategies

and policies (including those related to capital adequacy, liquidity management, various types of risks: credit, market, operation, compliance, reputation and any other risks the Bank may be exposed to).

**Asset & Liability Committee (ALCO):** Optimises the allocation of assets and liabilities, taking into consideration expectations of the potential impact of future interest rate fluctuations, liquidity constraints, and foreign exchange exposures. ALCO monitors the Bank's liquidity and market risks, economic developments, market fluctuations, and risk profile to ensure ongoing activities are compatible with the risk/reward guidelines approved by the BoD.

**Treasury Policy Guide (TPG):** The purpose of the TPG is to document and communicate the policies that govern the activities performed by the Treasury Group and monitored by Risk Group. The main measures and monitoring tools used to assess the Bank's liquidity risk include regulatory and internal ratios, gaps, Basel III liquidity ratios, asset and liability gapping mismatch, stress testing, and funding base concentration. More conservative internal targets and Risk Appetite indicators (RAI) against regulatory requirements are set for various measures of Liquidity and Funding Concentration Risks.

The Bank maintained a solid LCY & FCY Liquidity position with decent buffers to meet both the global and local increase in risk profile related to the Covid-19 pandemic. CIB will continue with its robust Liability strategy with reliance on customer deposits (stable funding) as the main contributor of total liabilities, and low dependency on the Wholesale Funding. CIB has ample level of High Quality Liquid Assets (HQLA) based on its LCY & FCY Sovereign Portfolio investments, which positively reflects the Bank's solid Liquidity Ratios and Basel III LCR & NSFR ratios, with a large buffer maintained above the Regulatory ratios requirements.

For March 2022 NSFR ratio record 229% (LCY 259% and FCY 171%), and LCR ratio record 1219% (LCY 1921% and FCY 271%).

For December 2021 NSFR ratio record 247% (LCY 282% and FCY 170%), and LCR ratio record 817% (LCY 902% and FCY 304%).

For March 2022 CAR ratio record 30.6%, and 29.86% for December 2021.

For March 2022 Leverage ratio record 10.8%, and 11.31% for December 2021.

**3.6. Financial instruments not measured at fair value**

The table below summarizes the book value and fair value of those financial assets and liabilities not presented on the Bank's balance sheet at their fair value.

	<u>Book value</u>		<u>Fair value</u>	
	Mar.31, 2022	Dec.31, 2021	Mar.31, 2022	Dec.31, 2021
<b>Financial assets</b>				
Due from banks	121,128,084	80,182,766	121,693,884	80,609,895
Gross loans and advances to banks	366,459	314,334	366,459	314,334
Gross loans and advances to customers	177,943,318	163,938,827	180,549,640	164,228,916
<b>Financial investments:</b>				
Amortized cost	20,412,727	20,547,465	20,933,301	21,310,034
<b>Total financial assets</b>	<b>319,850,588</b>	<b>264,983,392</b>	<b>323,543,284</b>	<b>266,463,179</b>
<b>Financial liabilities</b>				
Due to banks	3,725,995	866,056	3,176,713	836,273
Due to customers	429,022,053	407,241,538	432,910,479	409,825,357
Issued debt instruments	1,826,430	1,571,670	1,847,134	1,574,487
Other loans	6,176,776	5,140,782	5,962,359	5,124,531
<b>Total financial liabilities</b>	<b>440,751,254</b>	<b>414,820,046</b>	<b>443,896,685</b>	<b>417,360,648</b>

The fair value is considered in the previous note from the second and third level in accordance with the fair value standard

**Due from banks**

The fair value of floating rate placements and overnight deposits is their carrying amount. The estimated fair value of floating interest bearing deposits is based on discounted cash flows using prevailing money-market interest rates for debts with similar credit risk and similar maturity date.

**Fair values of financial instruments**

The following table provides the fair value measurement hierarchy of the assets and liabilities according to EAS.

Quantitative disclosures fair value measurement hierarchy for assets as at 31 March 2022:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the bank can access at the measurement date.

Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 - Unobservable inputs for the asset or liability.

