

**AHLI UNITED BANK**  
**(S.A.E)**

**Interim Condensed Consolidated Financial Statements**  
**For the Six Months Ended 30 June 2022**  
**& Limited Review Report**

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

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For the six months ended 30 June 2022

<b>Index</b>	<b>Page</b>
Limited Review Report on Interim Condensed Consolidated Financial Statements	1
Interim Condensed Consolidated Balance Sheet	2
Interim Condensed Consolidated Income Statement	3
Interim Condensed Consolidated Statement of Other Comprehensive Income	4
Interim Condensed Consolidated Statement of Cash Flows	5
Interim Condensed Consolidated Statement of Changes in Equity	6
Notes to the Interim Condensed Consolidated Financial Statements	7- 24

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

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

### **Introduction**

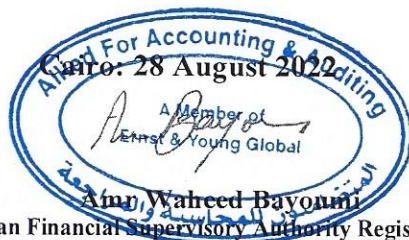
We have performed a limited review on the accompanying consolidated condensed financial statement of Ahli United Bank Egypt (SAE) as of 30 June 2022 and the related consolidated condensed statements of financial position, consolidated condensed statements of income, consolidated condensed Statement of comprehensive income, changes in equity and cash flows for the six 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 consolidated 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 consolidated 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 Consolidated 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 consolidated condensed interim financial statements.

### **Conclusion**

Based on our limited review, nothing has come to our attention that causes us to believe that accompanying consolidated condensed interim financial statements do not present fairly, in all material respects, the financial position of the Bank as of 30 June 2022 and of its financial performance and its cash flows for the six months then ended in accordance with the bases of recognition and measurement issued by 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, relevant to the preparation of these interim condensed consolidated financial statements.



Egyptian Financial Supervisory Authority Register no.358

**Allied for Accounting & Auditing EY**

### **Auditors**

**Ahmed Abdel Hady**  
Egyptian Financial Supervisory Authority Register no.287

**Change Chartered Accountants**



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

As at 30 June 2022

	Note	30 June 2022 EGP Thousands	31 December 2021 EGP Thousands
<b>ASSETS</b>			
Cash and balances with Central Bank of Egypt			
Due from banks	(12)	7,879,285	5,500,878
Treasury bills	(13)	6,957,546	4,769,468
Loans and advances to customers & banks	(14)	3,645,643	1,966,954
Derivative financial instruments	(15)	44,548,523	36,716,271
Financial Investments at:	(16)	6,655	-
- Fair value through other comprehensive income	(17)	10,677,992	10,507,500
- Amortized cost	(17)	2,522,815	2,504,245
- Fair value through profit or loss	(17)	47,709	45,737
Investments properties (net)	(19)	20,121	34,659
Other assets	(20)	1,619,287	1,591,219
Property, plant and equipment (net)	(21)	880,454	825,755
<b>TOTAL ASSETS</b>		<b>78,806,030</b>	<b>64,462,686</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Due to banks			
Customers' deposits	(22)	5,894,595	325,444
Treasury bills sold under repurchase agreements	(23)	61,023,993	53,511,914
Derivative financial instruments	(14)	6,091	10,152
Other loans	(16)	11	6,674
Other liabilities	(24)	453,870	92,635
Other provisions	(25)	1,509,067	1,184,138
<b>TOTAL LIABILITIES</b>	(26)	<b>180,376</b>	<b>157,676</b>
		<b>69,068,003</b>	<b>55,288,633</b>
<b>EQUITY</b>			
Issued and paid-up-capital	(27)	5,000,000	3,000,000
Transferred under capital increase	(27)	2,000,000	2,000,000
Reserves		525,138	682,889
Retained earnings (including net profit for the current period /year)		2,212,889	3,491,164
<b>TOTAL EQUITY</b>		<b>9,738,027</b>	<b>9,174,053</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>78,806,030</b>	<b>64,462,686</b>



Hala Hatem Sadek  
CEO & Board Member

-The attached notes from (1) to (33) form an integral part of these interim condensed consolidated financial statements.  
-Limited review report attached



