

AHLI UNITED BANK
(SAE)

Separate Condensed Interim Financial Statements

As of 30 September 2021

Limited Review Report

AHLI UNITED BANK EGYPT S.A.E**SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

Index	Page
Limited Review Report on Separate Condensed Interim Financial Statements	2
Separate Condensed Interim Balance Sheet	3
Separate Condensed Interim Income Statement	4
Separate Condensed Interim Statement of Comprehensive Income	5
Separate Condensed Interim Cash Flow Statement	6
Separate Condensed Interim Statement of Changes of Equity	7
Notes to the Separate Condensed Interim Financial Statements	8- 26

Limited Review Report on Separate Condensed Interim Financial Statements

To: Ahli United Bank Egypt (SAE) Board of Directors

Introduction

We have performed a limited review on the accompanying separate condensed interim financial statements of Ahli United Bank Egypt (SAE) represented in separate condensed interim statement of financial position as of 30 September 2021, and the related separate condensed interim statement of income, separate condensed interim statement of comprehensive income, separate condensed interim statement of changes in equity and separate condensed interim cash flows statement for the nine months then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these separate condensed interim financial statements in accordance with the Central Bank of Egypt's rules issued on December 16, 2008 as amended by the regulation issued on February 26, 2019 and the prevailing Egyptian laws and regulations. Our responsibility is to express a conclusion on these separate condensed 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) "Limited Review of interim Financial Statement Performed by the Independent Auditor of the Entity". A limited review of separate condensed 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 separate condensed interim financial statements.

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that accompanying separate condensed interim financial statements do not present fairly, in all material respects, the separate condensed financial position of the Bank as of 30 September 2021 and of its separate condensed financial performance and its separate condensed cash flows for the nine months then ended in accordance with the bases of recognition and measurement issued by the central bank of Egypt's rules issued on December 16, 2008 as amended by the regulation issued on February 26, 2019 and the prevailing laws and regulations.

Cairo: 8 November 2021



Amr waheed bayoumi

Egyptian Financial Supervisory Authority Register no.358

Allied for Accounting & Auditing EY

Auditors



Dr/Ahmed Abdel Hady

Egyptian Financial Supervisory Authority Register no.287

Change chartered accountants

AHLI UNITED BANK EGYPT S.A.E**SEPARATE CONDENSED INTERIM BALANCE SHEET**

As of 30 September 2021

	Notes	30 September 2021 EGP Thousands	31 December 2020 EGP Thousands
ASSETS			
Cash and balances with Central Bank of Egypt	(14)	4,366,859	4,546,189
Due from banks	(15)	4,342,872	3,769,782
Treasury bills	(16)	4,104,293	7,134,231
Loans and advances to customers & banks (net)	(17)	34,713,899	29,451,950
Financial Investments			
- Financial assets at fair value through other comprehensive income	(19)	10,002,871	6,735,487
- Financial assets at Amortized cost	(19)	2,504,774	2,667,414
- Financial assets at Fair value through profit or loss	(19)	33,409	31,621
Financial Investments in subsidiaries	(21)	54,468	54,468
Investments properties (net)	(22)	34,867	35,058
Other assets	(23)	1,319,847	1,104,891
Property, plant and equipment (net)	(24)	800,173	630,019
TOTAL ASSETS		62,278,332	56,161,110
LIABILITIES AND EQUITY			
Due to banks	(25)	1,762,641	21,216
Derivative financial instruments	(18)	9,738	15,128
Borrowings under repurchase agreements	(16)	12,183	20,156
Customers' deposits	(26)	50,130,370	46,578,918
Other liabilities	(27)	1,485,491	1,239,998
Other provisions	(28)	156,502	161,937
TOTAL LIABILITIES		53,556,925	48,037,353
EQUITY			
Issued and paid-up-capital	(29)	3,000,000	3,000,000
Paid under capital increase	(29)	2,000,000	-
Reserves	(30)	678,642	680,177
Retained earnings including net profit for the current period	(30)	3,042,765	4,443,580
TOTAL SHAREHOLDERS' EQUITY		8,721,407	8,123,757
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		62,278,332	56,161,110


Hala Hatem Sadek
CEO & Board Member

- The accompanying notes, (1) to (36) form an integral part of the condensed standalone financial statements and to be read therewith.
- Limited review report attached

AHLI UNITED BANK EGYPT S.A.E**SEPARATE CONDENSED INTERIM INCOME STATEMENT**

For the Period Ended 30 September 2021

	Note	<i>Last 9 Months 30 September 2021 EGP Thousands</i>	<i>Last 9 Months 30 September 2020 EGP Thousands</i>	<i>Last 3 Months 30 September 2021 EGP Thousands</i>	<i>Last 3 Months 30 September 2020 EGP Thousands</i>
Interest from loans and similar revenues	(5)	3,768,435	3,751,287	1,299,744	1,225,613
Interest on deposits and similar expenses	(5)	(2,253,952)	(2,222,815)	(780,225)	(723,650)
Net interest income		1,514,483	1,528,472	519,519	501,963
Fees and commission revenue	(6)	260,921	217,492	89,483	66,954
Fees and commission expense	(6)	(22,859)	(18,351)	(9,722)	(9,598)
Net fees and commission income		238,062	199,141	79,761	57,356
Dividend income	(7)	8,347	5,744	5,074	86
Net trading income	(8)	67,854	80,266	20,553	31,167
Gain on financial investments	(20)	47,392	73,012	10,290	5,987
Impairment charges for credit loss	(11)	(219,840)	(70,037)	(163,056)	(44,662)
Administrative expenses and depreciation	(9)	(597,288)	(533,517)	(208,414)	(181,457)
Other operating income / (expenses)	(10)	42,590	(23,931)	42,514	(54,198)
Net profit before income tax		1,101,600	1,259,150	306,241	316,242
Income tax expense	(12)	(301,985)	(336,440)	(84,080)	(96,584)
Net profit for the period		799,615	922,710	222,161	219,658
Earnings per share	(13)	2.67	3.08		

The accompanying notes, (1) to (36) form an integral part of the condensed standalone financial statements and to be read therewith.

