

CREDIT AGRICOLE - EGYPT
Egyptian Joint Stock Company
Condensed Consolidated Financial Statements
And Auditors' Limited Review Report
For The Period Ended 30 June 2023

PricewaterhouseCoopers Ezzeldeen, Diab & Co.

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Public Accountants & Consultants

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Limited Review Report of Condensed Consolidated Interim Financial Statements

To : Board of Directors of Credit Agricole - Egypt (SAE)

Introduction

We have performed a limited review on the accompanying condensed consolidated interim statement of financial position of Credit Agricole Egypt (SAE) (the Bank) and its subsidiary (together "the Group") as at 30 June 2023 and the related condensed consolidated interim statements of income, comprehensive Income, changes in equity and cash flows for the six months then ended, and other explanatory notes. 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 banks' financial statements and basis of recognition and measurement issued by the Central Bank of Egypt on December 16, 2008 as amended by the regulation issued on February 26, 2019 and its subsequent interpretive instructions and central bank of Egypt board of directors resolution on 3 May 2020 regarding issuing condensed consolidated 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 limited review.

Scope of Limited Review

We conducted our limited review in accordance with the Egyptian standard on review engagements (2410) "Review of interim financial information 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 Group 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 accompanying condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with the rules of preparation and presentation of banks' financial statements and basis of recognition and measurement issued by the Central Bank of Egypt on December 16, 2008 as amended by the regulation issued on February 26, 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on 3 May 2020 regarding issuing condensed consolidated interim financial statements for banks and with the requirements of applicable Egyptian laws and regulations.

Cairo, 1 August 2023



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Condensed Consolidated Interim Statement of Financial Position – As of 30 June 2023

(All amounts are in thousand Egyptian pounds)

	Notes	30 June 2023	31 December 2022*
Assets			
Cash and balances with Central Bank of Egypt	13	7,441,385	5,236,268
Due from banks	14	31,226,908	20,765,104
Loans to banks*		-	3,278
Loans and advances to customers	15	35,343,800	33,807,102
Derivative financial assets		27,961	55,294
Financial Investments			
Fair value through other comprehensive income	16	16,833,899	13,124,532
Fair value through profit or loss	16	8,335	11,336
Intangible assets	17	148,609	115,206
Other assets	18	2,001,532	1,652,529
Fixed assets	19	607,218	586,005
Deferred tax assets	12	72,253	9,337
Total assets		93,711,900	75,365,991
Liabilities and Owners' Equity			
Liabilities			
Due to banks	20	1,015,816	460,912
Treasury bills Sold with repurchase agreements		5,951	6,576
Customers' deposits	21	74,981,710	60,492,590
Derivative financial instruments		2,904	38,605
Long term loan	22	1,125,359	996,862
Other liabilities	23	3,017,043	2,267,510
Current income tax liability		839,360	644,323
Other provisions	24	614,186	353,486
Retirement benefit obligations		190,979	190,979
Total liabilities		81,793,308	65,451,843
Owners' Equity			
Paid-in Capital		5,000,000	5,000,000
Reserves		902,333	1,014,156
Retained earnings		6,016,242	3,899,975
		11,918,575	9,914,131
Minority interest		17	17
Total owners' equity		11,918,592	9,914,148
Total liabilities and owners' equity		93,711,900	75,365,991

Cairo 1 August 2023

*Loans to banks presentation was amended as in Note 32
-The accompanying notes from note 1 to 33 are an integral part of these condensed financial statements.
- Limited Review report attached.

Jean-Pierre Trinelle
Managing Director



Condensed Consolidated Interim Income Statement for The Period Ended 30 June 2023

(All amounts are in thousand Egyptian pounds)

	Notes	From 1/1/2023 To 30/6/2023	From 1/1/2022 To 30/6/2022	From 1/4/2023 To 30/6/2023	From 1/4/2022 To 30/6/2022
Interest on loans and similar income	4	5,037,863	2,819,678	2,735,538	1,453,398
Interest expenses and similar charges	4	(1,793,779)	(1,178,825)	(997,699)	(593,850)
Net interest income		3,244,084	1,640,853	1,737,839	859,548
Fees and commission income	5	1,118,735	534,164	578,008	288,577
Fees and commission expense	5	(279,956)	(208,947)	(146,339)	(105,410)
Net fee and commission income		838,779	325,217	431,669	183,167
Dividend income	6	8,399	5,152	8,399	5,152
Net trading income	7	235,119	136,594	81,851	63,370
Gains from financial investments	8	109,475	29,619	58,087	11,731
Impairment (charge) for credit losses	9	(10,476)	(90,806)	(14,432)	(15,470)
Administrative expenses	10	(944,009)	(769,135)	(493,770)	(390,441)
Other net operating income / (expense)	11	(144,633)	110,398	(84,895)	(1,630)
Profit before income tax		3,336,738	1,387,892	1,724,748	715,427
Income tax expense	12	(823,854)	(372,637)	(435,609)	(191,715)
Profit for the period		2,512,884	1,015,255	1,289,139	523,712
Parent company share		2,512,883	1,015,254	1,289,139	523,711
Minority share		1	1	-	1
		2,512,884	1,015,255	1,289,139	523,712

-The accompanying notes from note 1 to 33 are an integral part of these condensed financial statements.

Condensed Consolidated Interim Statement of Comprehensive Income for The Period Ended 30 June 2023

(All amounts are in thousand Egyptian pounds)

	From 1/1/2023 To 30/6/2023	From 1/1/2022 To 30/6/2022	From 1/4/2023 To 30/6/2023	From 1/4/2022 To 30/6/2022
Net profit for the Period	2,512,884	1,015,255	1,289,139	523,712
<u>Items that will not be reclassified to the Profit or Loss:</u>				
Net change in fair value of investments in equity instruments measured at fair value through other comprehensive income	-	23,791	-	23,791
<u>Items that is or may be reclassified to the profit or loss:</u>				
Net change in fair value of debt instruments measured at fair value through other comprehensive income	(274,139)	(88,122)	86,940	(90,151)
Expected credit loss for fair value of debt instruments measured at fair value through other comprehensive income	32,628	7,633	16,795	4,232
Total other comprehensive income items for the Period	(241,511)	(54,312)	103,735	(62,534)
Total other comprehensive income for the Period	2,271,373	960,943	1,392,874	461,178

•The accompanying notes from note 1 to 33 are an integral part of these condensed financial statements

Condensed Consolidated Interim Statement of changes in Owners' Equity for The Period Ended 30 June 2023

(All amounts are in thousand Egyptian pounds)