	Date of Valuation	Fair value measurement using			
		<u>Total</u>	<u>Quoted prices in active markets (Level 1)</u>	<u>Significant observable inputs (level 2)</u>	<u>Valuation techniques (level 3)</u>
<b>Mar.31, 2022</b>					
<b>Measured at fair value:</b>					
<b>Financial assets</b>					
Financial Assets at Fair Value through P&L	31-Mar-22	1,648	1,648	-	-
Financial Assets at Fair Value through OCI	31-Mar-22	180,352,612	137,336,462	43,016,150	-
<b>Total</b>		<b>180,354,260</b>	<b>137,338,110</b>	<b>43,016,150</b>	<b>-</b>
<b>Derivative financial instruments</b>					
Financial assets	31-Mar-22	884,030	-	-	884,030
Financial liabilities	31-Mar-22	243,629	-	-	243,629
<b>Total</b>		<b>1,127,659</b>	<b>-</b>	<b>-</b>	<b>1,127,659</b>
<b>Assets for which fair values are disclosed:</b>					
Amortized cost	31-Mar-22	20,933,301	-	20,933,301	-
Loans and advances to banks	31-Mar-22	366,459	-	-	366,459
Loans and advances to customers	31-Mar-22	180,549,640	-	-	180,549,640
<b>Total</b>		<b>201,849,400</b>	<b>-</b>	<b>20,933,301</b>	<b>180,916,099</b>
<b>Liabilities for which fair values are disclosed:</b>					
Issued debt instruments	31-Mar-22	1,847,134	-	1,847,134	-
Other loans	31-Mar-22	5,962,359	-	5,962,359	-
Due to customers	31-Mar-22	432,910,479	-	-	432,910,479
<b>Total</b>		<b>440,719,972</b>	<b>-</b>	<b>7,809,493</b>	<b>432,910,479</b>
<b>Dec.31, 2021</b>					
<b>Measured at fair value:</b>					
<b>Financial assets</b>					
Financial Assets at Fair value through P&L	31-Dec-21	240,987	240,987	-	-
Financial Assets at Fair value through OCI	31-Dec-21	193,198,894	148,072,372	45,126,522	-
<b>Total</b>		<b>193,439,881</b>	<b>148,313,359</b>	<b>45,126,522</b>	<b>-</b>
<b>Derivative financial instruments</b>					
Financial assets	31-Dec-21	225,376	-	-	225,376
Financial liabilities	31-Dec-21	265,470	-	205	265,265
<b>Total</b>		<b>490,846</b>	<b>-</b>	<b>205</b>	<b>490,641</b>
<b>Assets for which fair values are disclosed:</b>					
Amortized cost	31-Dec-21	21,310,034	-	21,045,985	264,049
Loans and advances to banks	31-Dec-21	314,334	-	-	314,334
Loans and advances to customers	31-Dec-21	164,228,916	-	-	164,228,916
<b>Total</b>		<b>185,853,284</b>	<b>-</b>	<b>21,045,985</b>	<b>164,807,299</b>
<b>Liabilities for which fair values are disclosed:</b>					
Issued debt instruments	31-Dec-21	1,574,487	-	1,574,487	-
Other loans	31-Dec-21	5,124,531	-	5,124,531	-
Due to customers	31-Dec-21	409,825,357	-	-	409,825,357
<b>Total</b>		<b>416,524,375</b>	<b>-</b>	<b>6,699,018</b>	<b>409,825,357</b>

**4. Segment analysis**
**4.1. By business segment**

The Bank is divided into four main business segments on a worldwide basis:

- Corporate banking – incorporating direct debit facilities, current accounts, deposits, overdrafts, loan and other credit facilities, foreign currency and derivative products
- Investment – incorporating financial instruments Trading, structured financing, Corporate leasing, and merger and acquisitions advice.
- Retail banking – incorporating private banking services, private customer current accounts, savings, deposits, investment savings products, custody, credit and debit cards, consumer loans and mortgages;
- Others – Including other banking business, such as assets and liabilities management.

Transactions between the business segments are on normal commercial terms and conditions.

EGP Thousands

	<u>Corporate banking</u>	<u>SME's</u>	<u>Investments</u>	<u>Retail banking</u>	<u>Asset Liability Mangement</u>	<u>Total</u>
<b>Mar.31, 2022</b>						
<b>Net revenue according to business segment *</b>	4,089,484	533,094	2,416,947	2,043,180	136,453	9,219,158
<b>Expenses according to business segment</b>	<u>(1,708,752)</u>	<u>(276,535)</u>	<u>(87,208)</u>	<u>(1,018,495)</u>	<u>(1,464)</u>	<u>(3,092,454)</u>
<b>Profit before tax</b>	2,380,732	256,559	2,329,739	1,024,685	134,989	6,126,704
<b>Tax</b>	<u>(894,637)</u>	<u>(62,897)</u>	<u>(634,715)</u>	<u>(257,131)</u>	<u>(33,093)</u>	<u>(1,882,473)</u>
<b>Profit for the period</b>	<u>1,486,095</u>	<u>193,662</u>	<u>1,695,024</u>	<u>767,554</u>	<u>101,896</u>	<u>4,244,231</u>
<b>Total assets</b>	<u>168,523,071</u>	<u>3,995,841</u>	<u>205,747,902</u>	<u>44,575,113</u>	<u>101,974,172</u>	<u>524,816,099</u>

\*Represents the net interest income and other income

	<u>Corporate banking</u>	<u>SME's</u>	<u>Investments</u>	<u>Retail banking</u>	<u>Asset Liability Mangement</u>	<u>Total</u>
<b>Mar.31, 2021</b>						
Revenue according to business segment	2,957,831	405,003	1,582,441	1,743,163	117,195	6,805,633
Expenses according to business segment	<u>(1,546,371)</u>	<u>(236,424)</u>	<u>(49,782)</u>	<u>(884,093)</u>	<u>(433)</u>	<u>(2,717,103)</u>
Profit before tax	1,411,460	168,579	1,532,659	859,070	116,762	4,088,530
Tax	<u>(421,734)</u>	<u>(49,820)</u>	<u>(453,345)</u>	<u>(256,080)</u>	<u>(34,507)</u>	<u>(1,215,486)</u>
Profit for the period	<u>989,726</u>	<u>118,759</u>	<u>1,079,314</u>	<u>602,990</u>	<u>82,255</u>	<u>2,873,044</u>
Total assets at 31 December 2021	<u>158,526,753</u>	<u>3,193,320</u>	<u>218,836,949</u>	<u>40,659,292</u>	<u>77,019,524</u>	<u>498,235,838</u>