AHLI UNITED BANK EGYPT S.A.E**SEPARATE CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**

For the Period Ended 30 September 2021

	<i>Last 9 Months 30 September 2021 EGP Thousands</i>	<i>Last 9 Months 30 September 2020 EGP Thousands</i>	<i>Last 3 Months 30 September 2021 EGP Thousands</i>	<i>Last 3 Months 30 September 2020 EGP Thousands</i>
Net profit for the period	799,615	922,710	222,161	219,658
Income items that will not be transferred to profit or loss				
Net change in fair value of equity instruments measured at fair value through other comprehensive income	(17,921)	(574)	(18,654)	1,749
Items that is or may be transferred to profit or loss				
Net change in fair value of debt instruments measured at fair value through other comprehensive income	(47,365)	(115,588)	18,211	83,828
Fair value hedge – change in fair value of interest rate swaps	5310	(7,639)	1,492	1,464
Expected credit loss of debt instruments measured at fair value through other comprehensive income	(1,212)	(5,818)	(245)	1,727
Total comprehensive income for the period	738,427	793,091	222,965	308,426

The accompanying notes, (1) to (36) form an integral part of the condensed standalone financial statements and to be read therewith.

AHLI UNITED BANK EGYPT S.A.E**SEPARATE CONDENSED INTERIM CASH FLOW STATEMENT**

For the Period Ended 30 September 2021

	Notes	30 September 2021 EGP Thousands	30 September 2020 EGP Thousands
Cash Flows from Operating activities			
Profit before income tax		1,101,600	1,259,150
Adjustments:			
Depreciation	(9)	59,963	49,417
Net impairment Charges to Loans to Customers	(11)	225,208	73,769
Other provisions Charge during the period	(28)	(5,330)	5,247
Impairment Credit losses - Due from banks	(11)	(885)	1,109
Revaluation differences of other provisions in foreign currencies	(28)	(105)	(774)
Gain on sale of property, plant and equipment		(990)	-
Amortization of premium	(19)	25,795	(20,658)
Impairment credit loss release - Debt instruments at FVTOCI	(11)	(4,917)	(5,818)
Revaluation difference of Financial investments in foreign currencies	(19)	4,218	1,065
Utilization of other provision	(28)	-	(29,045)
Impairment charges - Treasury Bills	(11)	434	977
Revaluation of financial assets at fair value through profit or loss	(8)	(1,788)	(1,565)
Operating income before changes in operating assets and liabilities		1,403,203	1,332,874
Net Increase (Decreased) in assets and liabilities			
Due from banks	(15)	336,898	(841,529)
Treasury Bills	(16)	3,029,504	(5,119,584)
Financial investments-Fair value through profit or loss	(19)	(1,788)	(1,565)
Loans and advances to customers and banks	(17)	(5,487,157)	(3,236,097)
Other assets	(23)	(214,956)	101,475
Due to banks	(25)	1,741,425	190,578
Customers' deposits	(26)	3,551,452	6,901,660
Other liabilities	(27)	300,871	226,622
Derivative financial instruments	(18)	(5,390)	12
Borrowings under repurchase agreements	(16)	(7,973)	-
Income tax paid		(364,926)	(295,835)
Net cash flows Provided from (used in) operating activities		4,281,163	(741,389)
Cash flows used in investing activities			
Payments to purchase of property, plant and equipment		(229,926)	(62,769)
Proceeds from sale of property, plant and equipment		990	343
Sale of investment -Fair value through other comprehensive income	(19)	1,021,689	2,296,783
Redemption of Investments -Amortized cost	(19)	610,385	2,616,943
Purchase of investment	(19)	(4,826,492)	(3,900,867)
Net cash flows (used in) provided from investing activities		(3,423,354)	950,433
Cash flows used in Financing activities			
Dividends and employees profit paid		(128,922)	(575,922)
Net cash flows used in financing activities		(128,922)	(575,922)
Increase (Decrease) in cash and cash equivalents during the period		728,887	(366,878)
Cash and cash equivalent at the beginning of the period		4,122,369	3,787,037
Cash and cash equivalents at the end of the period	(31)	4,851,256	3,420,159
Cash and cash equivalents are represented as follows:			
Cash and balances with Central Bank of Egypt	(14)	4,366,859	4,651,833
Balances with banks	(15)	4,342,872	2,946,344
Treasury Bills	(16)	4,104,293	8,277,706
Balances with Central Bank of Egypt - Mandatory Reserve	(14)	(3,857,592)	(4,178,018)
Treasury Bills with maturities more than 3 months	(16)	(4,105,176)	(8,277,706)
Cash and cash equivalents at the end of the period		4,851,256	3,420,159

The accompanying notes, (1) to (36) form an integral part of the condensed standalone financial statements and to be read therewith.