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

For the six months ended 30 June 2022

	Note	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Six months ended 30 June 2021 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2021 EGP Thousands</i>
Interest from loans and similar revenues	(5)	3,225,663	2,490,586	1,742,528	1,250,372
Interest on deposits and similar costs	(5)	(1,936,985)	(1,479,093)	(1,022,411)	(731,916)
<b>Net interest income</b>		<b>1,288,678</b>	<b>1,011,493</b>	<b>720,117</b>	<b>518,456</b>
Fees and commission revenues	(6)	240,581	172,254	137,352	76,139
Fees and commission expenses	(6)	(21,920)	(13,137)	(10,572)	(6,439)
<b>Net fees and commission income</b>		<b>218,661</b>	<b>159,117</b>	<b>126,780</b>	<b>69,700</b>
Dividends income		4,945	3,273	4,945	3,273
Net trading income	(7)	37,958	47,301	14,011	21,832
Gains on financial investments	(18)	17,685	37,102	10,777	23,125
Provision for credit losses	(10)	(479,089)	(57,190)	(64,731)	(34,500)
Administrative expenses	(8)	(497,973)	(392,495)	(259,129)	(198,610)
Other operating income (expenses)	(9)	553,178	(1,064)	102,272	(554)
<b>Net profit before income tax</b>		<b>1,144,043</b>	<b>807,537</b>	<b>655,042</b>	<b>402,722</b>
Income tax expenses	(11)	(228,197)	(220,645)	(163,758)	(118,485)
<b>Net profit for the period after tax</b>		<b>915,846</b>	<b>586,892</b>	<b>491,284</b>	<b>284,237</b>
Attributable to:					
Equity holders of the bank		915,846	586,892	491,284	284,237
<b>Net profit of the period</b>		<b>915,846</b>	<b>586,892</b>	<b>491,284</b>	<b>284,237</b>

The attached notes from (1) to (33) form an integral part of these interim condensed consolidated financial statements.

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

For the six months ended 30 June 2022

	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Six months ended 30 June 2021 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2021 EGP Thousands</i>
<b>Net profit for the period</b>	<b>915,846</b>	<b>586,892</b>	<b>491,284</b>	<b>284,237</b>
<b>Items that will not be recycled to the profit or loss:</b>				
Net change in fair value of equity instruments measured at fair value through other comprehensive income	1,006	733	996	94
<b>Items that is or may be recycled to the profit or loss:</b>				
Net change in fair value of debt instruments measured at fair value through other comprehensive income	(235,324)	(65,576)	(46,358)	(11,465)
Net change in fair value of interest rate swaps – Fair value hedge	13,317	3,818	7,849	1,461
Expected credit losses of debt instruments measured at fair value through other comprehensive income	3,480	(967)	2,776	137
<b>Total comprehensive income for the period</b>	<b>698,325</b>	<b>524,900</b>	<b>456,547</b>	<b>274,464</b>

The attached notes from (1) to (33) form an integral part of these interim condensed consolidated financial statements.

**AHLI UNITED BANK EGYPT S.A.E****INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the six months ended 30 June 2022

	Note	30 June 2022 EGP Thousands	30 June 2021 EGP Thousands
<b><u>OPERATING ACTIVITIES</u></b>			
Net Profit before income tax		1,144,043	807,537
<i>Adjustments to reconcile net profit to net cash provided by operating activities:</i>			
Dividends income		(4,945)	(3,273)
Depreciation and amortization	(8)	51,248	39,622
Provision for credit losses	(10)	479,089	57,190
Other provisions charged	(26)	21,316	51
Revaluation differences of other provisions in foreign currencies	(26)	1,454	(161)
Gain on disposals of property, plant and equipment	(9)	(295)	(241)
Amortization of premium	(17)	147,911	21,285
Revaluation difference in foreign currencies		152,321	4,000
Gain on sale of financial investments at fair value through other comprehensive income	(18)	(8,146)	(23,347)
Revaluation of financial investments at fair value through profit or loss	(7)	(1,858)	(1,265)
<b>Operating income before changes in operating assets and liabilities</b>		<b>1,982,138</b>	<b>901,398</b>
<i>Net changes in operating assets and liabilities:</i>			
Balances with Central Bank of Egypt - mandatory reserve		(2,194,330)	-
Due from banks		(94,014)	(610,550)
Treasury bills		(1,680,287)	2,740,469
Loans and advances to customers and banks		(8,542,734)	(2,978,858)
Financial investments at fair value through profit or loss		(114)	(1,265)
Other assets		(28,068)	(162,128)
Due to banks		5,569,151	809,649
Customers' deposits		7,512,079	345,695
Treasury bills sold under repurchase agreements		(4,061)	(5,943)
Derivative financial instruments		-	(3,898)
Other liabilities		215,909	169,217
Other provisions utilized		(70)	-
Income tax paid		(253,526)	(260,233)
<b>Net cash flows generated from operating activities</b>		<b>2,482,073</b>	<b>943,553</b>
<b><u>INVESTING ACTIVITIES</u></b>			
Purchases of property, plant and equipment	(21)	(92,391)	(51,780)
Proceeds from sale of property, plant and equipment		1,277	241
Proceeds from redemption of financial investments at amortized cost	(17)	95,697	69,997
Purchases of financial investments at amortized cost	(17)	(115,553)	-
Proceeds from redemption financial investments at FVOCI	(17)	1,686,618	713,398
Purchases of financial investments at FVOCI	(17)	(2,145,526)	(3,096,000)
Dividends income received		4,945	3,273
<b>Net cash flows used in investing activities</b>		<b>(564,933)</b>	<b>(2,360,871)</b>
<b><u>FINANCING ACTIVITIES</u></b>			
Proceeds from (Settlement of) other loans		361,235	(9,217)
<b>Net cash flows generated from (used in) financing activities</b>		<b>361,235</b>	<b>(9,217)</b>
Net increase (decrease) in cash and cash equivalents during the period		2,278,375	(1,426,535)
Cash and cash equivalents at the beginning of the period		5,239,321	4,123,404
<b>Cash and cash equivalents at the end of the period</b>	(28)	<b>7,517,696</b>	<b>2,696,869</b>
<b>Cash and cash equivalents are represented as follows:</b>			
Cash and balances with Central Bank of Egypt	(12)	7,879,285	4,316,624
Due from banks	(13)	6,959,872	2,711,168
Treasury bills	(14)	3,647,293	4,863,683
Balances with Central Bank of Egypt - mandatory reserve	(12)	(7,227,447)	(3,871,525)
Deposits with banks with original maturities more than 3 months		(94,014)	(929,319)
Treasury bills with original maturities more than 3 months		(3,647,293)	(4,393,762)
<b>Cash and cash equivalents at the end of the period</b>	(28)	<b>7,517,696</b>	<b>2,696,869</b>