**4.2. By geographical segment**

	<u>Cairo</u>	<u>Alex, Delta &amp; Sinai</u>	<u>Upper Egypt</u>	<u>Outside Egypt (Kenya)</u>	<u>Total</u>
<b>Mar.31, 2022</b>					
<b>Revenue according to geographical segment</b>	8,220,075	809,926	147,642	41,515	9,219,158
<b>Expenses according to geographical segment</b>	<u>(2,640,402)</u>	<u>(327,122)</u>	<u>(85,676)</u>	<u>(39,254)</u>	<u>(3,092,454)</u>
<b>Profit before tax</b>	5,579,673	482,804	61,966	2,261	6,126,704
<b>Tax</b>	<u>(1,748,920)</u>	<u>(118,362)</u>	<u>(15,191)</u>	<u>-</u>	<u>(1,882,473)</u>
<b>Profit for the period</b>	<u>3,830,753</u>	<u>364,442</u>	<u>46,775</u>	<u>2,261</u>	<u>4,244,231</u>
<b>Total assets</b>	<u>484,500,901</u>	<u>29,862,068</u>	<u>8,152,078</u>	<u>2,301,052</u>	<u>524,816,099</u>

	<u>Cairo</u>	<u>Alex, Delta &amp; Sinai</u>	<u>Upper Egypt</u>	<u>Outside Egypt (Kenya)</u>	<u>Total</u>
<b>Mar.31, 2021</b>					
Revenue according to geographical segment	5,885,015	726,185	166,741	27,692	6,805,633
Expenses according to geographical segment	<u>(2,217,909)</u>	<u>(390,601)</u>	<u>(72,092)</u>	<u>(36,501)</u>	<u>(2,717,103)</u>
Profit before tax	3,667,106	335,584	94,649	(8,809)	4,088,530
Tax	<u>(1,088,339)</u>	<u>(99,175)</u>	<u>(27,972)</u>	<u>-</u>	<u>(1,215,486)</u>
Profit for the period	<u>2,578,767</u>	<u>236,409</u>	<u>66,677</u>	<u>(8,809)</u>	<u>2,873,044</u>
Total assets at 31 December 2021	<u>462,689,580</u>	<u>26,469,030</u>	<u>7,203,609</u>	<u>1,873,619</u>	<u>498,235,838</u>

**5 . Net trading income**

	Mar.31, 2022	Mar.31, 2021
	EGP Thousands	EGP Thousands
Profit (Loss) from foreign exchange transactions	262,506	135,036
Profit (Loss) from forward foreign exchange deals revaluation	496,612	(3,870)
Profit (Loss) from interest rate swaps revaluation	(119)	(292)
Profit (Loss) from currency swap deals revaluation	(20,198)	769
Profit (Loss) from financial assets at fair value through P&L	(5,980)	(18,925)
<b>Total</b>	<b>732,821</b>	<b>112,718</b>

**6 . Other operating (expenses) income**

	Mar.31, 2022	Mar.31, 2021
	EGP Thousands	EGP Thousands
Profits (losses) of non-trading assets and liabilities	(202,664)	804
Profits of selling property and equipment	50	1,250
Release (charges) of other provisions	(758,772)	(120,948)
Other income/expenses	(470,581)	(407,726)
<b>Total</b>	<b>(1,431,967)</b>	<b>(526,620)</b>

**7 . Earning per share**

	Mar.31, 2022	Mar.31, 2021
	EGP Thousands	EGP Thousands
Net profit for the year, available for distribution	4,239,592	2,876,300
Board member's bonus	(63,594)	(43,145)
Staff profit sharing	(423,959)	(287,630)
<b>* Profits attributable to shareholders</b>	<b>3,752,039</b>	<b>2,545,525</b>
Weighted average number of shares	1,974,459	1,974,459
<b>Basic earning per share</b>	<b>1.90</b>	<b>1.29</b>
By issuance of ESOP earning per share will be:		
Average number of shares including ESOP shares	2,004,469	2,004,469
<b>Diluted earning per share</b>	<b>1.87</b>	<b>1.27</b>

\* Based on separate financial statement profits.

