



# Consolidated Financial Statements

September 2022 - Interim Condensed



PricewaterhouseCoopers Ezzeldeen, Diab & Co.  
Public Accountants

Deloitte - Saleh, Barsoum & Abdel Aziz  
Accountants & Auditors

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

**To: The Board of Directors of Commercial International Bank Egypt**

***Introduction***

We have reviewed the accompanying condensed consolidated interim financial position of Commercial International Bank Egypt (S.A.E) as of 30 September 2022 and the related condensed consolidated interim statements of income, comprehensive income, cash flows and changes in shareholders' equity for the nine 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 26 February 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on 3 May 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 16 December 2008 as amended by regulations issued on 26 February 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on 3 May 2020 regarding issuing condensed interim financial statements for banks and with the requirements of applicable Egyptian laws and regulations.

Cairo, 3 November 2022



**PricewaterhouseCoopers Ezzeldeen, Diab & Co.  
Public Accountants**

**Auditors**

Farid Samir

Farid Samir Farid  
Financial Regulatory Authority  
Register Number "210"  
Deloitte - Saleh, Barsoum & Abdel Aziz  
Accountants & Auditors



## Condensed Consolidated Interim Statement of Financial Position as at September 30, 2022

	Notes	Sep. 30, 2022 EGP Thousands	Dec. 31, 2021 EGP Thousands
<b>Assets</b>			
Cash and balances at the central bank	8	43,857,708	43,492,248
Due from banks	9	90,458,312	80,141,769
Loans and advances to banks, net	11	1,944,633	312,216
Loans and advances to customers, net	12	177,710,036	145,575,243
Derivative financial instruments		951,214	225,376
<b>Investments</b>			
- Financial Assets at Fair Value through P&L	13	-	240,987
- Financial Assets at Fair Value through OCI	13	231,064,431	193,198,894
- Financial Assets at Amortized cost	13	32,613,909	20,547,465
- Investments in associates	14	187,399	205,315
Other assets	15	10,221,640	11,207,128
Goodwill	26	106,582	137,525
Intangible assets	27	26,780	34,554
Deferred tax assets (Liabilities)		834,437	456,002
Property and equipment	16	2,391,296	2,461,116
<b>Total assets</b>		<b>592,368,377</b>	<b>498,235,838</b>
<b>Liabilities and equity</b>			
<b>Liabilities</b>			
Due to banks	17	1,747,427	866,056
Due to customers	18	499,019,607	407,241,538
Derivative financial instruments		43,987	265,470
Current income tax liabilities		2,678,372	2,234,985
Other liabilities	19	9,995,151	8,085,545
Issued debt instruments	20	1,940,240	1,557,263
Other loans		6,257,126	5,140,782
Other Provisions	21	5,676,497	3,541,462
<b>Total liabilities</b>		<b>527,358,407</b>	<b>428,933,101</b>
<b>Equity</b>			
Issued and paid up capital	25	29,825,134	19,702,418
Reserves		20,434,644	33,774,990
Reserve for employee stock ownership plan (ESOP)		1,751,123	1,674,392
Retained earnings *		12,453,402	13,696,402
<b>Total equity and net profit for the period / year</b>		<b>64,464,303</b>	<b>68,848,202</b>
Non Controlling Interest		545,667	454,535
<b>Total minority interest, equity and net profit for the period / year</b>		<b>65,009,970</b>	<b>69,302,737</b>
<b>Total liabilities and equity</b>		<b>592,368,377</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 September 30, 2022**

	Notes	Last 3 Months Sep. 30, 2022 EGP Thousands	Last 9 Months Sep. 30, 2022 EGP Thousands	Last 3 Months Sep. 30, 2021 EGP Thousands	Last 9 Months Sep. 30, 2021 EGP Thousands
Interest and similar income		14,625,124	38,938,124	11,637,222	32,654,016
Interest and similar expense		<u>(6,536,058)</u>	<u>(17,120,373)</u>	<u>(5,179,478)</u>	<u>(14,499,387)</u>
<b>Net interest income</b>		<b>8,089,066</b>	<b>21,817,751</b>	<b>6,457,744</b>	<b>18,154,629</b>
Fee and commission income		1,496,959	3,908,463	1,099,130	2,900,853
Fee and commission expense		<u>(657,392)</u>	<u>(1,730,281)</u>	<u>(442,713)</u>	<u>(1,129,949)</u>
<b>Net fee and commission income</b>		<b>839,567</b>	<b>2,178,182</b>	<b>656,417</b>	<b>1,770,904</b>
Dividends income		-	54,557	18,854	57,451
Net trading income	5	419,890	1,434,169	212,228	490,787
Profits (Losses) on financial investments	13	31,407	1,096,850	56,596	658,483
Administrative expenses		(1,871,711)	(5,142,060)	(1,492,421)	(4,438,232)
Other operating (expenses) income	6	(893,051)	(3,404,237)	(255,488)	(1,370,707)
Goodwill amortization	26	(10,314)	(30,943)	(10,314)	(30,943)
Intangible assets amortization	27	(2,591)	(7,774)	(2,591)	(7,774)
Impairment release (charges) for credit losses		(224,101)	(298,078)	(303,307)	(1,323,521)
Bank's share in the profits / losses of associates		<u>(21,557)</u>	<u>(16,343)</u>	<u>6,560</u>	<u>18,354</u>
<b>Profit before income tax</b>		<b>6,356,605</b>	<b>17,682,074</b>	<b>5,344,278</b>	<b>13,979,431</b>
Income tax expense	28	(1,871,507)	(4,885,951)	(1,525,115)	(4,115,929)
Deferred tax assets (Liabilities)	28	<u>(66,543)</u>	<u>(597,241)</u>	<u>(6,983)</u>	<u>11,861</u>
<b>Net profit for the period</b>		<b>4,418,555</b>	<b>12,198,882</b>	<b>3,812,180</b>	<b>9,875,363</b>
Minority interest		<u>10,095</u>	<u>25,625</u>	<u>(220)</u>	<u>(1,932)</u>
<b>Bank shareholders</b>		<b>4,408,460</b>	<b>12,173,257</b>	<b>3,812,400</b>	<b>9,877,295</b>
<b>Earning per share</b>	7				
Basic		1.32	3.62	1.13	2.97
Diluted		1.31	3.60	1.12	2.95