AHLI UNITED BANK EGYPT S.A.E

SEPARATE CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Period Ended 30 September 2021

	Paid-up- capital	Paid Under Capital Increase	General Risk Reserve	Legal reserves & Capital reserve	Reserve of General Bank Risk	Fair value reserve	Retained earnings	Total
Balances as of 1 January 2020	3,000,000	-	11,884	436,164	6,027	255,764	3,898,090	7,607,929
Transferred to reserves	-	-	-	64,495	-	-	(64,495)	-
Directors' remuneration	-	-	-	-	-	-	(5,922)	(5,922)
Dividend to shareholder	-	-	-	-	-	-	(450,000)	(450,000)
Employees profit paid	-	-	-	-	-	-	(120,000)	(120,000)
Net change in other comprehensive income	-	-	-	-	-	(129,619)	-	(129,619)
Net profit for the period	-	-	-	-	-	-	922,710	922,710
Balances as of 30 September 2020	3,000,000	-	11,884	500,659	6,027	126,145	4,180,383	7,825,098
Balances as of 1 January 2021	3,000,000	-	11,884	500,659	6,378	161,256	4,443,580	8,123,757
Transfer to Bonus shares	-	2,000,000	-	-	-	-	(2,000,000)	-
Transferred to reserves	-	-	-	59,653	-	-	(59,653)	-
Directors' remuneration	-	-	-	-	-	-	(5,922)	(5,922)
Employees profit paid	-	-	-	-	-	-	(123,000)	(123,000)
Transferred to banking Sector support fund	-	-	-	-	-	-	(11,855)	(11,855)
Net change in other comprehensive income	-	-	-	-	-	(61,188)	-	(61,188)
Net profit for the period	-	-	-	-	-	-	799,615	799,615
Balances as of 30 September 2021	3,000,000	2,000,000	11,884	560,312	6,378	100,068	3,042,765	8,721,407

The accompanying notes, (1) to (36) form an integral part of the condensed standalone financial statements and to be read therewith.

AHLI UNITED BANK EGYPT S.A.E

NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS

As of 30 September 2021

General information

The Bank and its subsidiary (together "the Bank") provide Institutional, Retail Banking and Investment Banking services within the Arab Republic of Egypt through its head office and 43 branches with 1110 employees at 30 September 2021.

Ahli United Bank- Egypt S.A.E (the Bank) was incorporated on 8 August 1978 in accordance with Law No.43 of 1974 and its Executive Regulations within the Arab Republic of Egypt, having its Head Office situated at 81, Ninety St., City Centre, The 5th Settlement New Cairo, Governorate of Cairo, On 14 July 2010 the Bank's shares were voluntarily delisted from the Egyptian exchanges.

The Board of Director has approved the Bank's condensed financial statements on **4 November 2021**

1- Summary of the significant 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 the years presented, unless otherwise stated:

A- Basis of preparation

The condensed standalone financial statements are prepared in accordance to the Central Bank of Egypt's Rules approved by the CBE Board of Directors on 16 December 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. Especially that is related to the treatment of Financial Assets and some Financial Liabilities.

The affiliated company is entirely included in the consolidated financial statements and this company is the company that the Bank - directly or indirectly has more than half of the voting rights or has the ability to control the financial and operating policies, regardless of the type of activity, the Bank's consolidated financial statements can be obtained from the Bank's management. The Bank accounts for investments in subsidiaries and associate companies in the separate financial statements at cost minus impairment loss.

The condensed standalone financial statements of bank should be read with its consolidated financial statements for the period ended 30 September 2021 to get complete information on bank's financial position, results of operation, cash flows and changes in ownership rights.

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

3 - Financial risks management**A- Quality of Financial Assets**

The following figure illustrates the quality of financial assets during the period:

30 September 2021	<i>Stage (1)</i> <i>12 months</i>	<i>Stage (2)</i> <i>Lifetime</i>	<i>Stage (3)</i> <i>Lifetime</i>	<i>Total</i>
Financial Assets:				
Due from banks	3,137,792	1,206,298	-	4,344,090
Treasury bills	4,047,468	174,084	-	4,221,552
Loans and advances to customers & banks	21,130,199	14,600,018	1,381,367	37,111,584
Debt Instruments at Fair value through other comprehensive income	8,171,741	307,378	-	8,479,119
Debt Instruments at Amortized Cost	2,504,774	-	-	2,504,774
	<u>38,991,974</u>	<u>16,287,778</u>	<u>1,381,367</u>	<u>56,661,119</u>

31 December 2020	<i>Stage (1)</i> <i>12 months</i>	<i>Stage (2)</i> <i>Lifetime</i>	<i>Stage (3)</i> <i>Lifetime</i>	<i>Total</i>
Financial Assets:				
Due from banks	2,672,868	1,099,020	-	3,771,888
Treasury bills	7,191,249	174,626	-	7,365,875
Loans and advances to customers & banks	17,904,401	12,759,310	1,183,711	31,847,422
Debt Instruments at Fair value through other comprehensive income	5,967,295	188,615	-	6,155,910
Debt Instruments at Amortized Cost	2,667,414	-	-	2,667,414
	<u>36,403,227</u>	<u>14,221,571</u>	<u>1,183,711</u>	<u>51,808,509</u>

The following figure illustrates the expected credit loss at 30 September 2021

30 September 2021	<i>Stage (1)</i> <i>12 months</i>	<i>Stage (2)</i> <i>Lifetime</i>	<i>Stage (3)</i> <i>Lifetime</i>	<i>Total</i>
Financial Assets:				
Due from banks	197	1,021	-	1,218
Treasury bills	-	883	-	883
Loans and advances to customers & banks	71,874	927,220	1,152,806	2,151,900
Debt Instruments at Fair value through other comprehensive income	963	3,619	-	4,582
Commitments on loans and collaterals	25,678	7,109	14,130	46,917
	<u>98,712</u>	<u>939,852</u>	<u>1,166,936</u>	<u>2,205,500</u>

31 December 2020	<i>Stage (1)</i> <i>12 months</i>	<i>Stage (2)</i> <i>Lifetime</i>	<i>Stage (3)</i> <i>Lifetime</i>	<i>Total</i>
Financial Assets:				
Due from banks	496	1,610	-	2,106
Treasury bills	-	449	-	449
Loans and advances to customers & banks	86,094	820,769	1,086,014	1,992,877
Debt Instruments at Fair value through other comprehensive income	1,432	4,362	-	5,794
Commitments on loans and collaterals	13,694	6,895	11,291	31,880
	<u>101,716</u>	<u>834,085</u>	<u>1,097,305</u>	<u>2,033,106</u>

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

3 - Financial risks management (Cont....)**B - Capital risk management**

	30 September 2021	31 December 2020
According to Basel II		
Total Tier 1	8,800,892	8,047,819
Total Tier 2	118,373	118,016
Total Capital Base	8,919,265	8,165,835
Total weighted risk of contingent assets and liabilities	47,499,061	41,045,737
Capital Adequacy Ratio	18.78%	19.89%

C - Financial leverage risk management

	30 September 2021	31 December 2020
Tier I of the capital adequacy ratio	8,800,892	8,047,819
Total exposures in & off-Balance Sheet	66,875,710	59,976,258
Leverage ratio%	13.16%	13.42%

4 - Segment analysis**4.1 Activity segment analysis**

The segment activity includes operational processes & assets that are used in providing banking services, manage their risk & linking return to this activity which may differ from those of other activities.