**8 . Cash and balances at the central bank**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Cash	4,392,866	5,391,312
<b>Obligatory reserve balance with CBE</b>		
- Current accounts	26,188,639	38,100,936
<b>Total</b>	<b>30,581,505</b>	<b>43,492,248</b>
<b>Non-interest bearing balances</b>	<b>30,581,505</b>	<b>43,492,248</b>

**9 . Due from banks**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Current accounts	6,008,673	2,718,262
Deposits	115,119,411	77,464,504
Expected credit losses	(45,773)	(40,997)
<b>Total</b>	<b>121,082,311</b>	<b>80,141,769</b>
Central banks	79,517,911	51,720,551
Local banks	23,739,741	13,433,149
Foreign banks	17,824,659	14,988,069
<b>Total</b>	<b>121,082,311</b>	<b>80,141,769</b>
Non-interest bearing balances	3,657,113	1,423,922
Floating interest bearing balances	56,054,303	9,413,404
Fixed interest bearing balances	61,370,895	69,304,443
<b>Total</b>	<b>121,082,311</b>	<b>80,141,769</b>

**Due from banks**

	Stage 1	Stage 2
Gross due from banks	115,435,633	5,692,451
Expected credit losses	(40,928)	(4,845)
<b>Net due from banks</b>	<b>115,394,705</b>	<b>5,687,606</b>

**10. Treasury bills and other governmental notes**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
91 Days maturity	155,550	550
182 Days maturity	1,479,150	84,175
364 Days maturity	42,104,848	44,529,537
Unearned interest	(2,665,179)	(2,327,382)
<b>Total</b>	<b>41,074,369</b>	<b>42,286,880</b>
Repos - treasury bills	(695,369)	(707,376)
<b>Net</b>	<b>40,379,000</b>	<b>41,579,504</b>

**Governmental bonds**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
	<u>Financial Assets at Fair Value through OCI</u>	<u>Financial Assets at Fair Value through OCI</u>
Governmental bonds	131,780,162	143,250,063
Repo	(3,653,054)	(3,536,336)
<b>Net</b>	<b>128,127,108</b>	<b>139,713,727</b>

**11. Loans and advances to banks, net**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Time and term loans	366,459	314,334
ECL	(1,989)	(2,118)
<b>Net</b>	<b>364,470</b>	<b>312,216</b>
Current balances	364,470	312,216

**Analysis for ECL of loans and advances to banks**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Beginning balance	(2,118)	(9,625)
Released (charged) during the period / year	129	7,507
<b>Ending balance</b>	<b>(1,989)</b>	<b>(2,118)</b>

**Analysis for impairment provision of loans and advances to banks**

	Stage 2	Stage 2
Beginning Balance	(2,118)	(9,625)
Released (charged) during the period / year	129	7,507
<b>Ending balance</b>	<b>(1,989)</b>	<b>(2,118)</b>

**12 . Loans and advances to customers, net**

	Mar.31, 2022 EGP Thousands	Dec.31, 2021 EGP Thousands
<b>Individual</b>		
- Overdraft	1,497,678	1,268,376
- Credit cards	6,276,723	5,716,197
- Personal loans	34,420,123	31,683,161
- Mortgage loans	2,644,294	2,484,598
<b>Total 1</b>	<b>44,838,818</b>	<b>41,152,332</b>
<b>Corporate</b>		
- Overdraft	33,208,156	29,333,541
- Direct loans	55,494,166	50,357,437
- Syndicated loans	44,356,856	43,062,028
- Other loans	45,322	33,489
<b>Total 2</b>	<b>133,104,500</b>	<b>122,786,495</b>
<b>Total Loans and advances to customers (1+2)</b>	<b>177,943,318</b>	<b>163,938,827</b>
<b>Less:</b>		
Unamortized bills discount	(58,719)	(68,410)
Unamortized syndicated loans discount	(289,192)	(312,682)
ECL	(19,015,436)	(17,917,363)
Suspended credit account	(89,739)	(65,129)
<b>Net loans and advances to customers</b>	<b>158,490,232</b>	<b>145,575,243</b>
<b>Distributed to</b>		
Current balances	71,703,053	64,258,073
Non-current balances	86,787,179	81,317,170
<b>Total</b>	<b>158,490,232</b>	<b>145,575,243</b>

Analysis of the expected credit losses on loans and advances to customers by type during the period / year was as follows:

	EGP Thousands				
	Mar.31, 2022				
Individual Loans:	Overdrafts	Credit cards	Personal loans	Mortgages	Total
Beginning balance	(10,115)	(305,005)	(817,525)	(49,814)	(1,182,459)
Released (charged) during the period	308	(23,890)	(102,177)	(9,525)	(135,284)
Written off during the period	148	9,334	28,521	-	38,003
Recoveries	(213)	(8,158)	(11,704)	-	(20,075)
<b>Ending balance</b>	<b>(9,872)</b>	<b>(327,719)</b>	<b>(902,885)</b>	<b>(59,339)</b>	<b>(1,299,815)</b>
Corporate and Business Banking loans:	Mar.31, 2022				
	Overdraft	Direct loans	Syndicated loans	Other loans	Total
Beginning balance	(1,650,580)	(10,896,531)	(4,180,998)	(6,795)	(16,734,904)
Released (charged) during the period	(191,087)	56,707	414,498	303	280,421
Written off during the period	-	728,026	-	-	728,026
Recoveries	-	(6,617)	-	-	(6,617)
foreign currencies translation differences	(189,466)	(1,276,136)	(516,945)	-	(1,982,547)
<b>Ending balance</b>	<b>(2,031,133)</b>	<b>(11,394,551)</b>	<b>(4,283,445)</b>	<b>(6,492)</b>	<b>(17,715,621)</b>
Dec.31, 2021	Individual				EGP Thousands
	Overdraft	Credit cards	Personal loans	Real estate loans	Total
Beginning balance	(13,594)	(242,277)	(775,605)	(62,287)	(1,093,763)
Released (charged) during the year	408	(124,535)	(196,022)	12,473	(307,676)
Written off during the year	3,072	100,263	194,989	-	298,324
Recoveries	(1)	(38,456)	(40,887)	-	(79,344)
<b>Ending balance</b>	<b>(10,115)</b>	<b>(305,005)</b>	<b>(817,525)</b>	<b>(49,814)</b>	<b>(1,182,459)</b>
Dec.31, 2021	Corporate				
	Overdraft	Direct loans	Syndicated loans	Other loans	Total
Beginning balance	(1,320,988)	(10,554,565)	(3,459,952)	(5,545)	(15,341,050)
Released (charged) during the year	(337,127)	(374,226)	(743,733)	(1,250)	(1,456,336)
Written off during the year	-	4,366	-	-	4,366
Recoveries	(80)	(45,351)	-	-	(45,431)
foreign currencies translation differences	7,615	73,245	22,687	-	103,547
<b>Ending balance</b>	<b>(1,650,580)</b>	<b>(10,896,531)</b>	<b>(4,180,998)</b>	<b>(6,795)</b>	<b>(16,734,904)</b>