**Hussein Abaza**  
CEO & Managing Director



**Sherif Samy**  
Chairman

## Condensed Consolidated Interim statement of Comprehensive Income for the period ended September 30, 2022

	Last 3 Months Sep. 30, 2022 EGP Thousands	Last 9 Months Sep. 30, 2022 EGP Thousands	Last 3 Months Sep. 30, 2021 EGP Thousands	Last 9 Months Sep. 30, 2021 EGP Thousands
<b>Net profit for the period</b>	4,418,555	12,198,882	3,812,180	9,875,363
Change in fair value of financial instruments measured at fair value through other comprehensive income after income tax	(5,806,870)	(13,184,005)	(700,186)	(2,375,618)
Transferred to RE from financial assets at fair value through OCI	99	(4,128)	(72,956)	(177,362)
Cumulative foreign currencies translation differences	15,543	96,867	(3,490)	(2,636)
Effect of ECL in fair value of debt instruments measured at fair value through OCI	129,529	233,717	(83,602)	(98,246)
<b>Total comprehensive income for the period</b>	<u>(1,243,144)</u>	<u>(658,667)</u>	<u>2,951,946</u>	<u>7,221,501</u>
As follows:				
Bank's shareholders	(1,253,239)	(684,292)	2,952,166	7,223,433
Non Controlling Interest	10,095	25,625	(220)	(1,932)
<b>Total comprehensive income for the period</b>	<u>(1,243,144)</u>	<u>(658,667)</u>	<u>2,951,946</u>	<u>7,221,501</u>

## Condensed Consolidated Interim Cash flows for the period ended September 30 2022

	Notes	Sep. 30, 2022 EGP Thousands	Sep. 30, 2021 EGP Thousands
<b>Cash flow from operating activities</b>			
Profit before income tax from continued operations		17,682,074	13,979,431
<b>Adjustments to reconcile profits to net cash provided by operating activities</b>			
Fixed assets depreciation	16	644,401	636,413
Impairment charge for credit losses (Loans and advances to customers and banks)		12,998	1,383,887
Other provisions charges	21	1,803,568	190,525
Impairment charge for credit losses (due from banks)		534	37,880
Impairment (Released) charge for credit losses (financial investments)		284,546	(98,246)
Impairment (Released) charge for other assets		(277,768)	31,975
Exchange revaluation differences for financial assets at fair value through OCI and AC		(3,745,045)	40,050
Goodwill amortization	26	30,943	58,448
Intangible assets amortization	27	7,774	14,685
Utilization of other provisions	21	(1,857)	(44,978)
Other provisions no longer used	21	(101)	(12,255)
Exchange differences of other provisions	21	333,425	(13,722)
Losses (profits) from selling property and equipment		(2,192)	(2,124)
Losses (profits) from selling financial investments at fair value through OCI	13	(1,096,850)	(643,467)
Impairment (Released) charges of investments in associates		-	(15,016)
Shares based payments		579,653	477,644
Bank's share in the profits / losses of associates		16,343	(18,354)
<b>Operating profits before changes in operating assets and liabilities</b>		<b>16,272,446</b>	<b>16,002,776</b>
<b>Net decrease (increase) in assets and liabilities</b>			
Due from banks		870,167	(272,238)
Financial assets at fair value through P&L	13	240,987	153,260
Derivative financial instruments		(947,321)	(24,448)
Loans and advances to banks and customers	11 - 12	(33,780,208)	(20,943,748)
Other assets		1,245,185	(1,611,672)
Due to banks	17	881,371	(7,271,485)
Due to customers	18	91,778,069	63,033,657
Current income tax obligations paid		(2,207,579)	(2,153,441)
Other liabilities		(325,379)	1,706,495
<b>Net cash used in (generated from) operating activities</b>		<b>74,027,738</b>	<b>48,619,156</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		(556,512)	(677,464)
Proceeds from selling property and equipment		2,192	2,124
Proceeds from redemption of financial assets at amortized cost		6,520,697	4,753,398
Payment for purchases of financial assets at amortized cost		(18,268,602)	(2,617)
Payment for purchases of financial assets at fair value through OCI		(115,077,815)	(208,509,917)
Proceeds from selling financial assets at fair value through OCI		73,424,845	147,101,717
<b>Net cash generated from (used in) investing activities</b>		<b>(53,955,195)</b>	<b>(57,491,119)</b>

## Condensed Consolidated Interim Cash flows for the period ended September 30, 2022 (Cont.)

	Sep. 30, 2022 EGP Thousands	Sep. 30, 2021 EGP Thousands
<b>Cash flow from financing activities</b>		
Other loans	1,116,344	(2,113,845)
Dividends paid	(4,410,322)	(1,360,652)
Issued debt instruments	382,977	1,556,032
Capital increase	122,716	-
<b>Net cash generated from (used in) financing activities</b>	<b>(2,788,285)</b>	<b>(1,918,465)</b>
Net (decrease) increase in cash and cash equivalent during the period	17,284,258	(10,790,428)
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>	<b>78,350,080</b>	<b>65,005,947</b>
<b>Cash and cash equivalent comprise:</b>		
Cash and balances at the central bank	43,857,708	33,326,348
Due from banks	90,499,843	72,296,624
Treasury bills and other governmental notes	87,122,900	65,656,846
Obligatory reserve balance with CBE	(38,082,441)	(27,265,818)
Due from banks with maturities more than three months	(22,949,758)	(16,980,376)
Treasury bills with maturity more than three months	(82,098,172)	(62,027,677)
<b>Total cash and cash equivalent</b>	<b>78,350,080</b>	<b>65,005,947</b>