AHLI UNITED BANK EGYPT S.A.E
NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS

As of 30 September 2021

All Figures are in EGP 000

4 - Segment analysis - Activity
30 September 2021

	Large institutions	Small & medium institutions	Investments	Retail	Other activities	Total
Revenues & expenses according to segment activities						
Segment activity revenues	1,002,651	24,334	488,989	2,425,966	255,182	4,197,122
Segment activity expenses	(748,647)	(15,745)	(155,081)	(2,159,434)	(16,615)	(3,095,522)
Profit before tax	254,004	8,589	333,908	266,532	238,567	1,101,600
Income tax	(57,447)	(1,932)	(146,492)	(60,825)	(35,289)	(301,985)
Profit for the period	196,557	6,657	187,416	205,707	203,278	799,615
Assets & liabilities according to segment activities						
Segment activity assets	35,392,254	605,325	23,109,277	1,910,331	1,261,145	62,278,332
Total assets	35,392,254	605,325	23,109,277	1,910,331	1,261,145	62,278,332
Segment activity liabilities	9,423,841	228,854	1,778,786	40,456,634	1,668,810	53,556,925
Total liabilities	9,423,841	228,854	1,778,786	40,456,634	1,668,810	53,556,925
Other items for segment activity						
Depreciation	(19,855)	(1,228)	(8,796)	(27,100)	(2,984)	(59,963)
Net (charges) / release of ECL	(236,635)	-	5,369	11,426	-	(219,840)

AHLI UNITED BANK EGYPT S.A.E

NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS
As of 30 September 2021

All Figures are in EGP 000

4 - Segment analysis – Activity

30 September 2020

	Large institutions	Small & medium institutions	Investments	Retail	Other activities	Total
Revenues & expenses according to segment activities						
Segment activity revenues	981,754	16,626	368,911	2,546,777	213,733	4,127,801
Segment activity expenses	(576,299)	(12,381)	(167,916)	(2,086,154)	(25,901)	(2,868,651)
Profit before tax	405,455	4,245	200,995	460,623	187,832	1,259,150
Income tax	(87,661)	(955)	(101,241)	(105,300)	(41,283)	(336,440)
Profit for the period	317,794	3,290	99,754	355,323	146,549	922,710
Assets & liabilities according to segment activities						
Segment activity assets	26,883,612	439,624	22,528,168	1,689,569	3,033,776	54,574,749
Total assets	26,883,612	439,624	22,528,168	1,689,569	3,033,776	54,574,749
Segment activity liabilities	7,688,220	125,915	1,032,158	36,256,492	1,646,866	46,749,651
Total liabilities	7,688,220	125,915	1,032,158	36,256,492	1,646,866	46,749,651
Other items for segment activity						
Depreciation	(17,310)	(622)	(5,882)	(23,297)	(2,306)	(49,417)
Net (charges) / release of ECL	(73,769)	-	3,732	-	-	(70,037)

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

5-Net interest income

	<i>Last 9 Months 30 September 2021</i>	<i>Last 9 Months 30 September 2020</i>	<i>Last 3 Months 30 September 2021</i>	<i>Last 3 Months 30 September 2020</i>
Interest from loans and similar income:				
Loans and advances to customers	2,193,245	2,216,446	774,373	718,158
Treasury bills and bonds	1,477,130	1,463,277	497,021	494,772
Deposits and current accounts	98,060	71,564	28,350	12,683
Total	3,768,435	3,751,287	1,299,744	1,225,613
Cost of deposits and similar expense:				
Deposits and current accounts:				
Banks	(49,510)	(104,185)	(12,965)	(12,596)
Customers	(2,204,442)	(2,118,630)	(767,260)	(711,054)
Total	(2,253,952)	(2,222,815)	(780,225)	(723,650)
Net interest income	1,514,483	1,528,472	519,519	501,963

6- Net fees and commission income

	<i>Last 9 Months 30 September 2021</i>	<i>Last 9 Months 30 September 2020</i>	<i>Last 3 Months 30 September 2021</i>	<i>Last 3 Months 30 September 2020</i>
Fees and commissions income:				
Credit Fees and commissions	215,409	171,633	77,115	53,051
Custody fees	20,650	18,813	4,875	4,310
Other fees	24,862	27,046	7,493	9,593
Total	260,921	217,492	89,483	66,954
Fees and commission expense:				
Other fees	(22,859)	(18,351)	(9,722)	(9,598)
Total	(22,859)	(18,351)	(9,722)	(9,598)
Net income from fees and commissions	238,062	199,141	79,761	57,356

7- Dividend income

	<i>Last 9 Months 30 September 2021</i>	<i>Last 9 Months 30 September 2020</i>	<i>Last 3 Months 30 September 2021</i>	<i>Last 3 Months 30 September 2020</i>
Financial investments fair value through other comprehensive income	8,347	5,744	5,074	86
Total	8,347	5,744	5,074	86

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

8- Net trading income

	<i>Last 9 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 9 Months</i> <i>30 September</i> <i>2020</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2020</i>
Foreign exchange trading gains	66,066	78,701	20,030	30,017
Change in fair value of investment at FVTPL	1,788	1,565	523	1,150
Net trading income	67,854	80,266	20,553	31,167