30 June 2022
Balance at 1 January 2022

	Paid in capital	Reserves	Retained earnings	Parent company share	Minority Interest	Total
Balance at 1 January 2022	5,000,000	883,574	2,777,188	8,660,762	17	8,660,779
Dividends relating to 2021	-	-	(1,072,908)	(1,072,908)	(1)	(1,072,909)
Transfer to Capital reserve	-	48,920	(48,920)	-	-	-
Transfer to Legal reserve	-	77,874	(77,874)	-	-	-
Transfer to Banking general risks reserve	-	535	(535)	-	-	-
Transfer to Banking Sector Support & Development Fund	-	-	(15,430)	(15,430)	-	(15,430)
Balances after profit distribution	5,000,000	1,010,903	1,561,521	7,572,424	16	7,572,440
Net change in other comprehensive income	-	(54,312)	-	(54,312)	-	(54,312)
Net profit for the period	-	-	1,015,254	1,015,254	1	1,015,255
Balance as at 30 June 2022	5,000,000	956,591	2,576,775	8,533,366	17	8,533,383

30 June 2023
Restated balance at 1 January 2023

	Paid in capital	Reserves	Retained earnings	Parent company share	Minority Interest	Total
Restated balance at 1 January 2023	5,000,000	1,014,156	3,899,975	9,914,131	17	9,914,148
Dividends relating to 2022	-	-	(242,820)	(242,819)	(1)	(242,820)
Transfer to Capital reserve	-	3,011	(3,011)	-	-	-
Transfer to Legal reserve	-	121,442	(121,442)	-	-	-
Transfer to Banking general risks reserve	-	5,235	(5,235)	-	-	-
Transfer to Banking Sector Support & Development Fund	-	-	(24,109)	(24,109)	-	(24,109)
Balances after profit distribution	5,000,000	1,143,844	3,503,358	9,647,203	16	9,647,219
Net change in other comprehensive income	-	(241,511)	-	(241,511)	-	(241,511)
Re-Classification Mutual Fund to OCI	-	-	-	-	-	-
Net profit for the period	-	-	2,512,884	2,512,883	1	2,512,884
Balance as at 30 June 2023	5,000,000	902,333	6,016,242	11,918,575	17	11,918,592

•The accompanying notes from note 1 to 33 are an integral part of these condensed financial statements

Condensed Consolidated Interim Statement of Cash Flows for The Period Ended 30 June 2023

(All amounts are in thousand Egyptian pounds)

	Notes	For the period ended	
		30 June 2023	30 June 2022
<u>Cash flows from operating activities</u>			
Net profit before income tax		3,336,738	1,387,892
Adjustments to reconcile net profit to cash flow from operating activities:			
Depreciation and amortization		82,007	71,108
Impairment release / (charge) for credit losses	8	10,476	90,806
Other provision charges / (release)	24	220,560	(86,161)
Used provision - other than loans provision	24	(103)	(656)
Amortization of discount/premium on investments through OCI		(481,753)	(319,984)
Foreign currencies revaluation of provisions rather than LLP		60,619	27,423
Foreign currencies revaluation of investments rather than through P&L		(751,516)	(9,879)
Revaluation of investments at fair value through profit / Loss		(6,353)	15,851
(Profit) on sale of fixed assets		412	(214)
Foreign currencies revaluation of other loans		184,605	92,583
Operating profit before changes in operating assets & liabilities		2,655,692	1,268,769
<u>Net decrease (increase) in assets and liabilities</u>			
Due from Central Bank of Egypt		(1,940,706)	1,007,214
Due from banks		(495,787)	820,386
Loans and advances		(1,526,121)	(2,648,642)
Derivative financial instruments (net)		(23,300)	11,573
Other assets		(349,003)	(159,355)
Due to banks		554,904	585,296
Customers' deposits		14,489,120	892,254
Other liabilities		724,808	271,154
Income taxes paid		(691,743)	(360,992)
Net cash generated from operating activities		13,397,864	1,687,657
<u>Cash flows from investing activities</u>			
Purchase of assets & branches leasehold improvements		(137,066)	(41,092)
Proceeds from sale of fixed assets & Intangible assets		6,796	214
Proceeds from sale redemption of financial investments		77,071,581	114,974,439
Purchases of securities other than through P&L other investments		(78,750,021)	(115,529,222)
Net cash (used in) investing activities		(1,808,710)	(595,661)

Cash flows from financing activities

Other Loans	(56,108)	50,766
Dividends paid	(242,820)	(1,072,909)
Net cash (used in) financing activities	(298,928)	(1,022,143)

Net change in cash and cash equivalents during the period	11,290,226	69,853
Cash and cash equivalents at beginning of the Period	20,782,630	11,421,924
Cash and cash equivalents at the end of the period	32,072,856	11,491,777

Cash and cash equivalents are represented in :

Cash and due from Central Bank of Egypt	13	7,441,385	4,386,495
Due from banks	14	31,240,133	8,273,463
Treasury bills	16	10,841,932	9,053,469
Balances with Central Bank of Egypt (Reserve ratio)		(5,365,730)	(2,363,202)
Deposits with banks (Maturity more than three months)		(2,419,289)	(250,000)
Treasury bills (Maturity more than three months)		(9,665,575)	(7,608,448)
Cash and cash equivalents at the end of the period	27	32,072,856	11,491,777

•The accompanying notes from note 1 to 33 are an integral part of these condensed financial statements

Notes to the condensed consolidated financial statements for the period ended 30 June 2023

1. General Information

Credit Agricole - Egypt Bank (S.A.E.) provides corporate banking, retail, and investment banking services in the Arab Republic of Egypt and foreign countries through its head office at 5th Settlement and 84 branches that employs over 2,576 people at the balance sheet date.

The bank is an Egyptian Joint Stock Company incorporated in accordance with law 159 of 1981 in the Arab Republic of Egypt. The head office of the bank is at the Touristic Area, land piece (9/10/11/12/13)A- 5th Settlement, Cairo Governance, Egypt. The bank is listed in Egyptian Stock Exchanges.

The Egyptian Housing Finance Company (EHFC) is an Egyptian Joint Stock Company established pursuant to the provisions of the law No. 159 of 1981 and its executive regulations as amended by law No 3 of 1998, taking into consideration the provisions of law No. 95 of 1992 and its executive regulations and the Real Estate Finance Law No. 148 of 2001 and its executive regulations.

The bank owns a number of 9,999,000 share in which the bank share is 99.99% from the company's capital, the consolidated financial statements is comprised of the bank's financial statement and its subsidiary (both grouped and called consolidated).

This financial statements have been approved for issuance by the board of directors on August 1, 2023.

This is the first consolidated periodic condensed financial statements issued by the bank instead of the full periodic financial statements in accordance with the instructions of the Central Bank dated 3 May 2020 to prepare condensed periodic financial statements

2. Basis of preparation

The condensed consolidated financial statements have been prepared in accordance with the Central Bank of Egypt approved by the Board of Directors on December 16, 2008, Also according to the instructions for applying IFRS 9 issued by the Central Bank of Egypt on February 2019. The bank issued condensed financial statements based on the Central Bank of Egypt instructions on May 5, 2020, Which allows banks to issue condensed Interim financial statements.