**Condensed Consolidated Interim statement of changes in shareholders' equity for the period ended Septemebr 30, 2021**

Sep. 30, 2021	Issued and paid up capital	Legal reserve	General reserve	General reserve	General risk reserve	Reserve for transactions under common control	Capital reserve	Reserve for financial assets at fair value through OCI	Banking risks reserve	Retained earnings	Reserve for employee stock ownership plan	Cumulative foreign currencies translation differences	Total Shareholders Equity	Non Controlling Interest	Total	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	-	-
Capital increase	4,925,605	-	(4,925,605)	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred to reserves	-	514,939	8,420,479	1,461	-	1,094	-	-	(8,937,973)	-	-	-	-	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	(1,360,652)	-	-	-	(1,360,652)	-	(1,360,652)	-
Net profit of the period	-	-	-	-	-	-	-	-	9,877,295	-	-	-	9,877,295	(1,932)	9,875,363	-
Minority Interest Share	-	-	-	-	-	-	-	-	-	-	-	-	-	(25,219)	(25,219)	-
Transferred from reserve of financial assets at fair value through OCI	-	-	-	-	-	-	(177,362)	-	177,362	-	-	-	-	-	-	-
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	-	-	-	-	-	-	(2,375,618)	-	-	-	-	-	(2,375,618)	-	(2,375,618)	-
Transferred (from) to banking risk reserve	-	-	-	-	-	-	-	2,718	(2,718)	-	-	-	-	-	-	-
Effect of ECL in fair value of debt instruments measured at fair value through OCI	-	-	-	-	-	-	(98,246)	-	-	-	-	-	(98,246)	-	(98,246)	-
Cost of employees stock ownership plan (ESOP)	-	-	-	-	-	-	-	-	-	477,644	-	-	477,644	-	477,644	-
Cumulative foreign currencies translation differences	-	-	-	-	-	-	-	-	-	-	-	1,048	1,048	-	1,048	-
Balance at the end of the period	19,702,418	3,293,074	28,260,532	1,550,906	8,183	16,000	1,324,288	9,141	10,301,362	1,542,292	(2,636)	66,005,560	455,904	66,461,464	-	-



**Condensed Consolidated Interim statement of changes in shareholders' equity for the period ended September 30, 2022**

Sep. 30, 2022	Issued and paid up capital	Legal reserve	General reserve	General reserve	General risk reserve	Reserve for transactions under common control	Capital reserve	Reserve for financial assets at fair value through OCI	Banking risks reserve	Retained earnings	Reserve for employee stock ownership plan	Cumulative foreign currencies translation differences	Total Shareholders' Equity	Non Controlling Interest	Total
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	10,122,716	-	(10,000,000)	-	-	-	-	-	-	-	-	-	122,716	122,716	
Transferred to reserves	-	670,872	8,836,326	-	-	2,947	(9,007,223)	-	(502,922)	-	-	-	-	-	
Dividends paid	-	-	-	-	-	-	(4,410,322)	-	-	-	-	-	(4,410,322)	-	
Net profit of the period	-	-	-	-	-	-	12,173,257	-	12,173,257	-	-	-	12,173,257	25,625	12,198,882
Transferred to RE from financial assets at fair value through OCI	-	-	-	-	-	-	(4,128)	-	4,128	-	-	-	-	-	-
Transferred from previous years' outstanding balances	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net unrealised gain/(loss) on financial assets at fair value through OCI after tax	-	-	-	-	-	-	(13,184,005)	-	-	-	-	-	(13,184,005)	-	(13,184,005)
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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cost of employees stock ownership plan (ESOP)	-	-	-	-	-	-	233,717	-	-	-	-	-	233,717	-	233,717
Cumulative foreign currencies translation differences	-	-	-	-	-	-	-	-	-	-	-	101,085	579,653	-	579,653
Balance at the end of the period	29,825,134	3,963,946	27,096,858	1,550,906	8,183	18,947	(12,313,044)	11,981	12,453,402	1,751,123	96,867	64,464,303	545,667	65,009,970	

EGP Thousands

## Notes to the condensed consolidated interim financial statement for the period ended September 30, 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 7,560 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”, “Commercial international for finance” and “Damietta Shipping” in which the bank’s shares are 99.99%, 51%, 99.8% and 49.95% respectively.

Financial statements have been approved by board of directors on November 3, 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:

	Sep.30, 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>
<b>Gross Loans and advances</b>	<b>199,094,489</b>	<b>1,955,230</b>	<b>163,938,827</b>	<b>314,334</b>
<b>Less:</b>				
ECL	19,908,234	10,597	17,917,363	2,118
Unamortized bills discount	679,235	-	68,410	-
Unamortized syndicated loans discount	243,472	-	312,682	-
Suspended credit account	553,512	-	65,129	-
<b>Net</b>	<b>177,710,036</b>	<b>1,944,633</b>	<b>145,575,243</b>	<b>312,216</b>

Impairment provision losses for loans and advances reached EGP 19,918,831 thousand

During the period, the Bank's total loans and advances increased by 22.40%.

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**
**Sep.30, 2022**

	<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	44,454,018	4,842,565	782,400	50,078,983
Institutions and Business Banking	82,368,754	58,165,401	8,481,351	149,015,506
<b>Total</b>	<b>126,822,772</b>	<b>63,007,966</b>	<b>9,263,751</b>	<b>199,094,489</b>

**Expected credit losses for loans and facilities to customers divided by stages:**
**Sep.30, 2022**

	<u>Stage 1:</u> <u>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	1,027,687	171,234	270,535	1,469,456
Institutions and Business Banking	2,125,098	8,461,895	7,851,785	18,438,778
<b>Total</b>	<b>3,152,785</b>	<b>8,633,129</b>	<b>8,122,320</b>	<b>19,908,234</b>

**Loans, advances and expected credit losses to banks divided by stages:**
**Sep.30, 2022**

	<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	-	1,955,230	-	1,955,230
Expected credit losses	-	(10,597)	-	(10,597)
<b>Net</b>	<b>-</b>	<b>1,944,633</b>	<b>-</b>	<b>1,944,633</b>

**Off balance sheet items exposed to credit risk and expected credit losses divided by stages:**
**Sep.30, 2022**

	<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	69,253,056	36,900,591	4,271,557	110,425,204
Expected credit losses	(2,806,017)	(1,386,980)	(1,121,749)	(5,314,746)
<b>Net</b>	<b>66,447,039</b>	<b>35,513,611</b>	<b>3,149,808</b>	<b>105,110,458</b>

**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	65,511,996	49,532,625	7,741,874	122,786,495
<b>Total</b>	<b>102,091,871</b>	<b>53,436,901</b>	<b>8,410,055</b>	<b>163,938,827</b>

**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	1,484,973	7,600,199	7,649,732	16,734,904
<b>Total</b>	<b>2,311,675</b>	<b>7,691,310</b>	<b>7,914,378</b>	<b>17,917,363</b>

**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	-	(2,118)	-	(2,118)
<b>Net</b>	<b>-</b>	<b>312,216</b>	<b>-</b>	<b>312,216</b>

**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	(1,925,355)	(1,113,857)	(165,893)	(3,205,105)
<b>Net</b>	<b>58,795,029</b>	<b>29,829,589</b>	<b>2,566</b>	<b>88,627,184</b>

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

Sep.30, 2022

**Due from banks**

	EGP Thousands			
	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>
ECL on 1 January 2022	20,283	20,714	-	40,997
New financial assets purchased or issued	253	11,661	-	11,914
Matured or disposed financial assets	(395)	(20,700)	-	(21,095)
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	9,715	-	-	9,715
Changes to model assumptions and methodology	-	-	-	-
Write off during the period	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>29,856</b>	<b>11,675</b>	<b>-</b>	<b>41,531</b>