9- Administrative expense and Depreciation

	<i>Last 9 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 9 Months</i> <i>30 September</i> <i>2020</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2020</i>
Staff cost:				
Salaries and wages	(206,053)	(177,924)	(72,656)	(59,425)
Social insurance	(13,947)	(12,005)	(4,743)	(4,000)
	(220,000)	(189,929)	(77,399)	(63,425)
Depreciation and amortization	(59,963)	(49,417)	(20,517)	(15,761)
Other administrative expenses	(317,325)	(294,171)	(110,498)	(102,271)
Total	(597,288)	(533,517)	(208,414)	(181,457)

10- Other operating expenses

	<i>Last 9 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 9 Months</i> <i>30 September</i> <i>2020</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2020</i>
(Losses) gain from non-trading assets and liabilities revaluation	(4,147)	(51,806)	5,413	(66,520)
Gain on sale of Property and Equipment	990	139	749	139
Other provisions (net of reversed amounts)	5,330	(5,247)	5,381	4,384
Other income	40,417	32,983	30,971	7,799
Total	42,590	(23,931)	42,514	(54,198)

11- Impairment charges of credit loss

	<i>Last 9 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 9 Months</i> <i>30 September</i> <i>2020</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2021</i>	<i>Last 3 Months</i> <i>30 September</i> <i>2020</i>
Loans and credit facilities to customers	(225,208)	(73,769)	(167,537)	(45,313)
Due from Banks	885	(1,109)	(14)	4
Debt instruments at FVTOCI	4,917	5,818	3,967	(16)
Treasury Bills	(434)	(977)	528	663
Total	(219,840)	(70,037)	(163,056)	(44,662)

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

12- Income tax expense

	<i>Last 9 Months 30 September 2021</i>	<i>Last 9 Months 30 September 2020</i>	<i>Last 3 Months 30 September 2021</i>	<i>Last 3 Months 30 September 2020</i>
Current Tax	312,804	347,919	82,828	112,050
Deferred Tax	(10,819)	(11,479)	1,252	(15,466)
Net tax	301,985	336,440	84,080	96,584

	<i>Last 9 Months 30 September 2021</i>	<i>Last 9 Months 30 September 2020</i>	<i>Last 3 Months 30 September 2021</i>	<i>Last 3 Months 30 September 2020</i>
Net profit before tax	1,101,600	1,259,150	306,241	316,242
Income tax (22.5%)	247,860	283,309	68,904	71,154
Tax effect on:				
Income not subject to tax	(9,475)	(10,357)	(3,440)	(2,344)
Provision	8,558	3,352	6,006	273
Depreciation differences	(1,671)	(3,656)	(1,400)	(2,097)
Others	67,532	75,271	12,758	45,064
Income Tax Expense	312,804	347,919	82,828	112,050

13- Earnings per share

	<i>Last 9 Months 30 September 2021</i>	<i>Last 9 Months 30 September 2020</i>
Net profit for the year available for distribution	799,615	922,710
Weighted average number of shares	300,000	300,000
Basic earnings per share	2.67	3.08

14- Cash and balances with Central Bank of Egypt

	30 September 2021	31 December 2020
Cash	509,267	352,587
Balances with CBE (mandatory reserve)	3,857,592	4,193,602
Total	4,366,859	4,546,189
Interest free balances	4,366,859	4,546,189

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

15-Due from Banks

	30 September 2021	31 December 2020
Current accounts	459,430	577,550
Deposits	3,884,660	3,194,338
	<u>4,344,090</u>	<u>3,771,888</u>
Less: ECL Allowance	(1,218)	(2,106)
Total	<u>4,342,872</u>	<u>3,769,782</u>
Balances at CBE other than those under the mandatory reserve	2,162,635	683,006
Local banks	39,317	982,938
Foreign Banks	<u>2,142,138</u>	<u>2,105,944</u>
	<u>4,344,090</u>	<u>3,771,888</u>
Less: ECL Allowance	(1,218)	(2,106)
Total	<u>4,342,872</u>	<u>3,769,782</u>

16- Treasury bills & Borrowings under repurchase agreements**16.1 Treasury bills**

	30 September 2021	31 December 2020
Treasury Bills at Amortized Cost		
365 Days maturity	174,405	174,626
Treasury Bills at Fair value through OCI		
91 Days maturity	277,290	-
182 Days maturity	-	2,456,000
273 Days maturity	1,847,649	482,701
365 Days maturity	<u>1,922,208</u>	<u>4,252,548</u>
	<u>4,221,552</u>	<u>7,365,875</u>
Less: Unearned interest	(116,376)	(231,195)
Less: ECL Allowance	(883)	(449)
Total	<u>4,104,293</u>	<u>7,134,231</u>

16.2 Borrowings under repurchase agreements

Borrowings under repurchase agreements	12,183	20,156
Total	<u>12,183</u>	<u>20,156</u>

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

17- Loans and advances to customers & banks

	30 September 2021	31 December 2020
Individuals		
Overdrafts	484,530	481,534
Credit cards	32,212	32,755
Personal loans	1,051,046	843,023
Other Loans	1,003,117	1,474,184
Total (1)	2,570,905	2,831,496
Corporate loans including small loans:		
Overdrafts	3,282,704	2,087,612
Direct loans	25,625,845	21,274,867
Syndication loans	5,238,268	5,310,459
Total (2)	34,146,817	28,672,938
Total loans and advances to customers (1+2)	36,717,722	31,504,434
Less :ECL Allowance	(2,150,434)	(1,991,630)
Less: interest in suspense	(119,933)	(163,126)
Less :Unearned discount	(122,934)	(237,065)
Net loans and advances to customers	34,324,421	29,112,613
Loans and advances to banks	393,862	342,988
Less :ECL Allowance	(1,466)	(1,247)
Less :Unearned discount	(2,918)	(2,404)
Net loans and advances to customers & Banks	34,713,899	29,451,950