References is made to what not mentioned in the instructions of 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 the full annual separate financial statements prepared in accordance with the CBE rules as mentioned above and should be read in conjunction with the bank's financial statements and for the year ended 31 December 2022

In preparing these condensed consolidated interim financial statements, significant judgments made by the management in applying the bank's accounting policies and key sources of estimation were the same as those were applied to the separate financial statements and for the year ended 31 December 2022.

A. Credit risk exposure before guarantees

(All amounts are in thousand Egyptian pounds)

	<u>30 June</u> <u>2023</u>	<u>31 December</u> <u>2022</u>
Credit risk exposures relating to on-balance sheet items :		
Cash and balances with central bank of Egypt	5,365,730	3,425,024
Due from Banks	31,240,134	20,772,807
Loans to banks	-	3,278
<u>Loans to customers</u>		
Loans to Individuals:		
- Overdrafts	104,582	124,051
- Credit cards	1,183,522	1,172,542
- Personal Loans	8,032,824	8,116,570
- Real Estate Loans	1,212,483	1,056,582
Loans To corporate entities:		
- Overdrafts	8,580,736	7,170,554
- Direct Loans	16,060,847	15,265,338
- Syndicated loans	1,374,561	1,598,834
- Other Loans	315,405	792,937
Derivative financial instruments	27,961	55,294
<u>Investment securities</u>		
- Fair value through other comprehensive income	16,590,269	12,910,771
Other Assets	985,168	743,866
Total	<u>91,074,222</u>	<u>73,208,448</u>
	<u>30 June</u>	<u>31 December</u>
	<u>2023</u>	<u>2022</u>
Credit risk exposures relating to off-balance sheet items:		
Customer Liabilities Under Acceptances	2,905,271	2,512,516
Commitments (Loans and liabilities – irrevocable)	2,621,676	2,811,864
Letter of credit	1,020,680	1,471,500
Letters of guarantee	15,719,466	14,237,198
Total	<u>22,267,093</u>	<u>21,033,078</u>

The above table represents a worse-case scenario of credit risk exposure to the bank at 30 June 2023 and 31 December 2022, without taking into account of any collateral held or other credit enhancements attached. For on-balance-sheet assets, the exposures set out above are based on gross carrying amounts before deducting their excepted credit losses

The following table provides information on the quality of financial assets during the period:

Due from banks

30 June 2023	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	25,697,385	2,419,289	-	28,116,674
Normal watch-list	3,123,460	-	-	3,123,460
Special watch-list	-	-	-	-
Non-performing loan	-	-	-	-
Allowance for impairment losses	-	(13,226)	-	(13,226)
Net	28,820,845	2,406,063	-	31,226,908

31 December 2022	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	17,997,511	1,923,502	-	19,921,013
Normal watch-list	851,794	-	-	851,794
Special watch-list	-	-	-	-
Non-performing loan	-	-	-	-
Allowance for impairment losses	-	(7,703)	-	(7,703)
Net	18,849,305	1,915,799	-	20,765,104

Retail loans

30 June 2023	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	103,968	-	-	103,968
Normal watch-list	9,634,562	226,108	-	9,860,670
Special watch-list	-	367,881	-	367,881
Non-performing loan	-	-	200,892	200,892
Allowance for impairment losses	(64,940)	(46,976)	(122,173)	(234,089)
Net	9,673,590	547,013	78,719	10,299,322

31 December 2022	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	123,528	-	-	123,528
Normal watch-list	9,540,710	199,372	-	9,740,082
Special watch-list	-	391,037	-	391,037
Non-performing loan	-	-	215,098	215,098
Allowance for impairment losses	(65,562)	(46,716)	(133,038)	(245,316)
Net	9,598,676	543,693	82,060	10,224,429

Corporate loans

30 June 2023	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	18,954,787	4,872,952	-	23,827,739
Normal watch-list	313,050	1,512,588	-	1,825,638
Special watch-list	1,383	1,602	-	2,985
Non-performing loan	-	-	777,346	777,346
Allowance for impairment losses	(186,323)	(456,742)	(629,474)	(1,272,539)
Net	19,082,897	5,930,400	147,872	25,161,169

31 December 2022	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	18,328,819	4,312,152	-	22,640,971
Normal watch-list	309,059	1,109,945	-	1,419,004
Special watch-list	-	77,592	-	77,592
Non-performing loan	-	-	777,125	777,125
Allowance for impairment losses	(203,388)	(386,262)	(648,904)	(1,238,854)
Net	18,434,190	5,113,427	128,221	23,675,838

Debt instruments at fair value through other Comprehensive Income

30 June 2023	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	-	-	-	-
Normal watch-list	13,200,302	3,389,967	-	16,590,269
Special watch-list	-	-	-	-
Non-performing loan	-	-	-	-
Allowance for impairment losses	-	(105,738)	-	(105,738)
Total - fair value	13,200,302	3,284,229	-	16,484,531

31 December 2022	Stage 1	Stage 2	Stage 3	Total
Credit rating	Months-12	Life time	Life time	
Good debts	-	-	-	-
Normal watch-list	9,839,876	3,070,895	-	12,910,771
Special watch-list	-	-	-	-
Non-performing loan	-	-	-	-
Allowance for impairment losses	-	(73,110)	-	(73,110)
Total - fair value	9,839,876	2,997,785	-	12,837,661

The following table shows changes in impairment credit losses between the beginning and ending of the period as a result of these factors:

Due from banks

30 June 2023	Stage 1 Months 12	Stage 2 Life time	Stage 3 Life time	Total
Balance at the 1 January 2023	-	7,703	-	7,703
New financial assets purchased or issued	-	11,273	-	11,273
Financial assets have been matured or derecognised	-	(7,703)	-	(7,703)
Foreign exchange translation differences	-	1,953	-	1,953
Balance at the Period end	-	13,226	-	13,226

31 December 2022	Stage 1 Months 12	Stage 2 Life time	Stage 3 Life time	Total
Balance at the 1 January 2022	34	3,647	-	3,681
New financial assets purchased or issued	43	4,955	-	4,998
Financial assets have been matured or derecognised	(80)	(3,647)	-	(3,727)
Foreign exchange translation differences	3	2,748	-	2,751
Balance at the year end	-	7,703	-	7,703