**Individual Loans:**

	EGP Thousands			
	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>
ECL on 1 January 2022	826,702	91,111	264,646	1,182,459
Impairment during the period	200,985	80,123	93,921	375,029
Write off during the period	-	-	(159,601)	(159,601)
Recoveries	-	-	71,569	71,569
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>1,027,687</b>	<b>171,234</b>	<b>270,535</b>	<b>1,469,456</b>

**Corporate and Business Banking loans:**

	EGP Thousands			
	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>
ECL on 1 January 2022	1,484,973	7,600,199	7,649,732	16,734,904
New financial assets purchased or issued	1,113,126	1,057,097	6,601	2,176,824
Matured or disposed financial assets	(469,969)	(500,111)	(518,437)	(1,488,517)
Transferred to stage 1	39,943	(57,818)	-	(17,875)
Transferred to stage 2	(25,754)	76,190	(1,012)	49,424
Transferred to stage 3	(4,261)	(8,450)	12,747	36
Changes in the probability of default and loss in case of default and the exposure at default	(91,724)	(1,211,128)	(17,891)	(1,320,743)
Changes to model assumptions and methodology	52,886	157,961	19,494	230,341
Recoveries	-	-	8,732	8,732
Write off during the period	-	-	(741,111)	(741,111)
Cumulative foreign currencies translation differences	25,878	1,347,955	1,432,930	2,806,763
<b>Ending balance</b>	<b>2,125,098</b>	<b>8,461,895</b>	<b>7,851,785</b>	<b>18,438,778</b>

**Financial Assets at Fair Value through OCI**

	EGP Thousands			
	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>
ECL on 1 January 2022	515,177	9,721	-	524,898
New financial assets purchased or issued	333,957	53,387	-	387,344
Matured or disposed financial assets	(47,298)	(2,736)	-	(50,034)
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	(96,004)	(6,984)	-	(102,988)
Changes to model assumptions and methodology	-	-	-	-
Write off during the period	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>705,832</b>	<b>53,388</b>	<b>-</b>	<b>759,220</b>

**Amortized cost**

	EGP Thousands			
	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>	<u>ECL</u>
ECL on 1 January 2022	1,113	-	-	1,113
New financial assets purchased or issued	50,751	-	-	50,751
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	(527)	-	-	(527)
Changes to model assumptions and methodology	-	-	-	-
Write off during the period	-	-	-	-
Cumulative foreign currencies translation differences	-	-	-	-
<b>Ending balance</b>	<b>51,337</b>	<b>-</b>	<b>-</b>	<b>51,337</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	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	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:**

Individual Loans:	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	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:**

Corporate and Business Banking loans:	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	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**

Financial Assets at Fair value through OCI	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	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**

Financial assets at Amortized cost	Stage 1	Stage 2	Stage 3	Total
	12 months	Life time	Life time	
	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:

	Sep.30, 2022	Dec.31, 2021
Loans and advances to	EGP Thousands	EGP Thousands
<b>Corporate</b>		
- Direct loans	<u>13,858,392</u>	<u>10,927,093</u>
<b>Total</b>	<u><u>13,858,392</u></u>	<u><u>10,927,093</u></u>

**3.2. Financial investments:**

The following table represents an analysis of financial investment balances by rating agencies at the end of the period:

Sep.30, 2022	EGP Thousands				
<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	32,613,909	-	-	-	32,613,909
Not rated	-	-	-	-	-
<b>Total</b>	<u><u>32,613,909</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>32,613,909</u></u>

Sep.30, 2022	EGP Thousands				
<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	229,944,484	-	-	-	229,944,484
Not rated	-	-	-	-	-
<b>Total</b>	<u><u>229,944,484</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>229,944,484</u></u>

The following table shows the analysis of impairment on credit losses of financial investments by rating agencies at the end of the period:

Sep.30, 2022	EGP Thousands				
<u>Fair value through OCI and amortized cost</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	810,557	-	-	-	810,557
Not rated	-	-	-	-	-
<b>Total</b>	<u><u>810,557</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>810,557</u></u>

**3.2. Financial investments:**

The following table represents an analysis of financial investment balances by rating agencies at the end of the year:

EGP Thousands					
Dec.31, 2021					
<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					
Dec.31, 2021					
<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:

EGP Thousands					
Dec.31, 2021					
<u>Fair value through OCI &amp; Amortized cost</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					
Sep.30, 2022	<u>EGP</u>	<u>USD</u>	<u>EUR</u>	<u>GBP</u>	<u>Other</u>	<u>Total</u>
<b>Financial assets</b>						
Cash and balances at the central bank	41,458,898	1,345,595	352,474	45,990	654,751	43,857,708
Gross due from banks	34,850,498	46,784,100	7,595,708	1,084,593	184,944	90,499,843
Gross loans and advances to banks	-	1,955,230	-	-	-	1,955,230
Gross loans and advances to customers	146,766,189	47,898,135	3,341,467	14,287	1,074,411	199,094,489
Derivative financial instruments	431,705	519,509	-	-	-	951,214
<b>Financial investments</b>						
Gross financial investment securities	231,330,176	29,432,939	2,089,554	-	877,008	263,729,677
Investments in associates	187,399	-	-	-	-	187,399
<b>Total financial assets</b>	<b>455,024,865</b>	<b>127,935,508</b>	<b>13,379,203</b>	<b>1,144,870</b>	<b>2,791,114</b>	<b>600,275,560</b>
<b>Financial liabilities</b>						
Due to banks	411,920	1,306,466	22,542	5,691	808	1,747,427
Due to customers	373,809,490	111,525,507	10,977,040	1,105,809	1,601,761	499,019,607
Derivative financial instruments	43,987	-	-	-	-	43,987
Issued debt instruments	-	1,940,240	-	-	-	1,940,240
Other loans	19,022	6,212,004	26,100	-	-	6,257,126
<b>Total financial liabilities</b>	<b>374,284,419</b>	<b>120,984,217</b>	<b>11,025,682</b>	<b>1,111,500</b>	<b>1,602,569</b>	<b>509,008,387</b>
<b>Net on-balance sheet financial position</b>	<b>80,740,446</b>	<b>6,951,291</b>	<b>2,353,521</b>	<b>33,370</b>	<b>1,188,545</b>	<b>91,267,173</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. 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 september 2022 NSFR ratio record 201% (LCY 209% and FCY 179%), and LCR ratio record 685% (LCY 798% and FCY 260%).