Analysis of expected credit loss of loans and facilities to customers and banks

	30 September 2021	31 December 2020
Balance at the beginning of the Period/Year	1,992,877	1,845,128
ECL Allowance for the Period/Year (note 11)	228,441	168,680
Provisions no longer required (note 11)	(3,233)	(8,455)
Foreign currency translation	(6,691)	(20,898)
Recoveries from written-off debts	3,233	8,455
Write-off during the Period/ year	(62,727)	(33)
Balance at the end of the Period/Year	2,151,900	1,992,877

Analysis of expected credit loss of loans and facilities by type:

	30 September 2021	31 December 2020
Retail		
Balance at the beginning of the Period/Year	27,721	70,494
ECL Allowance for the Period/Year (note 11)	(11,426)	(42,773)
Balance at the end of the Period/Year (1)	16,295	27,721
Corporate and Banks		
Balance at the beginning of the Period/Year	1,965,156	1,774,634
ECL Allowance for the Period/Year (note 11)	239,867	211,453
Provisions no longer required (note 11)	(3,232)	(8,455)
Foreign currency translation	(6,691)	(20,898)
Recoveries from written-off debts	3,232	8,455
Writ-off during the period/year	(62,727)	(33)
Balance at the end of the Period/Year (2)	2,135,605	1,965,156
Total (1) + (2)	2,151,900	1,992,877

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

18- Derivative financial instruments

The Bank has applied hedge accounting and the change in the fair value of the derivative is recognized in other comprehensive income.

30 September 2021

	Contractual value	Assets	Liabilities
Cash flow hedge			
Interest rate swap	308,462	-	9,738
Total assets / liabilities	308,462	-	9,738

31 December 2020

	Contractual value	Assets	Liabilities
Cash flow hedge			
Interest rate swap	313,157	-	15,128
Total assets / liabilities	313,157	-	15,128

19- Financial investments

	30 September 2021	31 December 2020
Financial investments at fair value through Other Comprehensive Income:		
A) Debt instruments		
Listed (Treasury Bonds)	7,779,119	4,519,106
Listed (Non-government Bonds)	1,461,174	1,636,804
Sukuk	700,000	500,000
B) Equity instruments		
Unlisted	38,907	57,052
C) Money Market Funds		
AUBE Mutual Fund THARWA	14,004	13,040
AUBE Mutual Fund ALPHA	9,667	9,485
Total financial investments at FVTOCI (1)	10,002,871	6,735,487
Financial investments at Amortized Cost:		
A) Debt instruments		
Government Bonds	2,504,774	2,667,414
Total financial investments at Amortized Cost (2)	2,504,774	2,667,414
Financial investments at fair value through profit or loss:		
A) Equity instruments		
Listed	1,201	1,630
B) Money Market Funds		
AUBE Mutual Fund THARWA	32,208	29,991
Total financial investments at FVTPL (3)	33,409	31,621
Total financial investments (1+2+3)	12,541,054	9,434,522
Current Balances	72,316	88,673
Non- current Balances	12,468,738	9,345,849
Total	12,541,054	9,434,522
Equity Instruments	40,108	58,682
Debt Instruments	12,445,067	9,323,324
Mutual Funds	55,879	52,516
Total	12,541,054	9,434,522

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

30 September 2021	Financial investment at Fair value through OCI	Financial investment at Amortized Cost	Total
Balance at 1 January 2021	6,735,487	2,667,414	9,402,901
Additions	4,381,492	445,000	4,826,492
Amortization of discount	(28,540)	2,745	(25,795)
Disposals / Maturities	(1,021,689)	(610,385)	(1,632,074)
Foreign Currency Revaluation	(4,218)	-	(4,218)
Net fair value adjustments	(59,661)	-	(59,661)
Balance at 30 September 2021	10,002,871	2,504,774	12,507,645

31 December 2020	Financial investment at Fair value through OCI	Financial investment at Amortized Cost	Total
Balance at 1 January 2020	4,334,342	4,730,434	9,064,776
Additions	5,122,360	719,910	5,842,270
Amortization of discount	1,944	21,513	23,457
Disposals / Maturities	(2,640,308)	(2,804,443)	(5,444,751)
Foreign Currency Revaluation	6,581	-	6,581
Net fair value adjustments	(89,432)	-	(89,432)
Balance at 31 December 2020	6,735,487	2,667,414	9,402,901

20-Gain on Financial Investments

	<i>Last 9 Months 30 September 2021</i>	<i>Last 9 Months 30 September 2020</i>	<i>Last 3 Months 30 September 2021</i>	<i>Last 3 Months 30 September 2020</i>
Gain on sale of treasury bills	20,330	40,216	6,575	4,555
Gain on sale of financial investment – FVTOCI	27,062	32,796	3,715	1,432
Total	47,392	73,012	10,290	5,987

21-Financial investment in subsidiaries

	30 September 2021	31 December 2020
Ahli United Finance Company (Unlisted) - Owned 99.99%	54,468	54,468

22- Investment properties (net)

	30 September 2021	31 December 2020
Cost	41,646	41,646
Additions	434	-
Accumulated depreciation	(6,588)	(5,755)
Depreciation during the period/year	(625)	(833)
Net Book Value	34,867	35,058

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

23- Other assets**30 September 2021 31 December 2020**

Interest Receivable from Customers	585,649	497,745
Prepaid expenses	8,497	20,801
Advances for purchase of property, plant and equipment	77,383	168,944
Assets acquired as settlement of debts	294,080	146,013
Deposits held with other custody	19,217	7,734
Other assets	335,021	263,654
Total	1,319,847	1,104,891

24 – Property, plant and equipment (net)