Retail loans

30 June 2023	Stage 1 Months 12	Stage 2 Life time	Stage 3 Life time	Total
Balance at the 1 January 2023	65,562	46,716	133,038	245,316
Transfer to Stage 1 From Stage	14,448	(14,448)	-	-
Transfer to Stage 2 From Stage	(11,222)	13,854	(2,632)	-
Transfer to Stage 3 From Stage	(579)	(21,414)	21,993	-
Changes in PDs/LGDs/EADs	1,527	23,015	36,444	60,986
Financial assets have been matured or derecognised	(4,796)	(747)	(5,365)	(10,908)
Collections of loans previously written-off	-	-	39,778	39,778
Loans written-off during the Period	-	-	(101,083)	(101,083)
Balance at the Period end	64,940	46,976	122,173	234,089

31 December 2022	Stage 1 Months 12	Stage 2 Life time	Stage 3 Life time	Total
Balance at the 1 January 2022	59,467	59,920	135,508	254,895
Transfer to Stage 1 From Stage 2	28,431	(28,401)	(30)	-
Transfer to Stage 2 From Stage 1	(34,218)	45,024	(10,806)	-
Transfer to Stage 2 From Stage 3	(3,085)	(63,391)	66,476	-
Changes in PDs/LGDs/EADs	24,063	36,920	86,279	147,262
Financial assets have been matured or derecognised	(9,096)	(3,356)	(20,887)	(33,339)
Collections of loans previously written-off	-	-	91,524	91,524
Loans written-off during the year	-	-	(215,026)	(215,026)
Balance at the year end	65,562	46,716	133,038	245,316

Corporate loans

30 June 2023	Stage 1 Months 12	Stage 2 Life time	Stage 3 Life time	Total
Balance at the 1 January 2023	203,688	386,262	648,904	1,238,854
Transfer to Stage 1	10,507	(10,507)	-	-
Transfer to Stage 2	(36,221)	36,221	-	-
Transfer to Stage 3	(243)	(241)	484	-
Changes in PDs/LGDs/EADs	2,395	20,900	(46,496)	(23,201)
Financial assets have been matured or derecognised	(15,522)	(13,559)	(5,095)	(34,176)
Collections of loans previously written-off	-	-	8,577	8,577
Loans written-off during the Period	-	-	(3,565)	(3,565)
Foreign exchange translation differences	21,719	37,666	26,665	86,050
Balance at the Period end	186,552	456,742	629,474	1,272,539

31 December 2022	Stage 1 Months 12	Stage 2 Life time	Stage 3 Life time	Total
Balance at the 1 January 2022	296,766	399,881	560,599	1,257,246
Transfer to Stage 1	142,212	(142,212)	-	-
Transfer to Stage 2	(262,257)	262,257	-	-
Transfer to Stage 3	-	(197,451)	197,451	-
Changes in PDs/LGDs/EADs	20,679	49,993	58,006	128,678
Financial assets have been matured or derecognised	(28,960)	(22,307)	-	(51,267)
Collections of loans previously written-off	-	-	632	632
Loans written-off during the year	-	-	(231,710)	(231,710)
Foreign exchange translation differences	35,248	36,101	63,926	135,275
Balance at the year end	203,688	386,262	648,904	1,238,854

Debt instruments at fair value through other comprehensive income

30 June 2023	Stage 1	Stage 2	Stage 3	Total
	Months 12	Life time	Life time	
Balance at the beginning of the Period	-	73,110	-	73,110
Changes in PDs/LGDs/EADs	-	(36,674)	-	(36,674)
New financial assets purchased or issued	-	123,989	-	123,989
Financial assets have been matured or derecognized	-	(73,110)	-	(73,110)
Foreign exchange translation differences	-	18,423	-	18,423
Balance at the Period end	-	105,738	-	105,738

31 December 2022	Stage 1	Stage 2	Stage 3	Total
	Months 12	Life time	Life time	
Balance at the beginning of the year	-	42,951	-	42,951
Changes in PDs/LGDs/EADs	-	(3,172)	-	(3,172)
New financial assets purchased or issued	-	47,813	-	47,813
Financial assets have been matured or derecognized	-	(42,066)	-	(42,066)
Foreign exchange translation differences	-	27,584	-	27,584
Balance at the year end	-	73,110	-	73,110

B. Market risk

The bank takes on exposure to market risks, which is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risks arise from open positions in interest rate, currency and equity products all of which to expect are exposed to general and specific market movements and changes in the level of volatility of market rates or prices such as interest rates, credit spreads foreign exchange rates and equity prices The bank separates exposures to market risk into either trading or non-trading portfolios.

The market risks arising from trading and non-trading activities are concentrated in bank treasury and monitored by two teams separately. Regular reports are submitted to the Board of Directors and heads of each business unit regularly.

Trading portfolios include those positions arising from market-making transactions where the bank acts as principal with clients or with the market.

Non-trading portfolios primarily arise from the interest rate management of the entity's retail and commercial banking assets and liabilities. Non-trading portfolios also consist of foreign exchange and equity risks arising from the bank's held-to-maturity and available-for-sale investments.

C. Interest rate risk

- Interest rate risk is the risk to income or capital arising from fluctuating interest rates. Interest rate risk is a vital part of the Bank's business activity as taking on excessive interest rate risk exposure can potentially threaten earnings and the Bank's equity.
- Accordingly, interest rate risk is measured to manage the level of exposure to adverse movements of interest rates and limit the potential risk that can be derived.

D. Liquidity risk

- Liquidity risk management is the ability to accurately identify and quantify the main sources of the bank's liquidity risk in a timely manner.
- Liquidity risk arises from either the bank's inability to meet its obligations as they fall due or to fund increases in assets without incurring undesirable cost or losses.
- Liquidity risks are categorized into two risk types:
 - o Funding liquidity risk when the Bank cannot fulfill its payment obligations because of an inability to obtain funding.
 - o Market liquidity risk when the Bank is unable to sell or transform its Liquidity buffer into cash without significant losses.

3. Segment analysis

Segment activity involves operating activities, assets used in providing banking services, and risk and return management associated with this activity, which might differ from other activities. Segment analysis for the banking operations involves the following:

Large, medium, and small enterprises:

Including current account, deposit, overdraft account, loan, credit facilities, and financial derivative activities.

Investment:

Encompasses money management activities.

Retail:

Encompasses current account, saving account, deposit, credit card, personal loans, and real estate loans activities,

Asset and liability management:

Encompasses other banking operations, such as asset and liability management. It also encompasses administrative expenses that can hardly be classified with other sectors.