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

For september 2022 CAR ratio record 26.7%, and 29.8% for December 2021.

For september 2022 Leverage ratio record 9.4%, and 11.3% 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>	
	Sep.30, 2022	Dec.31, 2021	Sep.30, 2022	Dec.31, 2021
<b>Financial assets</b>				
Due from banks	90,499,843	80,182,766	90,804,551	80,609,895
Gross loans and advances to banks	1,955,230	314,334	1,955,230	314,334
Gross loans and advances to customers	199,094,489	163,938,827	197,450,975	164,228,916
<b>Financial investments:</b>				
Financial Assets at Amortized cost	32,665,246	20,547,465	32,046,860	21,310,034
<b>Total financial assets</b>	<b>324,214,808</b>	<b>264,983,392</b>	<b>322,257,616</b>	<b>266,463,179</b>
<b>Financial liabilities</b>				
Due to banks	1,747,427	866,056	1,884,764	836,273
Due to customers	499,019,607	407,241,538	501,830,954	409,825,357
Issued debt instruments	1,955,230	1,571,670	1,977,601	1,574,487
Other loans	6,257,126	5,140,782	6,209,458	5,124,531
<b>Total financial liabilities</b>	<b>508,979,390</b>	<b>414,820,046</b>	<b>511,902,777</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 30 September 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			
		Total	Quoted prices in active markets (Level 1)	Significant observable inputs (level 2)	Valuation techniques (level 3)
Sep.30, 2022					
<b>Measured at fair value:</b>					<b>EGP Thousands</b>
<b>Financial assets</b>					
Financial Assets at Fair Value through P&L	30-Sep-22	-	-	-	-
Financial Assets at Fair Value through OCI	30-Sep-22	231,064,431	131,388,171	99,676,260	-
<b>Total</b>		<b>231,064,431</b>	<b>131,388,171</b>	<b>99,676,260</b>	<b>-</b>
<b>Derivative financial instruments</b>					
Financial assets	30-Sep-22	951,214	-	-	951,214
Financial liabilities	30-Sep-22	43,987	-	-	43,987
<b>Total</b>		<b>995,201</b>	<b>-</b>	<b>-</b>	<b>995,201</b>
<b>Assets for which fair values are disclosed:</b>					
Financial Assets at Amortized cost	30-Sep-22	32,046,860	-	32,046,860	-
Loans and advances to banks	30-Sep-22	1,955,230	-	-	1,955,230
Loans and advances to customers	30-Sep-22	197,450,975	-	-	197,450,975
<b>Total</b>		<b>231,453,065</b>	<b>-</b>	<b>32,046,860</b>	<b>199,406,205</b>
<b>Liabilities for which fair values are disclosed:</b>					
Issued debt instruments	30-Sep-22	1,977,601	-	1,977,601	-
Other loans	30-Sep-22	6,209,458	-	6,209,458	-
Due to customers	30-Sep-22	501,830,954	-	-	501,830,954
<b>Total</b>		<b>510,018,013</b>	<b>-</b>	<b>8,187,059</b>	<b>501,830,954</b>
Dec.31, 2021					
<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;
- Assets and liabilities management – Including other banking business.

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

EGP Thousands

	<b>Corporate banking</b>	<b>SME's</b>	<b>Investments</b>	<b>Retail banking</b>	<b>Asset Liability Mangement</b>	<b>Total</b>
<b>Sep.30, 2022</b>						
Net revenue according to business segment *	10,674,999	2,083,573	5,965,765	6,824,829	1,016,000	26,565,166
Expenses according to business segment	(4,790,654)	(1,017,575)	(84,096)	(3,010,982)	(5,410)	(8,908,717)
Profit before tax	5,884,345	1,065,998	5,881,669	3,813,847	1,010,590	17,656,449
Income tax	(1,788,089)	(334,500)	(1,845,156)	(1,198,333)	(317,114)	(5,483,192)
Profit for the period	4,096,256	731,498	4,036,513	2,615,514	693,476	12,173,257
Total assets	152,813,593	5,500,547	265,024,399	49,767,295	119,262,543	592,368,377

\*Represents the net interest income and other income

	<b>Corporate banking</b>	<b>SME's</b>	<b>Investments</b>	<b>Retail banking</b>	<b>Asset Liability Mangement</b>	<b>Total</b>
<b>Sep.30, 2021</b>						
Net revenue according to business segment	9,154,103	1,351,526	4,466,628	5,731,590	446,761	21,150,608
Expenses according to business segment	(3,729,880)	(794,579)	(72,577)	(2,531,290)	(40,919)	(7,169,245)
Profit before tax	5,424,223	556,947	4,394,051	3,200,300	405,842	13,981,363
Income tax	(1,594,498)	(163,263)	(1,288,091)	(939,248)	(118,968)	(4,104,068)
Profit for the period	3,829,725	393,684	3,105,960	2,261,052	286,874	9,877,295
Total assets at 31 December 2021	158,526,753	3,193,320	218,836,949	40,659,292	77,019,524	498,235,838

**4.2. By geographical segment**

	<b>Cairo</b>	<b>Alex, Delta &amp; Sinai</b>	<b>Upper Egypt</b>	<b>Outside Egypt (Kenya)</b>	<b>Total</b>
<b>Sep.30, 2022</b>					
Revenue according to geographical segment	23,042,361	2,991,898	497,429	33,478	26,565,166
Expenses according to geographical segment	(7,605,573)	(1,210,770)	(51,990)	(40,384)	(8,908,717)
Profit before tax	15,436,788	1,781,128	445,439	(6,906)	17,656,449
Income tax	(4,890,565)	(558,902)	(139,775)	106,050	(5,483,192)
Profit for the period	10,546,223	1,222,226	305,664	99,144	12,173,257
Total assets	547,950,443	33,599,366	8,366,779	2,451,789	592,368,377
<b>Sep.30, 2021</b>					
Revenue according to geographical segment	18,404,158	2,298,293	431,783	16,374	21,150,608
Expenses according to geographical segment	(5,685,269)	(1,250,734)	(217,254)	(15,988)	(7,169,245)
Profit before tax	12,718,889	1,047,559	214,529	386	13,981,363
Income tax	(3,734,100)	(307,081)	(62,887)	-	(4,104,068)
Profit for the period	8,984,789	740,478	151,642	386	9,877,295
Total assets at 31 December 2021	462,689,580	26,469,030	7,203,609	1,873,619	498,235,838