	<i>Lands and buildings</i>	<i>Leased assets improvements</i>	<i>Equipment and machinery</i>	<i>Others</i>	<i>Total</i>
Net book value as of 1 January 2021	319,793	86,276	67,116	156,834	630,019
Additions	143,240	39,935	9,763	36,554	229,492
Disposals	-	-	-	(847)	(847)
Depreciation charge	(6,291)	(14,279)	(6,994)	(31,774)	(59,338)
Depreciation related to Disposals	-	-	-	847	847
Net book value 30 September 2021	456,742	111,932	69,885	161,614	800,173

**Balance at the end of current period
represents in:**

Cost	526,675	242,352	121,822	422,124	1,312,973
Accumulated depreciation	(69,933)	(130,420)	(51,937)	(260,510)	(512,800)
Net book value 30 September 2021	456,742	111,932	69,885	161,614	800,173

	<i>Lands and buildings</i>	<i>Leased assets improvements</i>	<i>Equipment and machinery</i>	<i>Others</i>	<i>Total</i>
Net book value as of 1 January 2020	233,998	88,921	70,829	119,645	513,393
Additions	92,331	13,700	5,220	72,145	183,396
Disposals	-	-	(634)	(541)	(1,175)
Depreciation charge	(6,536)	(16,345)	(8,728)	(34,956)	(66,565)
Depreciation related to Disposals	-	-	429.00	541	970
Net book value 31 December 2020	319,793	86,276	67,116	156,834	630,019

**Balance at the end of current period
represents in:**

Cost	383,435	202,417	112,059	386,417	1,084,328
Accumulated depreciation	(63,642)	(116,141)	(44,943)	(229,583)	(454,309)
Net book value 31 December 2020	319,793	86,276	67,116	156,834	630,019

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

25-Due to banks

	30 September 2021	31 December 2020
Current accounts	27,906	21,216
Deposits from Banks	1,734,735	-
Total	1,762,641	21,216
Local banks	1,734,735	-
Foreign banks	27,906	21,216
Total	1,762,641	21,216

26-Customers' deposits

	30 September 2021	31 December 2020
Demand deposits	16,336,012	15,421,374
Time deposits	23,480,876	22,186,609
Certificates of deposit	5,709,219	4,780,309
Savings deposits	3,965,165	3,851,444
Other deposits	639,098	339,182
Total	50,130,370	46,578,918

27- Other liabilities

	30 September 2021	31 December 2020
Interest Payable	247,172	266,071
Clearing operations – CBE	235,466	122,223
Margin deposits	226,715	84,986
Accrued Taxes	298,603	351,465
Unearned revenue	20,969	21,409
Accrued expenses	63,565	68,356
Deferred tax liability	262,697	273,516
Dividends Payable	11,855	-
Other credit balances	118,449	51,972
Total	1,485,491	1,239,998

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

28- Other provisions

	<i>Provision for legal claims</i>	<i>Claims provision</i>	<i>Contingent liabilities</i>	<i>Total</i>
Balance at 1 January 2021	31,730	98,327	31,880	161,937
Charged (released) during the Period	960	(21,384)	15,094	(5,330)
Foreign currency translation	(2)	(46)	(57)	(105)
Balance at 30 September 2021	32,688	76,897	46,917	156,502
Balance at 1 January 2020	32,872	162,154	30,434	225,460
Charged (released) during the year	430	(34,540)	1,507	(32,603)
Used during the year	(1,541)	(28,560)	-	(30,101)
Foreign currency translation	(31)	(727)	(61)	(819)
Balance at 31 December 2020	31,730	98,327	31,880	161,937

29-Capital**29.1 Authorized Capital**

Authorized capital amounts to EGP 4 Billion (31 December 2020: EGP 4 Billion).

29.2 Issued and paid up Capital

Issued and paid in capital amounts to EGP 3 Billion at 30 September 2021 represented by 300 Million Share with par value 10 EGP for each.

On March 29, 2021 the ordinary general assembly approved to increase of the bank authorized capital up to EGP 10 billion, issued and paid up capital to EGP 5 billion by issuing of 200 million bonus shares out of retained earnings resulting in an increase in paid up capital by EGP 2 billion to reach EGP 5 billion, commercial register update is in progress

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

30-Reserves and Retained Earnings

	30 September 2021	31 December 2020
Reserves of General bank risk	6,378	6,378
Legal & Capital reserve	560,312	500,659
Fair value reserve	100,068	161,256
General Risk reserve	11,884	11,884
Total reserves at the end of the period/Year	678,642	680,177

30-1 Reserves of General Bank Risks

	30 September 2021	31 December 2020
Balance at the beginning of the period/Year	6,378	6,027
Charge related to Assets reverted to the bank	-	351
Balance at the end of the period/Year	6,378	6,378

* As per CBE Regulations, the Bank is required to create a general banking risk reserve for impact arising from any unexpected risks. The Bank will not make any distribution from this reserve without obtaining prior approval of the Central Bank of Egypt.

30-2 Legal and Capital Reserve

	30 September 2021	31 December 2020
Balance at the beginning of the Period/Year	500,659	436,164
Transfer from profit of previous year to Legal reserve	59,653	64,495
Balance at the end of the period/Year	560,312	500,659

* According to the Bank's Articles of Association 5% of the year's net profits are transferred to the legal reserve. The transfer to legal reserve shall be suspended when the balance thereof equivalent to 50% of the total issued capital.