Transactions among segments are performed according to the bank's operating cycle, and include operating assets and liabilities as presented in the bank's statement of financial position.

a. Segment reporting analysis

(All amounts are in thousand Egyptian pounds)

<u>30 June 2023</u>	Corporate banking	SMEs	Investment banking	Retail	Assets and liabilities management	Total
Revenues and expenses according to the sector activity						
Revenues of the sector activity	1,804,624	563,876	207,794	1,296,088	563,474	4,435,856
Expenses of the sector	(416,055)	(133,766)	(18,927)	(534,222)	3,852	(1,099,118)
Result of the sector operations	1,388,569	430,110	188,867	761,866	567,326	3,336,738
Profit before tax	1,388,569	430,110	188,867	761,866	567,326	3,336,738
Taxes	(344,195)	(106,250)	(48,267)	(185,877)	(139,265)	(823,854)
Net profit	1,044,374	323,860	140,600	575,989	428,061	2,512,884
Assets and Liabilities according to the sector activity						
Assets of the sector activity	23,618,966	1,684,567	37,087,401	10,299,321	21,021,694	93,711,949
Total assets	23,618,966	1,684,567	37,087,401	10,299,321	21,021,694	93,711,949
Liabilities of the sector activity	38,223,287	8,987,146	1,019,541	28,245,965	5,317,418	81,793,357
Total Liabilities	38,223,287	8,987,146	1,019,541	28,245,965	5,317,418	81,793,357
<u>30 June 2022</u>	Corporate banking	SMEs	Investment banking	Retail	Assets and liabilities management	Total
Revenues and expenses according to the sector activity						
Revenues of the sector activity	688,588	179,209	109,112	843,195	317,331	2,137,435
Expenses of the sector	(134,385)	(73,727)	(77,172)	(490,155)	25,896	(749,543)
Result of the sector operations	554,203	105,482	31,940	353,040	343,227	1,387,892
Profit before tax	554,203	105,482	31,940	353,040	343,227	1,387,892
Taxes	(143,517)	(31,361)	(9,269)	(95,935)	(92,555)	(372,637)
Net profit	410,686	74,121	22,671	257,105	250,672	1,015,255
Assets and Liabilities according to the sector activity						
Assets of the sector activity	21,352,105	729,761	13,633,928	10,286,347	16,394,289	62,396,430
Total assets	21,352,105	729,761	13,633,928	10,286,347	16,394,289	62,396,430
Liabilities of the sector activity	18,726,876	5,491,541	925,728	25,036,897	3,682,005	53,863,047
Total Liabilities	18,726,876	5,491,541	925,728	25,036,897	3,682,005	53,863,047

* Revenues of the sector activity includes Net interest income, Net fee and commission income, Dividend income, Net trading income and Gains from financial investments

b. Geographical sector analysis

(All amounts are in thousand Egyptian pounds)

<u>30 June 2023</u>	Cairo	Alex, Delta & Sinai	Upper Egypt	Total
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Revenues & Expenses according to the geographical sectors

Revenues of the Geographical sectors	5,956,054	443,511	110,026	6,509,591
Expenses of the Geographical sectors	(2,810,403)	(302,610)	(59,840)	(3,172,853)
Result of sector operations	3,145,651	140,901	50,186	3,336,738
Profit before tax	3,145,651	140,901	50,186	3,336,738
Tax	(780,838)	(31,724)	(11,292)	(823,854)
Profit of the Period	2,364,813	109,177	38,894	2,512,884

	<u>30 June 2022</u>	Cairo	Alex, Delta & Sinai	Upper Egypt	Total
Revenues & Expenses according to the geographical sectors					
Revenues of the Geographical sectors		3,110,808	312,612	101,787	3,525,207
Expenses of the Geographical sectors		(1,808,978)	(264,562)	(63,775)	(2,137,315)
Result of sector operations		1,301,830	48,050	38,012	1,387,892
Profit before tax		1,301,830	48,050	38,012	1,387,892
Tax		(353,104)	(10,979)	(8,554)	(372,637)
Profit of the Period		948,726	37,071	29,458	1,015,255

4. Net interest income
Interest on loans and similar income
**30 June
2023
LE,000**
**30 June
2022
LE,000**

To customers	2,817,941	1,877,509
	2,817,941	1,877,509
Treasury bills	522,077	338,344
Balances with banks	1,284,832	161,321
Investments in debt instruments	413,013	442,504
	2,219,922	942,169
	5,037,863	2,819,678
Interest on deposits and similar expenses		
Deposits and current accounts:		
- To banks	(20,216)	(52,809)
- To customers	(1,722,312)	(1,107,239)
- Other Loans	(51,160)	(18,527)
- Others	(91)	(250)
	(1,793,779)	(1,178,825)
Net interest income	3,244,084	1,640,853
	30 June	30 June
5. <u>Net fee and commission income</u>	2023	2022
	LE,000	LE,000
Fee and Commission income :		
Credit related fees and commissions	895,169	418,194
Trust and other custody fees	25,747	14,356
Other fees	197,819	101,614
Total	1,118,735	534,164
Fee and Commission expense :		
Other fees and commissions paid	(279,956)	(208,947)
	(279,956)	(208,947)
Net fee and Commission	838,779	325,217
	30 June	30 June
6. <u>Dividend Income</u>	2023	2022
	LE,000	LE,000
Investment at Fair value through OCI	8,399	5,152
Total	8,399	5,152

	30 June 2023 LE,000	30 June 2022 LE,000
7. <u>Net trading income</u>		
Foreign exchange:		
Gains from foreign currencies transactions	220,854	124,158
Gain on revaluation of currency swap contracts	7,629	6,463
Gain on revaluation of option deals	2,073	7,756
Net changes in fair value through profit / Loss	(412)	13,916
Interest Income from investment at fair value through profit / Loss	3,819	(15,736)
Gain on investment at fair value through profit / Loss	1,156	37
	235,119	136,594
8. <u>Gains from financial investments</u>		
Gain on sale of Treasury Bills	109,475	29,619
	109,475	29,619
9. <u>Impairment (charge) for credit losses</u>		
Loans and advances to customers	7,299	(81,414)
Due from banks	(3,570)	(1,759)
Debt instruments at fair value through other comprehensive income	(14,205)	(7,633)
	(10,476)	(90,806)
10. <u>Administrative expenses</u>		
Staff costs		
Wages and salaries	(382,175)	(305,767)
Social insurance costs	(76,987)	(64,573)
	(459,162)	(370,340)
Other Administrative expenses	(484,847)	(398,795)
	(944,009)	(769,135)
11. <u>Other operating / (expense)</u>		
(Charge) Other provisions	(220,560)	86,161
Revaluation on foreign currencies assets & Liabilities rather than those held for trading (loss) / Profit on asset acquired revaluation	34,130	20,193
Profit on sale of fixed assets	6,353	214
Others	35,444	3,830
	(144,633)	110,398

Other provisions includes (176,411) thousand EGP (Charge) Provision for contingent liabilities for financial period ended on June 30, 2023 (June 30, 2022 : 59,295 thousand EGP release)