5 . Net trading income	Last 3 Months	Last 9 Months	Last 3 Months	Last 9 Months
	Sep.30, 2022	Sep.30, 2022	Sep.30, 2021	Sep.30, 2021
	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands
Profit (Loss) from foreign exchange transactions	396,247	957,209	53,466	461,635
Profit (Loss) from forward foreign exchange deals revaluation	(58,691)	384,079	152,867	46,834
Profit (Loss) from interest rate swaps revaluation	2,811	2,573	18	(1,519)
Profit (Loss) from currency swap deals revaluation	79,465	96,359	7,642	11,318
Profit (Loss) from financial assets at fair value through P&L	58	(6,051)	(1,765)	(27,481)
<b>Total</b>	<b>419,890</b>	<b>1,434,169</b>	<b>212,228</b>	<b>490,787</b>

6 . Other operating (expenses) income	Last 3 Months	Last 9 Months	Last 3 Months	Last 9 Months
	Sep.30, 2022	Sep.30, 2022	Sep.30, 2021	Sep.30, 2021
	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands
Profits (losses) from revaluation of non-trading assets and liabilities by FCY	(101,050)	(433,662)	(6,521)	(3,696)
Profits of selling property and equipment	1,050	2,192	874	2,124
Release (charges) of other provisions	(289,980)	(1,525,359)	154,776	(212,083)
Other income/expenses	(503,071)	(1,447,408)	(404,617)	(1,157,052)
<b>Total</b>	<b>(893,051)</b>	<b>(3,404,237)</b>	<b>(255,488)</b>	<b>(1,370,707)</b>

7 . Earning per share	Last 3 Months	Last 9 Months	Last 3 Months	Last 9 Months
	Sep.30, 2022	Sep.30, 2022	Sep.30, 2021	Sep.30, 2021
	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands
Net profit for the year, available for distribution	4,431,931	12,205,922	3,817,343	9,894,685
Board member's bonus	(66,479)	(183,089)	(57,260)	(49,420)
Staff profit sharing	(443,193)	(1,220,592)	(381,734)	(989,469)
<b>* Profits attributable to shareholders</b>	<b>3,922,259</b>	<b>10,802,241</b>	<b>3,378,349</b>	<b>8,855,796</b>
Weighted average number of shares	2,982,513	2,982,513	2,982,513	2,982,513
<b>Basic earning per share</b>	<b>1.32</b>	<b>3.62</b>	<b>1.13</b>	<b>2.97</b>
By issuance of ESOP earning per share will be:				
Average number of shares including ESOP shares	2,999,601	2,999,601	2,999,601	2,999,601
<b>Diluted earning per share</b>	<b>1.31</b>	<b>3.60</b>	<b>1.12</b>	<b>2.95</b>

\* Based on separate financial statement profits.

8 . Cash and balances at the central bank	Sep.30, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Cash	5,775,267	5,391,312
<b>Obligatory reserve balance with CBE</b>		
- Current accounts	38,082,441	38,100,936
<b>Total</b>	<b>43,857,708</b>	<b>43,492,248</b>
<b>Non-interest bearing balances</b>	<b>43,857,708</b>	<b>43,492,248</b>

9 . Due from banks	Sep.30, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Current accounts	3,513,047	2,718,262
Deposits	86,986,796	77,464,504
Expected credit losses	(41,531)	(40,997)
<b>Total</b>	<b>90,458,312</b>	<b>80,141,769</b>
Central banks	55,924,372	51,720,551
Local banks	20,443,357	13,433,149
Foreign banks	14,090,583	14,988,069
<b>Total</b>	<b>90,458,312</b>	<b>80,141,769</b>
Non-interest bearing balances	1,057,797	1,423,922
Floating interest bearing balances	12,212,601	9,413,404
Fixed interest bearing balances	77,187,914	69,304,443
<b>Total</b>	<b>90,458,312</b>	<b>80,141,769</b>

Due from banks	Sep.30, 2022	Sep.30, 2022
	Stage 1	Stage 2
Gross due from banks	84,298,088	6,201,755
Expected credit losses	(29,856)	(11,675)
<b>Net due from banks</b>	<b>84,268,232</b>	<b>6,190,080</b>

Due from banks	Dec.31, 2021	Dec.31, 2021
	Stage 1	Stage 2
Gross due from banks	74,232,738	5,950,028
Expected credit losses	(20,283)	(20,714)
<b>Net due from banks</b>	<b>74,212,455</b>	<b>5,929,314</b>

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

	Sep.30, 2022 EGP Thousands	Dec.31, 2021 EGP Thousands
91 Days maturity	5,784,326	550
182 Days maturity	10,486,525	84,175
364 Days maturity	75,729,736	44,529,537
Unearned interest	<u>(4,206,331)</u>	<u>(2,327,382)</u>
<b>Total</b>	<b>87,794,256</b>	<b>42,286,880</b>
Repos - treasury bills	<u>(671,356)</u>	<u>(707,376)</u>
<b>Net</b>	<b>87,122,900</b>	<b>41,579,504</b>

**Governmental bonds**

	Sep.30, 2022 EGP Thousands	Dec.31, 2021 EGP Thousands
	<b>Financial Assets at Fair Value through OCI</b>	<b>Financial Assets at Fair Value through OCI</b>
Governmental bonds	120,803,261	143,250,063
Repo	-	<u>(3,536,336)</u>
<b>Net</b>	<b>120,803,261</b>	<b>139,713,727</b>

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

	Sep.30, 2022 EGP Thousands	Dec.31, 2021 EGP Thousands
Time and term loans	1,955,230	314,334
ECL	<u>(10,597)</u>	<u>(2,118)</u>
<b>Net</b>	<b>1,944,633</b>	<b>312,216</b>
Current balances	<u>1,944,633</u>	<u>312,216</u>

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

	Sep.30, 2022 EGP Thousands	Dec.31, 2021 EGP Thousands
Beginning balance	(2,118)	(9,625)
Released (charged) during the period / year	<u>(8,479)</u>	<u>7,507</u>
<b>Ending balance</b>	<b>(10,597)</b>	<b>(2,118)</b>

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

	Stage 2	Stage 2
Beginning Balance	(2,118)	(9,625)
Released (charged) during the period / year	<u>(8,479)</u>	<u>7,507</u>
<b>Ending balance</b>	<b>(10,597)</b>	<b>(2,118)</b>