\*From previously written off amounts

**13 . Financial investments securities**
**Mar.31, 2022**

	<u>Financial Assets at Fair Value through P&amp;L</u>	<u>Financial Assets at Fair Value through OCI</u>	<u>Amortized cost</u>	<u>Total</u>
	<u>EGP Thousands</u>	<u>EGP Thousands</u>	<u>EGP Thousands</u>	<u>EGP Thousands</u>
<b>Investments listed in the market</b>				
Governmental bonds	-	128,127,108	20,412,726	148,539,834
Securitized bonds	-	7,651,434	-	7,651,434
Equity instruments	-	157,920	-	157,920
Portfolio managed by others	1,648	-	-	1,648
Sukuk	-	1,400,000	-	1,400,000
<b>Investments not listed in the market</b>				
Treasury bills and other governmental notes	-	40,379,000	-	40,379,000
Securitized bonds	-	1,837,050	-	1,837,050
Equity instruments	-	512,156	-	512,156
Mutual funds	-	287,944	-	287,944
<b>Total</b>	<b>1,648</b>	<b>180,352,612</b>	<b>20,412,726</b>	<b>200,766,986</b>

**Dec.31, 2021**

	<u>Financial Assets at Fair Value through P&amp;L</u>	<u>Financial Assets at Fair Value through OCI</u>	<u>Amortized cost</u>	<u>Total</u>
	<u>EGP Thousands</u>	<u>EGP Thousands</u>	<u>EGP Thousands</u>	<u>EGP Thousands</u>
<b>Investments listed in the market</b>				
Governmental bonds	-	139,713,727	20,547,465	160,261,192
Securitized bonds	-	6,788,005	-	6,788,005
Equity instruments	-	170,640	-	170,640
Portfolio managed by others	240,987	-	-	240,987
Sukuk	-	1,400,000	-	1,400,000
<b>Investments not listed in the market</b>				
Treasury bills and other governmental notes	-	41,579,504	-	41,579,504
Securitized bonds	-	2,774,665	-	2,774,665
Equity instruments	-	507,674	-	507,674
Mutual funds	-	264,679	-	264,679
<b>Total</b>	<b>240,987</b>	<b>193,198,894</b>	<b>20,547,465</b>	<b>213,987,346</b>

**13.1 . Profits (Losses) on financial investments**

	Mar.31, 2022 EGP Thousands	Mar.31, 2021 EGP Thousands
Profit (Loss) from selling FVOCI financial instruments	1,040,297	420,698
Released (Impairment) charges of FVOCI	-	72,957
<b>Total</b>	<b>1,040,297</b>	<b>493,655</b>

**14 . Investments in associates**

Mar.31, 2022	EGP Thousands						
	<u>Company's country</u>	<u>Company's assets</u>	<u>Company's liabilities (without equity)</u>	<u>Company's revenues</u>	<u>Company's net profit (loss)</u>	<u>Investment book value</u>	<u>Stake %</u>
-TCA Properties	Egypt	-	-	-	-	158,360	37.00
- Al Ahly Computer	Egypt	69,069	39,502	66,482	5,785	30,917	39.34
- Fawry Plus	Egypt	113,935	72,054	112,802	28,597	18,879	14.99
- International Co. for Security and Services (Falcon)	Egypt	864,238	770,948	682,097	(201,408)	-	30.00
<b>Total</b>		<b>1,047,242</b>	<b>882,504</b>	<b>861,381</b>	<b>(167,026)</b>	<b>208,156</b>	

