

B Investments Holding
"S.A.E."
Condensed Consolidated Interim Financial Statements
For the six months ended June 30, 2022
Together with Limited Review Report

Translation of Limited Review
Report Originally Issued in Arabic

Limited review report for the condensed consolidated interim financial statements

To: The Board of Directors of B Investments Holding "S.A.E."

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements of B Investments Holding S.A.E. which comprise the condensed consolidated interim statement of financial position as of June 30, 2022 and the related condensed consolidated interim statements of profit or loss, comprehensive income, changes in equity and cash flows for the six months' period then ended, and a summary of significant accounting policies and other explanatory notes.

Management is responsible for the preparation and fair presentation of the condensed consolidated interim financial statements in accordance with Egyptian Accounting Standard No. (30) "Interim financial statements".

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 Statement Performed by the Independent Auditor of the Entity". Review of condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements do not present fairly in all material respects the financial position of B Investments Holding S.A.E. as of June 30, 2022, and of its financial performance and its cash flows for the six months' period then ended in accordance with Egyptian Accounting Standard No. (30) "Interim financial statements".

Cairo, August 15, 2022

Farid Samir Farid

Farid Samir Farid

F.R.A. No. (210)

R.A.A. 8739

Accountants
&
Auditors



B Investments Holding "S.A.E"
Condensed consolidated interim Statement of Financial Position as of June 30, 2022

	<u>Note</u>	<u>June 30, 2022</u>	<u>December 31, 2021</u>
		EGP	EGP
Assets			
Non-current assets			
Advance for investments	(4)	--	110 682 592
Investments in associates using equity method	(5)	458 202 581	414 523 621
Investments at fair value through OCI	(7)	381 572 723	381 572 723
Investments in joint ventures using equity method	(6)	677 192 784	564 962 226
Investment properties (net)		91 518 782	91 721 954
Loans to associates (net)	(8)	129 574 633	111 445 145
Notes receivable (net)	(10)	6 663 493	7 431 543
Total non-current assets		1 744 724 996	1 682 339 804
Current assets			
Loans to joint ventures (net)	(9)	12 396 885	24 707 408
Notes receivable (net)	(10)	2 353 490	2 447 060
Other debit balances (net)	(11)	4 437 705	7 810 918
Treasury bills (net)	(12)	281 325 767	337 851 188
Cash at banks	(13)	42 887 014	61 801 312
Total current assets		343 400 861	434 617 886
Total assets		2 088 125 857	2 116 957 690
Equity and liabilities			
Equity			
Issued and paid-up capital	(17)	800 122 080	800 122 080
Reserves		288 378 098	282 206 583
Revaluation reserve of investments at fair value through OCI		197 138 855	197 138 855
Retained earnings		648 103 068	632 637 893
Net profit for the period /year attributable to shareholders of the parent company		60 459 706	105 308 898
Total equity		1 994 201 807	2 017 414 309
Non-current liabilities			
Deferred tax liabilities	(16)	74 446 742	69 489 898
Total non-current liabilities		74 446 742	69 489 898
Current liabilities			
Due to related parties	(14)	4 643 284	4 691 395
Accounts payable and other credit balances		5 743 761	4 935 973
Current income tax		6 364 782	16 385 464
Provisions	(15)	2 725 481	4 040 651
Total current liabilities		19 477 308	30 053 483
Total equity and liabilities		2 088 125 857	2 116 957 690

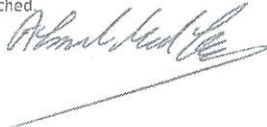
- The attached notes form an integral part of the condensed consolidated interim financial statements , and to be read therewith.

Chief Financial Officer
Ahmed Abdel Monem Madbouly

Chief Executive Officer
Dr. Mohamed Abdel Monem Omran

Chairman
Mohamed Hazem Adel Barakat

- Review report attached.





B Investments Holding "S.A.E"
Condensed consolidated interim Statement of Profits or Losses
For the six months ended June 30, 2022