**13 . Financial investments securities**

Sep.30, 2022

	<u>Financial Assets at Fair Value through P&amp;L</u>	<u>Financial Assets at Fair Value through OCI</u>	<u>Financial Assets at Amortized cost</u>	<u>Total</u>
	<u>EGP Thousands</u>			
<b>Investments listed in the market</b>				
Governmental bonds	-	120,803,261	32,613,909	153,417,170
Securitized bonds	-	9,008,883	-	9,008,883
Equity instruments	-	176,027	-	176,027
Portfolio managed by others	-	-	-	-
Sukuk	-	1,400,000	-	1,400,000
<b>Investments not listed in the market</b>				
Treasury bills and other governmental notes	-	87,122,900	-	87,122,900
Securitized bonds	-	11,356,812	-	11,356,812
Equity instruments	-	642,160	-	642,160
Mutual funds	-	301,760	-	301,760
Sukuk	-	252,628	-	252,628
<b>Total</b>	-	<b>231,064,431</b>	<b>32,613,909</b>	<b>263,678,340</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>Financial Assets at Amortized cost</u>	<u>Total</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**

	Last 3 Months Sep.30, 2022 EGP Thousands	Last 9 Months Sep.30, 2022 EGP Thousands	Last 3 Months Sep.30, 2021 EGP Thousands	Last 9 Months Sep.30, 2021 EGP Thousands
Profit (Loss) from selling FVOCI financial instruments	31,407	1,096,850	128,630	643,467
Released (Impairment) charges of FVOCI	-	-	(72,957)	-
Released (Impairment) charges of investments in associates	-	-	923	15,016
<b>Total</b>	<b>31,407</b>	<b>1,096,850</b>	<b>56,596</b>	<b>658,483</b>

**14 . Investments in associates**

Sep.30, 2022	Company's assets	Company's liabilities (without equity)	Company's revenues	Company's net profit (loss)	EGP Thousands Investment book value	Stake %
-TCA Properties	1,489,950	1,222,509	11,861	(64,456)	134,511	37.00
- Al Ahly Computer	66,470	37,436	39,435	1,116	29,783	39.34
- Fawry Plus	173,682	101,358	81,039	28,193	23,105	14.99
- International Co. for Security and Services (Falcon)	792,081	805,464	228,072	(106,712)	-	30.00
<b>Total</b>	<b>2,522,183</b>	<b>2,166,767</b>	<b>360,407</b>	<b>(141,859)</b>	<b>187,399</b>	

Dec.31, 2021	Company's assets	Company's liabilities (without equity)	Company's revenues	Company's net profit (loss)	EGP Thousands Investment book value	Stake %
-TCA Properties	-	-	-	-	158,360	37.00
- Al Ahly Computer	65,623	37,788	51,796	3,945	30,193	39.34
- Fawry Plus	124,845	97,088	76,903	14,473	16,762	14.99
- International Co. for Security and Services (Falcon)	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**

	Sep.30, 2022	Dec.31, 2021
	EGP T thousands	EGP Thousands
Accrued revenues	7,310,729	8,938,356
Prepaid expenses	668,341	428,777
Advances to purchase of fixed assets	1,121,119	1,139,188
Accounts receivable and other assets*	1,005,065	581,254
Assets acquired as settlement of debts	148,469	153,423
Insurance	46,917	45,130
<b>Gross</b>	<b>10,300,640</b>	<b>11,286,128</b>
Impairment of other assets	(79,000)	(79,000)
<b>Net</b>	<b>10,221,640</b>	<b>11,207,128</b>

\* A provision with amount EGP 277 million has been released.

**16 . Property and equipment**

	Sep.30, 2022						Total	
	Land	Premises	IT	Vehicles	Fitting-out	Machines and equipment	Furniture and furnishing	Total
								EGP Thousands
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 period	164,960	20,121	243,489	24,344	41,736	70,139	9,792	574,581
Disposals during the period	-	(4,081)	(15,080)	-	(9,827)	(33,196)	(1,777)	(63,961)
<b>Cost at end of the period (2)</b>	<b>229,669</b>	<b>1,186,362</b>	<b>3,423,139</b>	<b>186,088</b>	<b>987,009</b>	<b>905,421</b>	<b>167,262</b>	<b>7,084,950</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	-	41,232	375,842	9,254	106,562	98,840	12,671	644,401
Disposals during the period	-	(4,081)	(15,080)	-	(9,827)	(33,196)	(1,777)	(63,961)
<b>Accumulated depreciation at end of the period (4)</b>	<b>-</b>	<b>543,785</b>	<b>2,489,163</b>	<b>77,793</b>	<b>812,491</b>	<b>653,467</b>	<b>116,955</b>	<b>4,693,654</b>
<b>Ending net assets (2-4)</b>	<b>229,669</b>	<b>642,577</b>	<b>933,976</b>	<b>108,295</b>	<b>174,518</b>	<b>251,954</b>	<b>50,307</b>	<b>2,391,296</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	Total
								EGP Thousands
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**

	Sep.30, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Current accounts	1,004,128	666,659
Deposits	743,299	199,397
<b>Total</b>	<b>1,747,427</b>	<b>866,056</b>
Central banks	368,081	198,234
Local banks	8,808	5,234
Foreign banks	1,370,538	662,588
<b>Total</b>	<b>1,747,427</b>	<b>866,056</b>
Non-interest bearing balances	745,771	414,135
Floating bearing interest balances	573,860	117,516
Fixed interest bearing balances	427,796	334,405
<b>Total</b>	<b>1,747,427</b>	<b>866,056</b>
Current balances	1,747,427	866,056

**18 . Due to customers**

	Sep.30, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Demand deposits	194,776,913	134,443,380
Time deposits	100,160,326	80,220,124
Certificates of deposit	110,803,644	102,119,393
Saving deposits	88,388,880	86,467,822
Other deposits	4,889,844	3,990,819
<b>Total</b>	<b>499,019,607</b>	<b>407,241,538</b>
Corporate deposits	255,235,820	180,309,337
Individual deposits	243,783,787	226,932,201
<b>Total</b>	<b>499,019,607</b>	<b>407,241,538</b>
Non-interest bearing balances	86,307,996	64,908,030
Floating interest bearing balances	9,483,193	17,531,166
Fixed interest bearing balances	403,228,418	324,802,342
<b>Total</b>	<b>499,019,607</b>	<b>407,241,538</b>
Current balances	381,010,853	297,947,782
Non-current balances	118,008,754	109,293,756
<b>Total</b>	<b>499,019,607</b>	<b>407,241,538</b>

In 2022, Due to customers contains an amount of EGP 2,157 million representing guarantees of irrevocable commitments for documentary credits - export compared to EGP 641 million at the comparative date. The fair value of these deposits is approximately their present value.