Dec.31, 2021	EGP Thousands						
	<u>Company's country</u>	<u>Company's assets</u>	<u>Company's liabilities (without equity)</u>	<u>Company's revenues</u>	<u>Company's net profit (loss)</u>	<u>Investment book value</u>	<u>Stake %</u>
-TCA Properties	Egypt	-	-	-	-	158,360	37.00
- Al Ahly Computer	Egypt	65,623	37,788	51,796	3,945	30,193	39.34
- Fawry Plus	Egypt	124,845	97,088	76,903	14,473	16,762	14.99
- International Co. for Security and Services (Falcon)	Egypt	1,084,916	791,149	509,571	(931)	-	30.00
<b>Total</b>		<b>1,275,384</b>	<b>926,025</b>	<b>638,270</b>	<b>17,487</b>	<b>205,315</b>	



15 . Other assets	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Accrued revenues	7,184,179	8,938,356
Prepaid expenses	438,490	428,777
Advances to purchase of fixed assets	1,117,275	1,139,188
* Accounts receivable and other assets	758,899	581,254
Assets acquired as settlement of debts	153,423	153,423
Insurance	45,301	45,130
<b>Gross</b>	<b>9,697,567</b>	<b>11,286,128</b>
Impairment of other assets	(79,000)	(79,000)
<b>Net</b>	<b>9,618,567</b>	<b>11,207,128</b>

\* A provision with amount EGP 277,768 thousand has been released.

**16 . Property and equipment**

	Mar.31, 2022							Total
	Land	Premises	IT	Vehicles	Fitting -out	Machines and equipment	Furniture and furnishing	
Cost at Jan 01, 2022 (1)	64,709	1,170,322	3,194,730	161,744	955,100	868,478	159,247	6,574,330
Additions during the year	-	22,469	45,528	5,455	22,430	14,447	4,583	114,912
Disposals during the year	-	(4,081)	(447)	-	-	(8,406)	(824)	(13,758)
<b>Cost at end of the period (2)</b>	<b>64,709</b>	<b>1,188,710</b>	<b>3,239,811</b>	<b>167,199</b>	<b>977,530</b>	<b>874,519</b>	<b>163,006</b>	<b>6,675,484</b>
Accumulated depreciation at beginning of the period (3)	-	506,634	2,128,401	68,539	715,756	587,823	106,061	4,113,214
Depreciation for the period	-	13,704	135,277	4,246	46,342	19,821	4,391	223,781
Disposals during the year	-	(4,081)	(447)	-	-	(8,406)	(824)	(13,758)
<b>Accumulated depreciation at end of the period (4)</b>	<b>-</b>	<b>516,257</b>	<b>2,263,231</b>	<b>72,785</b>	<b>762,098</b>	<b>599,238</b>	<b>109,628</b>	<b>4,323,237</b>
<b>Ending net assets (2-4)</b>	<b>64,709</b>	<b>672,453</b>	<b>976,580</b>	<b>94,414</b>	<b>215,432</b>	<b>275,281</b>	<b>53,378</b>	<b>2,352,247</b>
<b>Beginning net assets (1-3)</b>	<b>64,709</b>	<b>663,688</b>	<b>1,066,329</b>	<b>93,205</b>	<b>239,344</b>	<b>280,655</b>	<b>53,186</b>	<b>2,461,116</b>

**Property and equipment**

	Dec.31, 2021							Total
	Land	Premises	IT	Vehicles	Fitting -out	Machines and equipment	Furniture and furnishing	
Cost at Jan 01, 2021 (1)	64,709	1,133,279	2,587,572	133,483	832,588	733,460	134,713	5,619,804
Additions during the year	-	43,433	618,349	28,261	167,994	150,631	26,361	1,035,029
Disposals during the year	-	(6,390)	(11,191)	-	(45,482)	(15,613)	(1,827)	(80,503)
<b>Cost at end of the year (2)</b>	<b>64,709</b>	<b>1,170,322</b>	<b>3,194,730</b>	<b>161,744</b>	<b>955,100</b>	<b>868,478</b>	<b>159,247</b>	<b>6,574,330</b>
Accumulated depreciation at beginning of the year (3)	-	459,622	1,639,810	53,954	592,345	472,630	90,296	3,308,657
Current year depreciation	-	53,402	499,782	14,585	168,893	130,806	17,592	885,060
Disposals during the year	-	(6,390)	(11,191)	-	(45,482)	(15,613)	(1,827)	(80,503)
<b>Accumulated depreciation at end of the year (4)</b>	<b>-</b>	<b>506,634</b>	<b>2,128,401</b>	<b>68,539</b>	<b>715,756</b>	<b>587,823</b>	<b>106,061</b>	<b>4,113,214</b>
<b>Ending net assets (2-4)</b>	<b>64,709</b>	<b>663,688</b>	<b>1,066,329</b>	<b>93,205</b>	<b>239,344</b>	<b>280,655</b>	<b>53,186</b>	<b>2,461,116</b>
<b>Beginning net assets (1-3)</b>	<b>64,709</b>	<b>673,657</b>	<b>947,762</b>	<b>79,529</b>	<b>240,243</b>	<b>260,830</b>	<b>44,417</b>	<b>2,311,147</b>