	Note	The period six months ended		The period three months ended	
		June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
		EGP	EGP		
Revenues and profits					
Dividends income from investments at fair value through OCI		26 853 298	20 201 805	26 853 298	20 201 805
Group's share of profits / (losses) of associate and joint venture entities	(20)	786 330	28 417 383	2 093 541	(11 374 717)
Credit Interest	(21)	27 355 200	38 886 486	13 378 498	18 409 789
Rental income of investment properties		4 364 189	2 047 500	2 223 588	1 023 750
Other income		199 662	9 378 000	199 662	9 378 000
		<u>59 558 679</u>	<u>98 931 174</u>	<u>44 748 587</u>	<u>37 638 627</u>
Expenses and losses					
Investment manager fees	(22)	(9 229 810)	(9 229 810)	(4 640 402)	(4 640 402)
Consulting fees and other expenses		(2 062 021)	(2 867 028)	(1 389 144)	(1 761 032)
Tax expense on dividends income from investment in associate entities using equity method		--	(2 431 742)	--	(2 431 742)
Board of directors allowances		(242 300)	(151 800)	(242 300)	(151 800)
Investment properties' depreciation		(865 522)	(893 866)	(434 141)	(448 640)
Expected credit losses		(542 185)	--	(497 166)	--
Foreign exchange gains / (losses)		25 164 491	(665 143)	4 514 192	(187 055)
Net profit for the period before tax		<u>71 781 332</u>	<u>82 691 785</u>	<u>42 059 626</u>	<u>28 017 956</u>
Income tax		(6 364 782)	(9 941 855)	(3 016 194)	(6 149 334)
Deferred tax	(16)	(4 956 844)	(239 690)	(889 399)	17 528
Net profit for the period		<u>60 459 706</u>	<u>72 510 240</u>	<u>38 154 033</u>	<u>21 886 150</u>
Attributable as follow:					
Attributable to the shareholders' of the Parent Company		60 459 706	72 510 240	38 154 033	21 886 150
Non-controlling interests		--	--	--	--
Net profit for the period		<u>60 459 706</u>	<u>72 510 240</u>	<u>38 154 033</u>	<u>21 886 150</u>
Basic earnings per share	(18)	<u>0.38</u>	<u>0.45</u>	<u>0.24</u>	<u>0.14</u>
Diluted earnings per share	(18)	<u>0.38</u>	<u>0.45</u>	<u>0.24</u>	<u>0.14</u>

- The attached notes form an integral part of the condensed consolidated interim financial statements , and to be read therewith.

Translation of Condensed consolidated interim financial statements

Originally Issued in Arabic

B Investments Holding "S.A.E"

Condensed consolidated interim Statement of Comprehensive Income

For the six months ended June 30, 2022

	<u>The period six months ended</u>		<u>The period three months ended</u>	
	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Net profit for the period	60 459 706	72 510 240	38 154 033	21 886 150
Other comprehensive income		EGP		
Group's shares in Other comprehensive income items in joint venture and associate entities' financial statements	--	155 183	--	(57 871)
Total other comprehensive income for the period after tax	--	155 183	--	(57 871)
Total comprehensive income for the period	60 459 706	72 665 423	38 154 033	21 828 279
Distributed as follows:				
Interests attributable to shareholders of the parent company	60 459 706	72 665 423	38 154 033	21 828 279
Non-controlling interests	--	--	--	--
Total comprehensive income for the period	60 459 706	72 665 423	38 154 033	21 828 279

- The attached notes form an integral part of the condensed consolidated interim financial statements , and to be read therewith.

B Investments Holding "S.A.E."
Condensed consolidated interim Statement of Changes in Equity
For the six months ended June 30, 2022

Note	Issued and paid-up capital	Treasury stocks	Shares issuance Reserve	Revaluation reserve of investments at fair value through OCI	Legal reserve	Group's share in the change in equity of associate entities' financial statements	Group's share in the combination reserve in joint venture entities' financial statements	Group's share in the Other comprehensive income in joint venture and associate entities' financial statements	Retained earnings	Equity attributable to shareholders of the Parent Company in net profit of the period	Total Equity attributable to shareholders of the Parent Company	Non-Controlling interest	Total equity
	800 122 080	(5 471 154)	(4 111 018)	189 220 998	262 411 858	(1 558 677)	(4 522 300)	11 938 249	602 309 689	287 905 313	2 138 245 038	--	2 138 245 038
	--	--	--	--	--	--	--	155 183	--	72 510 240	72 510 240	--	72 510 240
	--	--	--	--	--	--	--	155 183	--	--	155 183	--	155 183
	--	--	--	--	--	--	--	155 183	--	72 510 240	72 665 423	--	72 665 423
	--	--	--	--	11 133 187	--	--	--	--	(11 133 187)	--	--	--
	--	--	--	--	--	--	--	--	276 772 126	(276 772 126)	--	--	--
	--	--	--	--	--	--	--	--	(203 786 520)	--	(203 786 520)	--	(203 786 520)
	--	--	--	--	--	1 558 677	--	--	514 958	--	2 073 635	--	2 073 635
	--	5 471 154	--	--	--	--	--	--	4 802 263	--	10 273 417	--	10 273 417
	--	--	--	--	--	--	--	--	(1 407 740)	--	(1 407 740)	--	(1 407 740)
	--	5 471 154	--	--	11 133 187	1 558 677	--	--	78 162 087	(287 905 313)	(191 580 208)	--	(191 580 208)
	800 122 080	--	(4 111 018)	189 220 998	273 545 045	--	(4 522 300)	12 093 432	680 471 776	72 510 240	2 019 330 253	--	2 019 330 253
	800 122 080	--	(4 111 018)	197 138 855	273 545 045	--	(4 522 300)	17 294 856	632 637 893	105 308 898	2 017 414 309	--	2 017 414 309
	--	--	--	--	--	--	--	--	--	60 459 706	60 459 706	--	60 459 706
	--	--	--	--	--	--	--	--	--	60 459 706	60 459 706	--	60 459 706
	--	--	--	--	6 171 515	--	--	--	--	(6 171 515)	--	--	--
	--	--	--	--	--	--	--	--	99 137 383	(99 137 383)	--	--	--
	--	--	--	--	--	--	--	--	(83 672 208)	--	(83 672 208)	--	(83 672 208)
	--	--	--	--	6 171 515	--	--	--	15 465 175	(105 308 898)	(83 672 208)	--	(83 672 208)
	800 122 080	--	(4 111 018)	197 138 855	279 716 560	--	(4 522 300)	17 294 856	648 103 068	60 459 706	1 994 201 807	--	1 994 201 807