**19 . Other liabilities**

	Sep.30, 2022	Dec.31, 2021
	EGP Thousands	EGP Thousands
Accrued interest payable	1,981,862	1,553,629
Accrued expenses	1,978,333	1,612,875
Accounts payable	5,558,780	4,764,115
Other credit balances	476,176	154,926
<b>Total</b>	<b>9,995,151</b>	<b>8,085,545</b>

**20 . Issued debt instruments**

	interest rate		Sep.30, 2022	Dec.31, 2021
	Sep.30, 2022	Dec.31, 2021	EGP Thousands	EGP Thousands
<b>Fixed rate bonds with 5 years maturity</b>				
Green bonds (USD)	Fixed rate	Fixed rate	1,940,240	1,557,263
<b>Total</b>			<b>1,940,240</b>	<b>1,557,263</b>
Non current balances			1,940,240	1,557,263
<b>Total</b>			<b>1,940,240</b>	<b>1,557,263</b>

**21 . Other Provisions**

Sep.30, 2022	Beginning balance	Charged during the period	Exchange differences of other provisions	Net utilized / recovered during the period	Provisions no longer used	Ending balance
	EGP Thousands					
Provision for legal claims*	7,184	-	281	(212)	(101)	7,152
Provision for contingent	3,205,105	1,797,125	312,516	-	-	5,314,746
Provision for other claim	329,173	6,443	20,628	(1,645)	-	354,599
<b>Total</b>	<b>3,541,462</b>	<b>1,803,568</b>	<b>333,425</b>	<b>(1,857)</b>	<b>(101)</b>	<b>5,676,497</b>
Dec.31, 2021	Beginning balance	Charged during the year	Exchange differences of other provisions	Net utilized / recovered during the year	Provisions no longer used	Ending balance
	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>

\* There is a number of existing cases against the bank on Sep. 30, 2022 for which no provisions are made as the bank doesn't expect to incur losses from it.

A provision for legal cases that are expected to generate losses has been created.

**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 period / year are as follows:

	<b>Sep.30, 2022</b>	Dec.31, 2021
	<u>No. of shares in</u>	<u>No. of shares in</u>
	<u>thousand</u>	<u>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	(350)	(1,774)
Exercised during the period / year	(16,543)	(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	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:

	<b>16th tranche</b>	<b>15th tranche</b>
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 Sep. 30, 2022 for which no provisions are made as the bank doesn't expect to incur losses from it.
- 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	1,082,478
Deposits	151,950
Contingent liabilities	38

**24.2 . Other transactions with related parties**

	<b>Income</b>	<b>Expenses</b>
	EGP Thousands	EGP Thousands
International Co. for Security & Services	70	143,140
CVenture Capital	236	47
Mayfair bank	36	-
Damietta shipping & marine services	1	498
Commercial International Finance Company	1	1,689
Al ahly computer	2	-
TCA Properties	97,690	-

**25 . Important events**

- On September 22, 2022 issued and paid in capital increased by an amount of EGP 10 Bn as free shares financed from general reserve to reach EGP 29,825,134 thousand according to ordinary general assembly meeting decision on March 30, 2021. The Commercial Register has been amended on September 4, 2022 to reflect the increase.
  - 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.
  - During the period, the Bank established a subsidiary company called Commercial International for Finance. The Bank holds a 99.8% ownership stake with a value of EGP 59.9 million after obtaining initial approvals from the regulatory authorities. The company's financial statements have not yet been issued as it has not yet started operating its business activities.
  - 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 US dollar exchange rate from 15.72 pounds per dollar to 19.55 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 at the date 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 third 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.

- On 19 May 2022, the Monetary Policy Committee (MPC) decided to raise the Central Bank of Egypt's (CBE) overnight deposit rate, overnight lending rate, and the rate of the main operation by 200 basis points to 11.25 percent, 12.25 percent, and 11.75 percent, respectively. The discount rate was also raised by 200 basis points to 11.75 percent.

**-Subsequent Events**

On 27 October 2022, Central Bank of Egypt (CBE) has decided to intensify its reform agenda to secure macroeconomic stability and achieve strong, sustainable and inclusive growth. To this end, the CBE moved to a durably flexible exchange rate regime, leaving the forces of supply and demand to determine the value of the EGP against other foreign currencies. Furthermore, in order to uphold the CBE's mandate of ensuring price stability over the medium term, the monetary policy committee (MPC) has decided in its special meeting to raise the overnight deposit rate, the overnight lending rate, and the rate of the main operation by 200 basis points to 13.25 percent, 14.25 percent, and 13.75 percent, respectively. The discount rate was also raised by 200 basis points to 13.75 percent.

**- 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**

	Mayfair Bank Sep.30, 2022 EGP Thousands	Mayfair Bank Dec.31, 2021 EGP Thousands
Acquisition cost	560,963	560,963
Net assets value	(354,676)	(354,676)
Goodwill	206,287	206,287

	Mayfair Bank Sep.30, 2022 EGP Thousands	Mayfair Bank Dec.31, 2021 EGP Thousands
Goodwill at acquisition date	206,287	206,287
Amortization	(99,705)	(68,762)
Net book value	106,582	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**

	Mayfair Bank Sep.30, 2022 EGP Thousands	Mayfair Bank Dec.31, 2021 EGP Thousands
Intangible Assets at acquisition date	51,831	51,831
Amortization	(25,051)	(17,277)
Net book value	26,780	34,554

**28 . Adjustments to calculate the effective tax rate**

	Last 3 Months Sep.30, 2022 EGP Thousands	Last 9 Months Sep.30, 2022 EGP Thousands	Last 3 Months Sep.30, 2021 EGP Thousands	Last 9 Months Sep.30, 2021 EGP Thousands
Profit before tax	6,356,605	17,682,074	5,344,278	13,979,431
Tax rate	22.50%	22.50%	22.50%	22.50%
Income tax based on accounting profit	1,430,236	3,978,467	1,202,463	3,145,372
Add / (Deduct)				
Non-deductible expenses	855,195	2,548,712	584,200	1,743,771
Tax exemptions	(1,713,080)	(4,632,791)	(1,224,830)	(3,269,044)
Withholding tax	1,365,699	3,588,804	970,265	2,483,969
Income tax / Deferred tax	1,938,050	5,483,192	1,532,098	4,104,068
Effective tax rate	30.49%	31.01%	28.67%	29.36%