**17 . Due to banks**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Current accounts	3,168,594	666,659
Deposits	557,401	199,397
<b>Total</b>	<b>3,725,995</b>	<b>866,056</b>
Central banks	360,641	198,234
Local banks	9,525	5,234
Foreign banks	3,355,829	662,588
<b>Total</b>	<b>3,725,995</b>	<b>866,056</b>
Non-interest bearing balances	2,983,888	414,135
Floating bearing interest balances	363,295	117,516
Fixed interest bearing balances	378,812	334,405
<b>Total</b>	<b>3,725,995</b>	<b>866,056</b>
Current balances	3,725,995	866,056

**18 . Due to customers**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Demand deposits	149,489,578	134,443,380
Time deposits	83,271,443	80,220,124
Certificates of deposit	105,027,829	102,119,393
Saving deposits	86,793,043	86,467,822
Other deposits	4,440,160	3,990,819
<b>Total</b>	<b>429,022,053</b>	<b>407,241,538</b>
Corporate deposits	198,513,551	180,309,337
Individual deposits	230,508,502	226,932,201
<b>Total</b>	<b>429,022,053</b>	<b>407,241,538</b>
Non-interest bearing balances	69,771,987	64,908,030
Floating interest bearing balances	14,444,833	17,531,166
Fixed interest bearing balances	344,805,233	324,802,342
<b>Total</b>	<b>429,022,053</b>	<b>407,241,538</b>
Current balances	318,038,253	297,947,782
Non-current balances	110,983,800	109,293,756
<b>Total</b>	<b>429,022,053</b>	<b>407,241,538</b>

In 2022, Due to customers contains an amount of EGP 2,150 million representing guarantees of irrevocable commitments for documentary credits - export compared to EGP 614 million in 2021. The fair value of these deposits is approximately their present value.

**19 . Other liabilities**

	Mar.31, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Accrued interest payable	1,705,104	1,553,629
Accrued expenses	1,699,198	1,612,875
Accounts payable	8,285,518	4,764,115
Other credit balances	491,614	154,926
<b>Total</b>	<b>12,181,434</b>	<b>8,085,545</b>

**20 . Issued debt instruments**

	<u>interest rate</u>		Mar.31, 2022	Dec.31, 2021
	Mar.31, 2022	Dec.31, 2021	Mar.31, 2022	Dec.31, 2021
			EGP Thousands	EGP Thousands
<b>Fixed rate bonds with 5 years maturity</b>				
Green bonds (USD)	Fixed rate	Fixed rate	1,810,601	1,557,263
<b>Total</b>			<b>1,810,601</b>	<b>1,557,263</b>
Non current balances			1,810,601	1,557,263
<b>Total</b>			<b>1,810,601</b>	<b>1,557,263</b>

**21 . Other Provisions**

Mar.31, 2022	<u>Beginning balance</u>	<u>Charged amounts</u>	<u>Exchange revaluation difference</u>	<u>Utilized during the year</u>	<u>Reversed amounts</u>	<u>Ending balance</u>
						EGP Thousands
Provision for legal claims	7,184	-	186	(156)	(271)	6,943
Provision for contingent	3,205,105	1,036,252	264,521	-	-	4,505,878
Provision for other claim	329,173	-	13,756	-	(114)	342,815
<b>Total</b>	<b>3,541,462</b>	<b>1,036,252</b>	<b>278,463</b>	<b>(156)</b>	<b>(385)</b>	<b>4,855,636</b>
Dec.31, 2021	<u>Beginning balance</u>	<u>Charged during the year</u>	<u>Exchange revaluation difference</u>	<u>Utilized during the year</u>	<u>Reversed amounts</u>	<u>Ending balance</u>
						EGP Thousands
Provision for legal claims	52,604	-	857	(43,826)	(2,451)	7,184
Provision for contingent	2,930,743	308,837	(34,475)	-	-	3,205,105
Provision for other claim	240,154	72,301	18,375	(1,657)	-	329,173
<b>Total</b>	<b>3,223,501</b>	<b>381,138</b>	<b>(15,243)</b>	<b>(45,483)</b>	<b>(2,451)</b>	<b>3,541,462</b>

**22 . Share-based payments**

According to the extraordinary general assembly meeting on June 26, 2006, the Bank launched new Employees Share Ownership Plan (ESOP) scheme and issued equity-settled share-based payments. Eligible employees should complete a term of 3 years of service in The Bank to have the right in ordinary shares at face value (right to share) that will be issued on the vesting date, otherwise such grants will be forfeited. Equity-settled share-based payments are measured at fair value at the grant date, and expensed on a straight-line basis over the vesting period (3 years) with corresponding increase in equity based on estimated number of shares that will eventually vest (True up model). The fair value for such equity instruments is measured using the Black-Scholes pricing model.

Details of the rights to share outstanding during the year are as follows:

	<b>Mar.31, 2022</b>	Dec.31, 2021
	<b><u>No. of shares in thousand</u></b>	<u>No. of shares in thousand</u>
Outstanding at the beginning of the period / year	64,056	51,611
Granted during the period / year	31,177	26,491
Forfeited during the period / year	(235)	(1,774)
Exercised during the period / year	(16,658)	(12,272)
<b>Outstanding at the end of the period / year</b>	<b>78,340</b>	<b>64,056</b>

Details of the outstanding tranches are as follows:

Maturity date	EGP		No. of shares in thousand
	<u>Exercise price</u>	<u>Fair value</u>	
2023	10.00	36.45	21,379
2024	10.00	26.34	25,784
2025	10.00	28.43	31,177
<b>Total</b>			<b>78,340</b>

The fair value of granted shares is calculated using Black-Scholes pricing model with the following:

	<u>16th tranche</u>	<u>15th tranche</u>
Exercise price	10	10
Current share price	42.65	52.55
Expected life (years)	3	3
Risk free rate %	14.65%	13.63%
Dividend yield%	2.50%	0.00%
Volatility%	25.73%	25.27%

Volatility is calculated based on the daily standard deviation of returns for the last five years.