- The attached notes form an integral part of the condensed consolidated interim financial statements, and to be read therewith.

B Investments Holding "S.A.E"
Condensed consolidated interim Statement of Cash Flows
For the six months ended June 30, 2022

	<u>Note</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>
		<u>EGP</u>	<u>EGP</u>
<u>Cash flows from operating activities</u>			
Net profit for the period before tax		71 781 332	82 691 785
<u>Adjustments to reconcile net profit to cash flows from operating activities</u>			
Group's share of profits / (losses) of associate and joint venture entities		(786 330)	(27 808 214)
Reversal of dividends income from investments at fair value through OCI		(26 853 298)	(20 201 805)
Tax expense on dividends income from investment in associate entities using equity method		--	2 431 742
Investment properties' depreciation		865 522	893 866
Foreign currency exchange differences		(25 164 491)	665 143
Credit interest - treasury bills		(19 096 174)	(32 691 017)
Credit interest		(8 259 026)	(6 804 638)
Expected credit losses		542 185	--
Provisions used	(15)	(1 315 170)	--
Operating (losses) before changes in working capital		(8 285 450)	(823 138)
Decrease in loans to associate and joint venture entities		20 386 662	9 811 359
Decrease in notes receivable		1 000 000	2 000 000
(Increase) in other debit balances		(8 301 252)	(3 770 069)
Decrease in due from related parties		--	2 003 173
(Decrease) in due to related parties		(48 111)	(17 022 029)
(Decrease) in accounts payable and other credit balances		(290 212)	(236 512)
Income tax paid during the period		(4 704 986)	(26 458 200)
Proceeds from dividends income from investments at fair value through OCI		26 853 298	20 201 805
Proceeds from dividends income from associate entities using equity method		--	15 262 098
Net cash flows generated from operating activities		26 609 949	968 487
<u>Cash flows from investing activities</u>			
Proceeds from credit interest		2 638 382	16 967 020
(Payments) to acquire investments in joint ventures		(10 767 252)	(16 404 500)
(Payments) under investments in joint ventures		(5 943 110)	--
(Payments) to acquire investment in associates		(28 372 689)	--
(Payments) to acquire investment properties		(662 350)	(204 847)
Change in long term deposits		--	3 137 290
Net proceeds/ payments from sale, redemption and acquisition of treasury bills		95 918 360	54 203 104
Net cash flows generated from investing activities		52 811 341	57 698 067
<u>Cash flows from financing activities</u>			
Proceeds from sale of treasury stocks		--	10 273 417
Dividends paid		(82 574 208)	(203 473 520)
Net cash flows (used in) financing activities		(82 574 208)	(193 200 103)
Net change in cash and cash equivalents during the period		(3 152 918)	(134 533 549)
Cash and cash equivalents at the beginning of the period		60 236 312	174 557 359
Effects of exchange rate changes on balances of cash held in foreign currencies		4 264 061	(369 692)
Cash and cash equivalents at the end of the period	(13)	61 347 455	39 654 118

- The attached notes form an integral part of the condensed consolidated interim financial statements , and to be read therewith.

1. General information

B Investments Holding "S.A.E." (BPE Holding for Financial investments -formerly) "The Company" was established under the provisions of Law No. 95 for 1992 and its executive regulations. The Company was registered on December 31, 2005 under No 52455 at South Cairo Commercial Register pursuant to the Capital Market Authority License No. 348 dated April 11, 2006. Then the Company registered on October 24, 2012 under No 63264 at South Cairo Commercial Register.