12. Income tax expense

	30 June 2023 LE,000	30 June 2022 LE,000
Current tax	(886,780)	(385,786)
Deferred tax	62,926	13,149
	(823,854)	(372,637)
	30 June 2023 LE,000	30 June 2022 LE,000
Profit before tax	3,336,738	1,387,892
Tax calculated at applied tax rate	(750,766)	(312,276)
Non deductible expenses including deferred tax	(181,278)	(167,007)
Tax on interest from T-bills and G-bonds	(189,466)	(160,358)
Tax exempted income	281,027	267,071
Foreign tax	-	(67)
Prior years Adjustment	16,629	-
Income tax expense	(823,854)	(372,637)
Effective tax rate	24.7%	26.8%

Movement of deferred tax assets

	30 June 2023 LE,000	31 December 2022 LE,000
Deferred tax assets:		
Provisions	110,387	61,728
	110,387	61,728
Deferred tax liabilities:		
Fixed assets	38,134	39,603
Provisions	-	12,788
	38,134	52,391
Net balance of deferred tax assets	72,253	9,337

13. <u>Cash and balances with Central Bank of Egypt</u>	30 June 2023 LE,000	31 December 2022 LE,000
Cash on hand	2,075,655	1,811,244
Balances with the Central Bank of Egypt -reserve ratio	5,365,730	3,425,024
	7,441,385	5,236,268
Non-interest bearing balances	7,441,385	5,236,268
	7,441,385	5,236,268
14. <u>Due from banks</u>	30 June 2023 LE,000	31 December 2022 LE,000
Current accounts	5,259,806	2,433,758
Placements with other banks	25,980,328	18,339,049
	31,240,134	20,772,807
Expected credit loss	(13,226)	(7,703)
Balance	31,226,908	20,765,104
Central bank of Egypt	15,563,648	13,513,637
Local banks	3,925,437	1,552,967
Foreign banks	11,751,049	5,706,203
	31,240,134	20,772,807
Expected credit loss	(13,226)	(7,703)
Balance	31,226,908	20,765,104
Non-interest bearing balances	5,259,806	2,433,758
Interest bearing balances	25,980,328	18,339,049
	31,240,134	20,772,807
Expected credit loss	(13,226)	(7,703)
Balance	31,226,908	20,765,104
The movement in provision - Due from banks	30 June 2023 LE,000	31 December 2022 LE,000
Balance at 1 January 2022	7,703	3,681
Impairment (charge)	3,570	1,271
Exchange differences	1,953	2,751
Balance at the Period end	13,226	7,703

	30 June 2023 LE,000	31 December 2022 LE,000
15. <u>Loans and advances to customers (net)</u>		
Individual		
Overdrafts	104,582	124,051
Credit cards	1,183,522	1,172,542
Personal Loans	8,032,824	8,116,570
Real Estate Loans	1,212,483	1,056,582
Total (1)	10,533,411	10,469,745
Corporate entities		
Overdrafts	8,580,736	7,170,554
Direct Loans	16,060,847	15,265,338
Syndicated loans	1,374,561	1,598,834
Other Loans	315,405	792,937
Total (2)	26,331,549	24,827,663
Total Loans and advances (1+2)	36,864,960	35,297,408
Less :		
Unearned Income	(14,532)	(6,136)
Allowance for impairment	(1,506,628)	(1,484,170)
Net	35,343,800	33,807,102
Current Balances	24,276,938	23,837,227
Non-Current Balances	12,588,022	11,460,181
	36,864,960	35,297,408

Allowance for impairment
30 June 2023

Individuals	Overdrafts	Credit cards	Personal loans	Real estate loans	Total
Balance at 1 January 2023	523	46,917	187,200	10,676	245,316
Impairment charge	91	4,794	44,933	260	50,078
Loans written off during the period	-	(12,243)	(88,840)	-	(101,083)
Amount recoveries during the period	-	6,727	33,051	-	39,778
Balance at the period end	614	46,195	176,344	10,936	234,089
Corporate entities	Overdrafts	Direct Loans	Syndicated loans	Other Loans	Total
Balance at 1 January 2023	761,438	349,522	125,663	2,231	1,238,854
Impairment (release) / charge	41,074	14,504	(115,412)	2,457	(57,377)
Loans written off during the period	(3,565)	-	-	-	(3,565)
Amount recoveries during the period	8,577	-	-	-	8,577
Exchange differences	26,959	27,613	31,478	-	86,050
Balance at the period end	834,483	391,639	41,729	4,688	1,272,539
Total					1,506,628

31 December 2022

Individuals	Overdrafts	Credit cards	Personal loans	Real estate loans	Total
Balance at 1 January 2022	411	46,030	198,886	9,568	254,895
Impairment charge / (release)	112	9,366	103,337	1,108	113,923
Loans written off during the year	-	(23,530)	(191,496)	-	(215,026)
Amount recoveries during the year	-	15,051	76,473	-	91,524
Balance at the year end	523	46,917	187,200	10,676	245,316
Corporate entities	Overdrafts	Direct Loans	Syndicated loans	Other Loans	Total
Balance at 1 January 2022	516,926	692,987	46,495	838	1,257,246
Impairment (release) / charge	252,256	(237,363)	61,177	1,341	77,411
Loans written off during the year	(76,531)	(155,179)	-	-	(231,710)
Amount recoveries during the year	632	-	-	-	632
Exchange differences	68,155	49,077	17,991	52	135,275
Balance at the year end	761,438	349,522	125,663	2,231	1,238,854
Total					1,484,170

	30 June 2023 LE,000	31 December 2022 LE,000
16. <u>Financial Investments</u>		
Fair value through other comprehensive income		
Debt instruments at fair value unlisted - Treasury bills	10,654,650	6,982,691
Debt instruments at fair value listed - Bonds	5,935,619	5,928,080
Equity instruments at fair value unlisted	41,004	41,004
Mutual fund Certificates - according to law requirements*	202,626	172,757
Total investment measured at fair value through other comprehensive income	16,833,899	13,124,532
Fair value through other profit or loss		
Governmental Bonds	8,335	11,336
Total investment measured at fair value through profit or loss	8,335	11,336
Total Financial investments	16,842,234	13,135,868
Current Balances	13,510,726	8,801,079
Non-current balances	3,331,508	4,334,789
	16,842,234	13,135,868
Debt instruments with fixed interest rates	16,598,604	12,922,107
	16,598,604	12,922,107
<u>Treasury bills according to the following maturities:</u>	30 June 2023 LE,000	31 December 2022 LE,000
Treasury bills, maturity 91 days	1,244,824	148,714
Treasury bills, maturity 182 days	2,105,382	220,828
Treasury bills, maturity 273 days	1,437,159	918,462
Treasury bills, maturity 364 days	6,504,115	5,962,738
Unearned interest	(636,830)	(268,051)
	10,654,650	6,982,691