**23 . Legal claims**

- There is a number of existing cases against the bank on March 31, 2022 for which no provisions are made as the bank doesn't expect to incur losses from it. (Note no. 21)
- A provision for legal cases that are expected to generate losses has been created.

**24 . Transactions with related parties**

All banking transactions with related parties are conducted in accordance with the normal banking practices and regulations applied to all other customers without any discrimination.

**24.1 . Loans, advances, deposits and contingent liabilities**

	EGP Thousands
Loans, advances and other assets	1,060,011
Deposits	138,334
Contingent liabilities	38

**24.2 . Other transactions with related parties**

	Income	Expenses
	EGP Thousands	EGP Thousands
International Co. for Security & Services	64	44,076
CVenture Capital	3	38
Mayfair bank	29	-
Damietta shipping & marine services	1	226
Al ahly computer	1	-
TCA Properties	29,720	-

**25 . Important events**

- On March 21, 2022 issued and Paid in Capital increased by an amount of EGP 122,716 thousand to reach EGP 19,825,134 thousand, according to Ordinary General Assembly Meeting decision on March 30 ,2021, by issuance of 12th tranche for E.S.O.P program.

The Monetary Policy Committee of the Central Bank of Egypt affirmed in its extraordinary meeting on 21 March 2022 that the Central Bank of Egypt believes in the importance of exchange rate flexibility, as global inflationary pressures began to appear again, after signs of recovery of the global economy from the turmoil caused by the Coronavirus pandemic, due to developments of the Russian-Ukrainian conflict.

To maintain the targeted inflation rates, the Central Bank of Egypt raised the overnight deposit and lending rates and the main transaction price by 100 basis points to reach 9.25%, 10.25% and 9.75%, respectively. The credit and discount rate was also raised by 100 basis points to reach 9.75%, which may affect the bank's policies in pricing current and future banking products.

Based on the change in the average US dollar exchange rate from 15.70 pounds per dollar to 18.40 pounds per dollar, the values of assets and liabilities of monetary nature in foreign currencies, as well as the income statement, were affected by the results of evaluating the existing currency positions in the history of the financial position. For more details, refer to notes (5 & 6)

In addition to the above, the impairment of the expected credit losses increased at the end of the first quarter of the year due to the increase in risks related to the borrowers' ability to pay - in light of the impact of the global and Egyptian economy as a result of the Russian-Ukrainian conflict - and its effects on the macro-economy, and micro-economy of some industries from. For more details, refer to note (3.1)

The impact of the aforementioned status over the economic position is considered judgmental & uncertain, and management will keep assessing the current position and its related impact regularly.

**- LIQUIDITY MANAGEMENT**

The Bank's approach is to maintain a prudent Liquidity position with a Liability driven strategy, as almost the entire funding base is customer based rather than wholesale funding; which is a core component of the Risk Appetite. This is coupled with ample amounts of Liquid Assets. To limit potential Liquidity shocks, the Bank has a well-established Contingency Funding Plan (CFP), where Liquidity Risk is assessed in line with all Regulatory and Internal Liquidity Measurements, and Basel II and III requirements; including Liquidity Stress Testing; and Basel III Ratios; Net Stable Funding Ratio (NSFR) and Liquidity Coverage Ratio (LCR).

**26 . Goodwill**

	<b>Mayfair Bank</b> <b>Mar.31, 2022</b> EGP Thousands	<b>Mayfair Bank</b> <b>Dec.31, 2021</b> EGP Thousands
Acquisition cost	<b>560,963</b>	560,963
Net assets value	<b>(354,676)</b>	(354,676)
Goodwill	<b>206,287</b>	206,287

	<b>Mayfair Bank</b> <b>Mar.31, 2022</b> EGP Thousands	<b>Mayfair Bank</b> <b>Dec.31, 2021</b> EGP Thousands
Goodwill at acquisition date	<b>206,287</b>	206,287
Amortization	<b>(79,076)</b>	(68,762)
Net book value	<b>127,211</b>	137,525

According to Central Bank of Egypt regulation issued on Dec 16, 2008, an amortization of 20% annually has been applied on Goodwill starting from acquisition date.

**27 . Intangible assets**

	<b>Mayfair Bank</b> <b>Mar.31, 2022</b> EGP Thousands	<b>Mayfair Bank</b> <b>Dec.31, 2021</b> EGP Thousands
Intangible Assets at acquisition date	<b>51,831</b>	51,831
Amortization	<b>(19,868)</b>	(17,277)
Net book value	<b>31,963</b>	34,554

