

Abu Dhabi Islamic Bank Egypt and International Finance Corporation (IFC) have signed the first Shariah-Compliant Subordinated Tire 2 Financing agreement worth \$ 50 Million.

- The financing provided by the International Finance Corporation (IFC) is the first Shariah-compliant subordinated Tier 2 financing agreement worth \$50 million for a period of five years, and is set to be included in the second tranche of the bank's capital base.
- The financing agreement drives Abu Dhabi Islamic Bank Egypt's expansion plan towards adopting more initiatives aimed at supporting sustainable development.
- Mohamed Aly, CEO and Managing Director: "The financing enhances the bank's future growth plans and contributes significantly to providing financing for small and medium-sized enterprises to support the local industries in Egypt."

Cairo, 17 July 2023: Abu Dhabi Islamic Bank Egypt has announced the signing of the first Shariah-compliant subordinated Tier 2 financing agreement worth \$50 million with the International Finance Corporation (IFC) using the Murabaha system. The financing agreement has a duration of five years and is expected to be included in the bank's second tier of the capital base, with no impact on shareholders' rights. This step is part of Abu Dhabi Islamic Bank Egypt's ongoing strategy to increase its capital base and financial strength, and reflects the global financial institutions' confidence in the bank's performance.

Mohamed Aly, CEO and Managing Director of Abu Dhabi Islamic Bank Egypt, stated: "We are pleased to sign with the International Finance Corporation the first Shariah-compliant Murabaha financing agreement, which is the first of its kind for the International Finance Corporation as Shariah-compliant financing, not only in Egypt but also worldwide. It required a lot of work and preparation with the International Finance Corporation to complete the agreement." He added: "We are always looking for added value for us and society, and we seek to expand the Islamic financing base in Egypt."

"The International Finance Corporation is a member of the World Bank Group and one of the largest and most important financing entities concerned with promoting sustainable private sector investment. It is expected that the financing provided under this agreement will contribute to enhancing the bank's future growth plans and will primarily work on providing financing for small and medium-sized enterprises, thereby supporting local industries in Egypt", Added Aly.

"The financing agreement is expected to help drive the bank's expansion plan towards adopting more initiatives aimed at supporting sustainable development, by providing a greater number of innovative banking solutions that are Shariah-compliant", Aly pointed out.

"IFC's first Sharia-compliant subordinated finance agreement with Abu Dhabi Islamic Bank Egypt reflects our confidence in the bank and its commitment to building a sustainable banking strategy," said Cheick-Oumar Sylla, IFC Director for North Africa and Horn of Africa. "This agreement is also a testament to IFC's support for smaller businesses and our focus on driving sustainable development in the region."

On the other hand, Abu Dhabi Islamic Bank Egypt's receipt of this financing reflects its full adoption of the sustainability concept within its business strategy. Over the past years, the bank's vision for sustainable development has been embodied in its success in adopting an integrated set of initiatives and practices that aim to support development at all economic, social, and environmental levels, in line with Egypt's Vision2030.


Mahmoud El Semeen

Investors relation

Abu Dhabi Islamic Bank- Egypt