The company's new location is 24 Talaat Harb Street, Cinema Radio Building – 1st Floor - Cairo. The company's new location was registered on July 15, 2020 in the commercial register.

The Company's purpose is to participate in incorporation of other entities, which issue securities, or increase their capital. The Company may have interest or participate in any form with corporate companies pursuing similar activities, or which may assist it in realizing its purpose in Egypt or abroad. The Company may also merge, purchase or become a subsidiary to companies according to the provisions of law and its executive regulation. The Company's duration is 20 years commencing from the Commercial Register date.

The Company's primary business activity is investing in other entities, in accordance with its established investment policy. The Company aims to identify, research, negotiate, make and monitor the progress of and sell, realize and exchange investments and distribute proceeds of such investments with the principal objective of providing shareholders with a high relative overall rate of return by means of both income, capital growth and exit.

On January 11, 2016 the Company's extraordinary general assembly decided to change the Company name to be BPE Holding for Financial Investments, the change was registered in the Company's commercial register on February 24, 2016.

On May 8, 2018 the Company's extraordinary general assembly decided to change the Company name to be B investments Holding S.A.E, the change was registered in the company's commercial register on July 8, 2018.

The Board of Directors authorized the consolidated condensed interim financial statements for the six months ended June 30, 2022 issue on August 15, 2022.

2. Statement of compliance for the consolidated condensed interim financial statements

The consolidated condensed interim financial statements have been prepared in accordance to the Egyptian Accounting Standard No. (30)" Interim financial statements".

3. Basis for preparation of the consolidated condensed interim financial statements

The consolidated condensed interim financial statements have been prepared using the same accounting policies applied in the last year. The consolidated condensed interim financial statements are to be read in conjunction with the consolidated financial statements issued for the year ended December 31, 2021.

4. Advance for investments

On June 28, 2022, B Healthcare Investment (subsidiary) has acquired 51% of the Egyptian IVF Center with a total amount of EGP 111 323 844 and accounted for it as an investment in joint venture. (Note 6)

5. Investments in associates using equity method

<u>Name of Company</u>	<u>No. of Shares</u>	<u>Ownership</u> %	<u>June 30, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
Al Retail for Trade and Investment S.A.E.	727 526	22.79	431 080	409 058
Madinet Nasr for Housing and Development "MNHD" S.A.E.	157 752 545	7.51	457 771 501	414 114 563
Infinity Solar 1 B. V.	246	24.6	--	--
Infinity Solar 2 B. V.	175	17.5	--	--
Infinity Solar 3 B. V.	175	17.5	--	--
			458 202 581	414 523 621

The main reason for the increase in investments in associates is due to the group's recognition in the share of profit of Madinet Nasr for Housing and Development "MNHD" in the statement of profit or loss amounted to EGP 15 284 116, Note (20).

In addition to payment of the company's share in Madinet Nasr for Housing and Development S.A.E capital increase, and that increase was registered in the investee company's commercial register on May 29, 2022.

6. Investments in joint ventures using equity method

<u>Name of Company</u>	<u>No. of Shares</u>	<u>Ownership</u> %	<u>June 30, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
Inergia Technologies for Information Systems "Inergia" S.A.E.*	5 532 124	68.04	263 256 699	263 256 699
Red Sea Venture for Solar Power S.A.E.	7 425	49.5	5 727 150	5 727 150
Ebtikar Holding for Financial Investments S.A.E.	168 600 600	16.45	111 310 470	115 248 630
Gourmet Egypt .com Foods S.A.E.	3 722 261	52.9	100 193 836	112 472 756
Advance under investment in Gourmet Egypt .com Foods S.A.E.			5 943 110	--
Egyptian IVF Center S.A.E.	1 108 291	51	111 323 844	--
Basata Financial Holding S.A.E.	775 043	20.25	85 164 825	73 984 141
Deduct: Impairment of investment in Red Sea Venture for Solar Energy S.A.E.			(5 727 150)	(5 727 150)
			677 192 784	564 962 226

The main reason for the increase in the investments in joint ventures is mainly due to:

- The group's recognition of the share of losses in Gourmet Egypt.com Foods S.A.E., losses in Ebtikar Holding for Financial Investments S.A.E. , profits in Basata Financial Holding S.A.E. in the statement of profit or loss by amounts of EGP 11 636 332, EGP 3 938 160 and EGP 1 054 684 respectively, Note (20).
- Payment of the company's share in Basata Financial Holding S.A.E. capital increase by an amount of EGP 10 126 000, and that increase was registered in the investee company's commercial register on January 19, 2022.
- Payment of the company's share in Gourmet Egypt.com Foods S.A.E. "Gourmet" capital increase by an amount of EGP 5 943 110, and that increase was registered in the investee company's commercial register on July 03, 2022.
- On June 28,2022, B Healthcare Investment (subsidiary) has acquired 51% of the Egyptian IVF Center with a total amount of EGP 111 323 844 and accounted for it as an investment in joint venture. Note (4).