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

30-3 Fair value reserve

	30 September 2021	31 December 2020
Balance at the beginning of the Period/Year	161,256	255,764
Fair value movements during Period/year	(59,976)	(91,486)
Expected credit loss of debt instruments measured at fair value through Other comprehensive income	(1,212)	(3,022)
Balance at the end of the period/Year	100,068	161,256

30-4 Retained Earnings

	30 September 2021	31 December 2020
Balance at the beginning of the period/year	4,443,580	3,898,090
Transfer to legal reserve	(59,653)	(64,495)
Bonus shares	(2,000,000)	-
Cash dividends	-	(450,000)
Employees' profit share	(123,000)	(120,000)
Directors' remuneration	(5,922)	(5,922)
Transferred to GBRR	-	(351)
Net profit for the year	799,615	1,186,258
Transferred to Banking sector support fund	(11,855)	-
Balance at the end of period/year	3,042,765	4,443,580

31-Cash and cash equivalents

For the purpose of cash-flow presentation; cash and cash equivalent include the following balances that have maturity dates not exceeding three months from their acquisition date.

	30 September 2021	30 September 2020
Cash and due from Central Bank	4,366,859	4,651,833
Due from banks	4,342,872	2,946,344
Treasury bills	4,104,293	8,277,706
Balances with CBE - mandatory reserve	(3,857,592)	(4,178,018)
Treasury bills with maturities more than 3 months	(4,105,176)	(8,277,706)
Total	4,851,256	3,420,159

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

All Figures are in EGP 000

32 - Contingent liabilities and commitments**A - Legal claims**

There is a number of existing cases filed against the bank on 30 September 2021 without provision as the bank does not expect to incur losses from it.

B - Capital commitments. Liabilities against letters of credit, documentary credits and other commitments

	30 September 2021	31 December 2020
Capital commitments of fixed assets	69,016	104,910
Commitments under operating lease contracts	77,050	85,122
Liabilities against letters of credit, documentary credits and other Commitments	8,757,788	6,750,442
Total	8,903,854	6,940,474

33-Related party transactions

The Bank is a subsidiary of Ahli United Bank - Bahrain B.S.C (The Parent) which owns 95.68 % of the ordinary shares and the remaining stake of 4.32 % owned by other shareholders. In addition, Bank owns 99.99% of the subsidiary company, AUFC

Following are related party transactions and balances during the financial period ended 30 September 2021 and 31 December 2020:

	30 September 2021	31 December 2020
Due from banks	360,953	418,297
Due to banks	13,223	5,837
Customer deposits	15,829	20,831
Loans and advances to customers	285,457	177,767

The average monthly salaries inclusive of all other allowances, incentive or Profit Share for top 20 staff as at 30 September 2021 is EGP 2,839 thousand.

AHLI UNITED BANK EGYPT S.A.E**NOTES TO THE SEPARATE CONDENSED INTERIM FINANCIAL STATEMENTS**

As of 30 September 2021

34- Tax position**Income Tax**

- The Bank calculates and pays the income tax liability in due date based on the bank's tax declaration report.
- Income Tax prior to 2016 has been assessed and settled with the tax authority.
- The tax examination data is being prepared for the years 2017/2019.
- The bank taken into consideration the status of the above assessment while estimating the tax provision.

Stamp Duty Tax

- All of the bank branches were inspected from operating date till 31 July 2006.
- From 1st August 2006 up to 31st December 2020 settled with the tax authority –inspection completed.

Salary Tax

- The bank calculates, deducts and pays the monthly salary tax on a regular basis
- From the bank inception date till 2002 was assessed and the tax due was paid. Some periods are pending in the courts.
- From 2003 till 2004 was inspected and the bank dispute was transferred to the Interior Committee.
- The period from 2005 till 2019 settled with tax authority- inspection completed.
- The Bank has taken into consideration the status of the above assessments while estimating the tax provision.

Real Estate Tax

- The Bank has paid the real estate tax except for claims for overstatement and the bank objected.

35-Comparative Figures

Certain comparative figures have been reclassified to conform to the presentation of financial statements for the period.

36- Important Events

Some global major events have occurred, which included the Arab Republic of Egypt, where the outbreak of the Coronavirus occurred soon before the end of 2019.

The World Health Organization has announced that the outbreak can be described as a global pandemic, and the government has introduced various measures to combat the outbreak,

Including travel restrictions, quarantine, business closures and other places, and these government responses and their corresponding effects are still developing, which is expected to affect the economic climate, which in turn could expose the company to various risks, including a substantial decrease in revenues, assessment of impairment of assets and other risks.

AUB is closely monitoring the situation and has activated its business continuity planning and other risk management practices to manage the potential business disruption COVID-19 outbreak may have on its operations and financial performance. Based on the uncertainties caused by COVID-19 and in anticipation of the expected economic slowdown,

AUB is closely monitoring the loan portfolio considering the relevant impact of COVID-19 on the qualitative and quantitative factors where determining the significant increase in Credit Risk is specifically for the exposures of the mostly affected sectors.

Accordingly, AUB is continuing its internal protective action started in Q1 2020 by enhancing the level of provisions as well as the portfolio coverage ratio as a mitigation plan for the COVID-19 impact on the loan portfolio as of end of December 2020. Further precautionary actions might be taken.

These events did not affect the financial statements of the company as of 30 September, 2021, but they may affect the financial statements of future financial periods.

Although it is difficult to determine the amount of this effect at present, this effect may appear in future financial statements.

The size of the impact varies according to the expected extent and the period of time over which these events are expected to end and their impact.

On 15 September 2020, CBE issued law no. 194 for 2020 "Central Bank and Banking Sector law" replacing law no. 88 for 2003.

The law addresses the Central Bank of Egypt in addition to the Egyptian banking sector who are mandated to comply with this law provisions within a maximum period of 1 year from the issuance of the law i.e. by 14 September 2021 including raising the Egyptian Banks minimum capital requirements from EGP 500 million to EGP 5 billion. CBE's BOD may extend the grace period for regularization up to maximum of two years. The law executive regulations will be issued by CBE.

In addition, the law requires all banks to prepare interim financial statements in accordance to Egyptian accounting standards. These financial statements are to be published in 1 newspaper and on the bank's, website attached to them a summary of the auditor's report and BOD report.