	30 June 2023 LE,000	31 December 2022 LE,000
17. <u>Intangible assets</u>		
Balance at beginning of the period		
Cost	433,479	405,432
Accumulated amortization	(318,273)	(267,880)
Net book value	115,206	137,552
Balance for the current period		
Net Book value at the beginning of the period	115,206	137,552
Additions	60,665	28,047
Amortization expense	(27,262)	(50,393)
Net Book Value at the end of the current period	148,609	115,206
Balance at the end of the current period		
Cost	494,144	433,479
Accumulated amortization	(345,535)	(318,273)
Net book value	148,609	115,206
18. <u>Other assets</u>		
Accrued revenues	985,168	743,866
Prepaid expenses	357,452	287,052
Advance payments for purchase of fixed assets	221,628	144,388
Assets reverted to the Bank in settlement of debts	117,971	117,971
Deposits with others and imprest fund	17,825	15,102
Other	301,488	344,150
Total	2,001,532	1,652,529

19. Fixed Assets

	Land	Buildings	Computer systems	Vehicles	Fixtures	Machinery and equipment	Furniture	Other	Total
Balance as of 31 January 2022									
Cost	56,822	428,022	307,998	26,496	297,051	49,896	40,533	130,425	1,337,243
Accumulated Depreciation	-	(160,503)	(231,322)	(18,534)	(234,726)	(34,167)	(25,784)	(56,260)	(761,296)
Net book value as of 31 January 2022	56,822	267,519	76,676	7,962	62,325	15,729	14,749	74,165	575,947
Additions	-	-	45,539	4,641	31,988	2,140	1,495	21,940	107,743
Disposals – Cost	-	(539)	(21,571)	(147)	(2,640)	(187)	(6)	(88)	(25,178)
Depreciation expense	-	(14,694)	(36,669)	(3,356)	(22,167)	(4,070)	(3,674)	(12,932)	(97,562)
Disposals – Accumulated Depreciation	-	537	21,466	147	2,626	185	6	88	25,055
Net book value as of 31 December 2022	56,822	252,823	85,441	9,247	72,132	13,797	12,570	83,173	586,005
Balance as of 1 January 2023									
Cost	56,822	427,483	331,966	30,990	326,399	51,849	42,022	152,277	1,419,808
Accumulated Depreciation	-	(174,660)	(246,525)	(21,743)	(254,267)	(38,052)	(29,452)	(69,104)	(833,803)
Net Book value as of 1 January 2023	56,822	252,823	85,441	9,247	72,132	13,797	12,570	83,173	586,005
Additions	-	-	62,886	2,828	661	776	1,100	8,150	76,401
Disposals – Cost	-	(1,416)	(71)	(2,026)	-	(6,687)	(12)	(419)	(10,631)
Depreciation expense	-	(7,299)	(22,302)	(1,783)	(12,736)	(1,746)	(1,892)	(6,987)	(54,745)
Disposals – Accumulated Depreciation	-	1,373	63	1,758	-	6,585	12	397	10,188
Net book value as of 30 June 2023	56,822	245,481	126,017	10,024	60,057	12,725	11,778	84,314	607,218
Balance as of 30 June 2023									
Cost	56,822	426,067	394,781	31,792	327,060	45,938	43,110	160,008	1,485,578
Accumulated Depreciation	-	(180,586)	(268,764)	(21,768)	(267,003)	(33,213)	(31,332)	(75,694)	(878,360)
Net book value as of 30 June 2023	56,822	245,481	126,017	10,024	60,057	12,725	11,778	84,314	607,218

20. <u>Due to banks</u>	30 June 2023 LE,000	31 December 2022 LE,000
Current accounts	1,015,816	460,912
	1,015,816	460,912
Local banks	2,917	1,945
Foreign banks	1,012,899	458,967
	1,015,816	460,912
Non-interest bearing	1,015,816	460,912
	1,015,816	460,912
Current Balances	1,015,816	460,912
	1,015,816	460,912

21. <u>Customers' deposits</u>	30 June 2023 LE,000	31 December 2022 LE,000
Demand deposits	34,625,716	27,954,518
Time and call deposits	22,294,023	13,592,655
Certificates of deposits	9,673,741	10,957,805
Saving accounts	5,621,072	5,364,285
Other deposits	2,767,158	2,623,327
Total	74,981,710	60,492,590
Corporate Deposits	50,157,823	36,220,233
Retail Deposits	24,823,887	24,272,357
	74,981,710	60,492,590
Current Balances	54,433,006	38,585,431
Non-current balances	20,548,704	21,907,159
	74,981,710	60,492,590
Non-interest bearing balances	19,120,792	15,758,534
Fixed interest rate balances	48,713,970	38,289,767
Variable interest rate balances	7,146,948	6,444,289
	74,981,710	60,492,590

22. <u>Other Loans</u>	Interest Rates	30 June 2023 LE,000	31 December 2022 LE,000
National Bank of Egypt		99,726	126,635
Egyptian Co. for Housing Refinance		98,726	127,925
Credit Agricole Paris (13/6/2027)	SOFR+2.97%	308,969	247,434
Credit Agricole Paris (11/5/2028)	SOFR +2.955%	308,969	247,434
Credit Agricole Paris (13/4/2029)	SOFR +3.407%	308,969	247,434
		1,125,359	996,862

*The interest rates applied according to the signed contracts since April 2017

23. <u>Other Liabilities</u>	30 June 2023 LE,000	31 December 2022 LE,000
Accrued interest	357,924	221,042
Unearned revenue	55,947	53,753
Accrued expenses	501,061	561,497
Other credit balances	2,102,111	1,431,218
	3,017,043	2,267,510

24. <u>Other provisions</u>	30 June 2023 LE,000	31 December 2022 LE,000
Balances At 1 January	353,486	347,152
Exchange differences	40,143	53,651
Charged (release) to the income statement	220,560	(39,568)
Utilized during Period	(103)	(7,749)
	614,186	353,486

Other provisions represent the following:

	30 June 2023 LE,000	31 December 2022 LE,000
Provision for claims	144,840	87,667
Provision for contingent liabilities	469,346	265,819
Balance	614,186	353,486

25. Share capital

- The bank authorized share capital with LE 6,000,000 thousand the issued and paid up capital is LE 5,000,000 thousand divided into 1,250,000 thousand ordinary shares with par value LE 4 each and there is no treasury stock, The following is a list of the shareholders of the bank as of **30 June 2023 and 31 December 2022:**

Shareholder	No. of shares	% of ownership	Amount 000'EGP
Credit Agricole SA	652,318,110	52.19%	2,609,272
Credit Agricole Corporate and Investment	163,327,560	13.07%	653,310
RolaCo. EGP For Investment owned by Ali Ben Hassan Ben Ali Daykh	124,585,543	9.97%	498,342
Others	309,768,787	24.77%	1,239,076
Total	1,250,000,000	100.00%	5,000,000

-According to the decision of the general assembly and extraordinary general assembly meetings dated 29 June 2021.