The application of the equity method in the investment of the joint venture of Inergia has been discontinued, as Inergia is in the process of selling its shares in Giza Systems Company and that was based on the decision of the Board of Directors of B Investments Holding on 3 April 2022 to agree upon an offer to acquire the entire shares of Inergia in Giza Systems Company. The offer requires signing the final sale agreement and obtaining all necessary approvals from the concerned authorities to complete the acquisition process. The process of obtaining all approvals from the concerned authorities to complete the sale transaction is ongoing.

The investment in Inergia Technologies for Information Systems "Inergia" S.A.E. includes an amount of EGP 207 935 459 (representing the investment in Giza Systems Company) in the books of Inergia, as B Investments Holding owns 68.04% of Inergia, which owns 65.7 % of Giza Systems Company and thus the indirect share of B Investments Holding Company in Giza Systems Company becomes 44.7%.

7. Investments at fair value through OCI

<u>Name of Company</u>	<u>No. of Shares</u>	<u>Ownership</u>	<u>June 30, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
Total Egypt LLC "Total"	330 248	6.375%	113 009 935	113 009 935
<u>Add:</u> Valuation of remaining Quotas			268 562 788	268 562 788
			381 572 723	381 572 723

The Company's management made an assessment to measure the fair value of the investment in Total Egypt LLC "Total" on June 30,2022 and concluded that the value does not differ from that measured on December 31, 2021. The company has considered the effect of the new Corona virus (COVID-19) considering the conflict break out between Russia and Ukraine, which has a negative impact on the economies of many countries, which was reflected on the performance of the capital market and the volume of global trade as well as any other influences.

8. Loans to associates (net)

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Infinity Solar (1) B.V.	37 785 515	32 696 342
Infinity Solar (2) B.V.	64 502 577	56 731 029
Infinity Solar (3) B.V.	28 009 041	22 259 077
<u>Deduct:</u> Expected credit losses	(722 500)	(241 303)
	129 574 633	111 445 145

The main reason for the increase in loans to associates' balance is due to the recognition of the accrued interest amounted to EGP 6 025 470 for the period in addition to unrealized foreign currency revaluation gains by an amount of EGP 20 900 430 taking into consideration the collection of an amount of EGP 8 315 214 from the balance due during the period.

9. **Loans to joint ventures (net)**

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Gourmet Egypt.com Foods S.A.E. "Gourmet"	12 449 333	24 772 315
Deduct: Expected credit losses	(52 448)	(64 907)
	<u>12 396 885</u>	<u>24 707 408</u>

The main reason for the decrease in loans to joint ventures is due to the collection of an amount of EGP 13 537 705 from the balance due during the period, taking into consideration the recognition of the accrued interest income during the period by an amount of EGP 1 214 723.

10. **Notes Receivable (net)**

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Current notes receivable	3 000 000	3 000 000
Deduct: Present value of the current portion	(640 525)	(549 668)
Deduct: Expected credit losses	(5 985)	(3 272)
Short term notes receivable – Net	<u>2 353 490</u>	<u>2 447 060</u>
Non-current portion of notes receivable	11 000 000	12 000 000
Deduct: Present value of the non-current portion	(4 316 263)	(4 559 117)
Deduct: Expected credit losses	(20 244)	(9 340)
Long term notes receivable – Net	<u>6 663 493</u>	<u>7 431 543</u>

The main reason for the decrease in notes receivable is the collection of EGP 1 million.

11. **Other debit balances (net)**

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Deposits held with others	46 795	46 795
Accrued interest	13 973	3 902
Accrued rental income	2 804 500	2 804 500
Prepaid expenses	552 375	148 105
Withholding tax receivable	91 602	131 277
Withholding tax on treasury bills	1 824 509	6 325 602
Advance payment to tax authority	400 000	400 000
Advance payment to suppliers	1 012 397	363 932
Other debit balances	507 185	394 476
Deduct: Expected credit losses	(2 815 631)	(2 807 671)
	<u>4 437 705</u>	<u>7 810 918</u>

The main reason for the increase in the other debit balances is mainly due to deducted withholding tax on treasury bills and withholding tax receivable due to the usage of the opening balance during the period to settle part of the prior year accrued income tax.

12. Treasury bills (net)

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Treasury bills – maturity of more than three months	273 825 000	342 200 000
Treasury bills – maturity of less than three months	21 050 000	--
Deduct: Unrealized interest	(13 499 445)	(4 337 700)
Deduct: Expected credit losses	(49 788)	(11 112)
	<u>281 325 767</u>	<u>337 851 188</u>

13. Cash at banks

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Current accounts in local currency	17 315 819	47 813 001
Current accounts in foreign currencies	23 713 559	12 430 632
Time deposits at banks in foreign currencies	1 875 000	1 565 000
Deduct: Expected credit losses	(17 364)	(7 321)
	<u>42 887 014</u>	<u>61 801 312</u>

For purpose of preparing the consolidated condensed interim cash flow statement, the cash and cash equivalents are comprised of the following:

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Cash at banks	42 887 014	41 216 118
Add: Time Deposits – Less than three months	20 335 441	--
Deduct: Time Deposits – More than three months	(1 875 000)	(1 562 000)
	<u>61 347 455</u>	<u>39 654 118</u>

14. Due to related parties

	<u>Relationship nature</u>	<u>Account nature</u>	<u>June 30, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
BPE Partners S.A.E.	Management company	Management fees	4 643 284	4 691 395
			<u>4 643 284</u>	<u>4 691 395</u>

15. Provisions

	<u>January 1st, 2022</u>	<u>Used during the period</u>	<u>June 30, 2022</u>
	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>
Provision for claims	4 040 651	(1 315 170)	2 725 481
	<u>4 040 651</u>	<u>(1 315 170)</u>	<u>2 725 481</u>

Provision balance is related to claims from external parties arising from the ordinary course of business. Management reviews these provisions on quarterly basis and revise the amounts based on the latest developments, or negotiations or agreements reached with claiming parties.

16. Deferred tax liabilities

	<u>Movement during the period Asset/(Liability)</u>			<u>June 30, 2022</u> <u>Asset / (Liability)</u>
	<u>January 1st, 2022</u> <u>Asset / (Liability)</u>	<u>Charged to</u> <u>consolidated statement</u> <u>of profit and loss</u>	<u>Charged to consolidated</u> <u>statement of other</u> <u>comprehensive income</u>	
	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>
Deferred tax liability arising from variance between accounting and taxable basis of investment properties	(622 901)	(52 278)	--	(675 179)
Deferred tax asset / (liability) arising from unrealized foreign Currency exchange Differences in valuation of investments at fair value through OCI	2 556 936	(4 904 566)	--	(2 347 630)
	(71 423 933)	--	--	(71 423 933)
	<u>(69 489 898)</u>	<u>(4 956 844)</u>	<u>--</u>	<u>(74 446 742)</u>

The deferred tax assets were not recognized on the temporary differences arising from the following items due to insufficient assurance to realize them in the future:

	<u>June 30, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Impairment of investment in joint ventures	5 727 150	5 727 150
Impairment of Investment in associates	7 273 507	7 273 507
Provisions	2 725 481	4 040 651
Expected credit losses on financial assets	4 837 639	4 295 454
	<u>20 563 777</u>	<u>21 336 762</u>

17. Capital

The Company's authorized capital amounted to EGP 2.4 billion, and the issued and paid-up capital amounted to EGP 800 122 080 divided into 160 024 416 shares of EGP 5 par value each.

18. Basic and diluted earnings per share

Basic: Basic earnings per share is calculated by dividing the net profit attributable to shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

Diluted: Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding assuming conversion of all convertible financial instruments and share options. The net profit is adjusted by omission of the cost of convertible debt instruments taking tax effect into consideration. As there are no debt instruments that are convertible to shares, so diluted and basic earnings per share are equal.

B Investments Holding "S.A.E"

Notes to the consolidated condensed interim financial statements

For the six months ended June 30, 2022

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Net profit for the period	60 459 706	72 510 240
Weighted average number of outstanding ordinary shares	160 024 416	160 024 416
Basic earnings per share	0.38	0.45
Net profit for the period	60 459 706	72 510 240
Weighted average number of outstanding ordinary shares	160 024 416	160 024 416
Deduct: Treasury stocks	--	(523 201)
Weighted average number of shares after deducting treasury stocks	160 024 416	159 501 215
Diluted earnings per share	0.38	0.45

19. Significant related parties' transactions

Transactions made during the financial period consist of accounts of an ongoing basis in management fees and expenses paid on behalf of the company or the company's payment on behalf of those Parties and interest charges to related parties.