- The bank authorized share capital increased to 6,000,000 thousand EGP with an increase amounting 2,500,000 thousand EGP.
- Issued and paid-up capital increased to 5,000,000 thousand EGP with an increase amounting 3,756,332 thousand EGP, fully paid in through full utilization of the specific reserve amounting to 65,214 thousand EGP, plus full utilization of the specific capital gain reserve for 63,183 thousand EGP plus amount of 3,627,935 thousand EGP transferred from the retained earnings through the distribution of free shares.

26. Contingent liabilities and commitments

	30 June 2023 LE,000	31 December 2022 LE,000
A. Loans, advances and Guarantees Commitments		
Letters of guarantee	15,719,466	14,237,198
Commercial letters of credit (import and export)	1,020,680	1,471,500
Acceptances	2,905,271	2,512,516
Other contingent liability	2,621,676	2,811,864
Total	22,267,093	21,033,078

B. Operational Lease:

There is no commitment for operational lease at the financial statement date.

C. Legal Claims

There were a number of legal proceedings outstanding against the bank with provision amounted 29,019 thousand Egyptian pounds.

D. Capital Commitments

The bank had capital commitments of 115,191 thousand Egyptian pounds in respect of fixed assets purchases and branches fixtures and have not been implemented yet till the balance sheet date.

27. Cash and cash equivalents

For the purposes of the cash flow statement presentation, cash and cash equivalents comprise the following balances with less than three months maturity from the date of acquisition.

	30 June 2023 LE,000	30 June 2022 LE,000
Cash and balances with central banks	2,075,655	2,023,293
Due from banks	28,820,844	8,023,463
Treasury bills	1,176,357	1,445,021
	32,072,856	11,491,777

28. Mutual funds

Credit Agricole Bank mutual fund no. (1)

The fund is one of the banking activities licensed by the capital law no. 95 for 1992 and its executive rules. The number of investment certificates in the fund have reached 3,000,000 certificates and their value 300,000,000 EGP. The bank owned 150 000 investment certificates (par value 15,000,000 EGP) Credit Agricole 1st fund managed by EFG Hermes, the redeemable price per IC amounted to EGP 656.29 at balance sheet date and the total value is 98,443,500 EGP.

According to the mutual fund management contract and prospects, CA obtains management fees and commission for monitoring and other managerial services, the total commissions amounted 366,051 EGP as of **30 June 2023** that was classified as fees and commission in the income statement.

Credit Agricole Bank mutual fund no. (2)

The mutual fund owns about 3,000,000 certificates (amounted 300,000,000 EGP) of which the bank owns 150,000 certificates (par value 15,000,000) for managing the mutual fund activity, their redemption value at the balance sheet date is 44,659,500 EGP with a redeemable price of 297.73 EGP per IC.

According to the mutual fund management contract and prospects, CA obtains management fees and commission for monitoring and other managerial services, the total commissions amounted 209,072 EGP as of **30 June 2023** that was classified as fees and commission income in the income statement.

Credit Agricole Bank mutual fund no. (3)

The mutual fund owns about 4,000,000 certificates (amounted 4,000,000,000 EGP) of which the bank owns 39,000 Certificates (par value 39,000,000EGP) for managing the mutual fund activity, their redemption value at the balance sheet date is 41,757,690 EGP and a redeemable price of 1,070.71 EGP per IC.

According to the mutual fund management contract and prospects, CA obtains management fees and commission for monitoring and other managerial services, the total commissions amounted 1,338,158 EGP as of **30 June 2023** that was classified as fees and commission income n in the income statement.

Credit Agricole Bank mutual fund no. (4)

The mutual fund owns about 1,000,000 certificates (amounted 100,000,000 EGP) of which the bank owns 50,000 certificates (par value 5,000,000) for managing the mutual fund activity, their redemption value at the balance sheet date is 17,765,500 EGP with a redeemable price of 355.31 EGP per IC.

According to the mutual fund management contract and prospects, CA obtains management fees and commission for monitoring and other managerial services, the total commissions amounted 75,424 EGP as of **30 June 2023** that was classified as fees and commission income in the income statement.

29. Related party transactions

The Bank's parent company is Credit Agricole (France) which holds 52.19% of the common stock and the remaining portion of 47.81% is held by other shareholders presented in the capital disclosure.

The Bank had transactions with its related parties on an arm's length basis. The nature of such transactions and related balances as presented at the balance sheet date are as follows:

	Credit Agricole Group	
	30 June 2023 LE,000	31 December 2022 LE,000
Due from banks	118,500	704,808
Due to banks	982,848	166,927
General and Administrative expenses	16,836	18,537
Other Loans	926,949	742,302

30. Short term wages and benefits

The monthly average of net total annual income of the banks' twenty employees with the largest wages and salaries collectively during the period amounted to 7,939 thousand EGP compared to 5,374 thousand for the previous year, and the total outstanding loans for the top management during the period amounted to 10,118 thousand EGP compared to 11,479 thousand for the previous year.

31. Tax position

The tax position of Credit Agricole Bank Egypt includes the tax position of the bank to American Express Bank and Egyptian American bank and Calyon before the merger, due to the merger of all these banks ended in its final form, Credit Agricole Bank Egypt.

1- Corporate Income Tax

Period from Start-up date to 31 Dec. 2015

Tax examination was done together with internal committees & tax challenge committees, and due tax was paid.

Years from 2016 to 2017

Tax examination was done together with internal committees and due tax was paid.

Years from 2018 to 2020

Tax examination was done and due tax was paid.

Years 2021

Tax report has been submitted and tax paid.

2022

Tax report has been submitted and tax paid

2- Salaries Tax

Period from Start-up date to 31 Dec. 2018

Tax examination was done; due tax was paid.

Year 2019/2020

Tax examination was done; due tax was paid.

3- Stamp Duty

Stamp Duty under Law no. 143/2006

Tax examination was done together with internal committees and due tax was paid until 2015.

2016 & 2017

Tax Examination was done, object to the claim and Internal committees ended and due tax was paid.

2018

Tax Examination was done, internal committees ended and due tax was paid.

2019, 2020, 2021 and 2022

Tax Examination was done, and due tax was paid.

32. Comparative Figures

Some comparative figures for the Year ended 31 December 2022 have been reclassified to be matched with the disclosure presented for the figures for the current period. The Bank has carried out the reclassification operations after studying some facilities and has no effect on total assets and amending its presentation on the balance sheet, the statement of changes in owners' equity and previously recorded profits.

The table below shows a summary of the significant reclassifications that have been made.

<u>Separate statement of financial position</u>	Previous disclosure	Reclassification	Current disclosure
Loans to banks	689,042	(685,764)	3,278
Loans and advances to customers	33,121,338	685,764	33,807,102

33. Translation

These financial statements are a translation into English from the original Arabic statements. The original Arabic statements are the official financial statements.