The significant transactions during the period are as follows:

<u>Company name</u>	<u>Type of relation</u>	<u>Type of transaction</u>	<u>Volume of transaction for the period</u> <u>EGP</u>
BPE Partners S.A.E.	Management company	Management fees	(9 229 810)
Infinity Solar (1) B.V.	Associate	Credit interest income	1 756 495
Infinity Solar (2) B.V.	Associate	Credit interest income	3 013 472
Infinity Solar (3) B.V.	Associate	Credit interest income	1 255 503
Gourmet Egypt.com Foods S.A.E.	Joint venture	Credit interest income	572 135

20. Group's share of profits / (losses) of investment in associates and joint venture entities

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Madinet Nasr for Housing and Development S.A.E.	15 284 116	15 093 833
Inergia Technologies for information systems S.A.E.**	--	19 838 458
Al Retail for Trade and Investment S.A.E.	22 022	22 994
Gourmet Egypt.com Foods S.A.E.	(11 636 332)	(9 429 669)
Ebtikar Holding for Financial Investment S.A.E.	(3 938 160)	529 486
Basata Financial Holding S.A.E.	1 054 684	2 362 281
	786 330	28 417 383

* The Group's share of the interest income on loans to joint ventures was eliminated, so, the Group's share of loss of Gourmet Egypt.com Foods S.A.E. was reduced by an amount of EGP 642 588, which represents related transactions between the Group and Gourmet Egypt.com Foods S.A.E.

** The application of the equity method in the investment of the joint venture of Inergia has been discontinued, as Inergia is in the process of selling its shares in Giza Systems Company and that was based on the decision of the Board of Directors of B Investments Holding on April 3, 2022 to agree upon an offer to acquire the entire shares of Inergia in Giza Systems Company. The offer requires signing the final sale agreement and obtaining all necessary approvals from the concerned authorities to complete the acquisition process. The process of obtaining all approvals from the concerned authorities to complete the sale transaction is ongoing, Note (6).

21. Credit interest

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Credit interest on time deposits and bank current accounts	1 661 421	429 894
Credit interest from loans to associates	6 025 470	5 232 661
Credit interest from loans to joint ventures	572 135	532 914
Return on treasury bills	19 096 174	32 691 017
	<u>27 355 200</u>	<u>38 886 486</u>

The decrease in finance income during the period is mainly due to the decrease of return on treasury bills by an amount of EGP 13.6 million.

In addition to credit interest for loans to Gourmet Egypt.com Foods S.A.E. amounted to EGP 1 214 723 and for the purpose of presentation of the investments in joint ventures in the group's financial statements, an amount of EGP 642 588 was eliminated from the credit interest from loans to joint ventures and the group's share in losses in investment in Gourmet Egypt.com Foods S.A.E. as per the application of equity method, Note (20).

22. Investment manager fees

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Management fees	9 229 810	9 229 810
	<u>9 229 810</u>	<u>9 229 810</u>

On 19 July 2017, The Company signed a new management agreement with BPE Partners SAE, the new management agreement became effective on the date of completion of listing the company's shares on the Egyptian Stock Market. The trading on the company's shares started on March 29, 2018.

Pursuant to the terms of the new management agreement, the management company is entitled to a management fees of 2% of the company's paid-up capital up to EGP 600 million and 1.5% of any capital increase (Included share premium) of more than EGP 600 million Up to EGP 1.2 billion and 1% on any capital increase of more than EGP 1.2 billion.

Additionally, the management company is entitled to a performance fee, the performance fee will be due to the management company only on the exit of investments entered into by the Company. Performance fees for existing investments are accrued for the management company and calculated as the difference between cash proceeds net of taxes and fees received from the disposal and distribution (dividend, interest, or rent) of the investment and the adjusted cost of the existing investment. The adjusted cost is the historical cost of the investment at an acceptable rate of return on investment (10% annually) for each year following the acquisition date of the investment until the date on which the new management agreement takes effect.

Performance fees on new investments entered into by the Company starting from the date on which the new management agreement takes effect will be 15% of the gain on the investment calculated as the difference between the cash proceeds net of taxes and fees received from the disposal and distribution (dividend, interest, or rent) of the investment and the aggregate cost of such investment.

23. Dividends distribution

On May 24, 2022, the Company's Ordinary General Assembly meeting approved the distribution of dividends for the year ended December 31, 2021 to the shareholders by 0.50 piasters per share amounted to EGP 80 012 208 and an amount of EGP 3 660 000 to the board of directors' members.

24. Significant Events during the period

The continuous spread of the epidemic of emerging coronavirus (COVID-19) during the year 2022 is still having a negative impact on the performance of financial markets and the volume of global trade countries of the world, including the Arab Republic of Egypt till now.

The governments of world's countries, including the Egyptian government, have taken several actions of precautionary measures to limit the spread of this epidemic, and as a result, the industrial and commercial operations of various economic activities were affected, which led to a state of economic slowdown at the global and local levels. The company has conducted a study for the purpose of evaluating the potential risks and the management evaluation included the following factors:

- The risk of impairment of real estate assets and investment portfolio.
- Risks of not being able to collect debit balances and loans due from debtors and related parties on the maturity date.
- The risk of not being able to pay obligations owed to creditors on maturity.
- Risks that may arise from any claims resulting from lawsuits

The management concluded that there is no impact on the company's work that could lead to a decrease in the value of real estate assets and investment portfolio in addition to debit balances and loans due from debtors and related parties, and the company pays all its obligations on the due date as well.

And the continuous and accelerating changes associated with that pandemic still impose a state of uncertainty and the inability to accurately predict due to the continuing economic repercussions of the Coronavirus crisis.

The administration closely monitors the situation and adjusts the necessary plans to face these repercussions, by extension, if the situation continues to evolve for a longer period of time.

In February 2022, the Russian-Ukrainian conflict erupted. Situations change rapidly resulting in high volatility in all markets. Nevertheless, management is closely monitoring and analyzing market developments in this highly volatile situation. However, it is too early to fully assess the effects of the situation. Despite the current uncertainties, there is currently no indication of a major disruption in the company's business or non-fulfilment of the Group's obligations to its customers, and there are no indications of a material impact on its future operational performance.

On March 21, 2022, the Monetary Policy Committee of the Central Bank of Egypt decided in its extraordinary meeting to raise the rates of the overnight deposit and lending rates and the price of the main operation of the Central Bank by 100 basis points to 9.25%, 10.25% and 9.75%, respectively. The credit and discount rates were also raised by 100 basis points to reach 9.75%.

On April 27, 2022, the Presidency of the Council of Ministers issued Resolution No. (1568) for the year 2022 amend some provisions of the Egyptian Accounting Standards by adding Annex (B) to the Egyptian Accounting Standard No. (13) regarding the effects of changes in foreign exchange rates. The annex aimed to establish a special accounting treatment to deal with the effects of the exceptional economic decision related to moving the exchange rate by adding a temporary additional and optional treatment for the paragraph No. (28) of the Egyptian Accounting Standard No. (13) - Effects of changes in foreign exchange rates which requires the recognition of currency differences in the statement of profit or loss for the period in which these differences arise, and alternatively allows the entity that has outstanding liabilities in foreign currency at the date of the exchange rate by recognizing the debit currency differences resulting from the translation of these obligations on the date of moving the exchange rate within the cost of these assets. The management has chosen not to apply this accounting treatment.

On May 19, 2022, the Monetary Policy Committee of the Central Bank of Egypt decided in its extraordinary meeting to raise the rates of the overnight deposit and lending rates and the price of the main operation of the Central Bank by 200 basis points to 11.25%, 12.25% and 11.75%, respectively. The credit and discount rates were also raised by 200 basis points to reach 11.75%.

On June 23, 2022, the Monetary Policy Committee of the Central Bank of Egypt decided in its meeting to maintain the rates of the overnight deposit and lending rates and the price of the main operation of the Central Bank at 11.25%, 12.25% and 11.75%, respectively. The credit and discount rates were also maintained at 11.75%.

25. Subsequent Events to the date of the financial statements

On 28 July 2022, Total Energies Marketing Afrique SAS ("TEMA") announced its proposed sale to Abu Dhabi National Oil Company for Distribution PJSC ("ADNOC") of a 50% shareholding in Total Energies Marketing Egypt LLC ("TE").

B Investments Holding for Financial Investments SAE ("BINV") holds 6.38% of the shares in TE, together with an affiliated company, which holds a further 9.00% (together, the "BINV Group Shares").

BINV and its affiliate have received a Transfer Notice from TEMA stating that TEMA has received a bona fide written offer from ADNOC to purchase 34.62 % of TEMA's shares in TE ("TEMA Shares"), together with the BINV Group Shares, subject, inter alia, to TEMA exercising its call option over the BINV Group Shares.

The Transfer Notice states, inter alia, that:

- BINV, together with its affiliate, has a right of pre-emption, exercisable before 29 August 2022, to purchase the TEMA Shares on the same conditions as the offer from ADNOC; and
- Completion of the sale of the TEMA Shares to ADNOC is subject to a number of conditions precedent, including the exercise by TEMA of its call option to purchase the BINV Group Shares or BINV and its affiliate exercising a put option in respect of the BINV Group Shares.

TEMA and BINV, together with its affiliate, are also parties to a legally binding agreement entered into in March 2022 (the "March Agreement") governing the terms of the sale by TEMA to ADNOC of shares in TE.