The attached notes from (1) to (33) form an integral part of these interim condensed consolidated financial statements.



# AHLI UNITED BANK EGYPT S.A.E

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

	Issued and paid-up capital	Transferred under capital increase	Legal & capital reserve	Reserves			Total Reserves	Retained earnings	Total
				General risk reserve	General banking risk reserve	Fair value reserve			
Balance as at 1 January 2021	3,000,000	-	503,756	11,884	6,380	162,981	685,001	4,521,437	8,206,438
Prior year adjustments	-	-	-	-	-	-	-	(1,207)	(1,207)
Balance as at 1 January 2021 after adjustments	3,000,000	-	503,756	11,884	6,380	162,981	685,001	4,520,230	8,205,231
Net profit for the period	-	-	-	-	-	-	-	586,892	586,892
Other comprehensive income	-	-	-	-	-	(61,992)	(61,992)	-	(61,992)
Transferred under capital increase	-	2,000,000	-	-	-	-	-	(2,000,000)	-
Employees profit share	-	-	-	-	-	-	-	(125,565)	(125,565)
Directors' remuneration	-	-	-	-	-	-	-	(5,922)	(5,922)
Transferred to legal and capital reserve	-	-	61,003	-	-	-	61,003	(61,003)	-
Transferred to banking sector support fund	-	-	-	-	-	-	-	(11,855)	(11,855)
<b>Balance as at 30 June 2021</b>	<b>3,000,000</b>	<b>2,000,000</b>	<b>564,759</b>	<b>11,884</b>	<b>6,380</b>	<b>100,989</b>	<b>684,012</b>	<b>2,902,777</b>	<b>8,586,789</b>
Balance as at 1 January 2022	3,000,000	2,000,000	564,759	11,884	6,729	99,517	682,889	3,491,164	9,174,053
Prior year adjustments	-	-	-	-	-	-	-	716	716
<b>Balance as at 1 January 2022 after adjustments</b>	<b>3,000,000</b>	<b>2,000,000</b>	<b>564,759</b>	<b>11,884</b>	<b>6,729</b>	<b>99,517</b>	<b>682,889</b>	<b>3,491,880</b>	<b>9,174,769</b>
Net profit for the period	-	-	-	-	-	-	-	915,846	915,846
Other comprehensive income	-	-	-	-	-	(217,521)	(217,521)	-	(217,521)
Transferred under capital increase	-	2,000,000	-	-	-	-	-	(2,000,000)	-
Employees profit share	-	-	-	-	-	-	-	(117,628)	(117,628)
Directors' remuneration	-	-	-	-	-	-	-	(5,922)	(5,922)
Transferred to legal and capital reserve	-	-	59,770	-	-	-	59,770	(59,770)	-
Transferred to banking sector support fund	-	-	-	-	-	-	-	(11,517)	(11,517)
Bonus shares issued	2,000,000	(2,000,000)	-	-	-	-	-	-	-
<b>Balance as at 30 June 2022</b>	<b>5,000,000</b>	<b>2,000,000</b>	<b>624,529</b>	<b>11,884</b>	<b>6,729</b>	<b>(118,004)</b>	<b>525,138</b>	<b>2,212,889</b>	<b>9,738,027</b>

The attached notes from (1) to (33) form an integral part of these interim condensed consolidated financial statements.



## **AHLI UNITED BANK EGYPT S.A.E**

### **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six months ended 30 June 2022

#### **1. General information**

The Bank and its subsidiary (together "the Group") provides Institutional, Retail Banking and Investment Banking services within the Arab Republic of Egypt through its head office and 40 branches with 1197 employees at 30 June 2022.

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 Cairo and Alexandria stock exchanges.

The Board of Directors has approved the Bank's consolidated condensed interim financial statements on 25 August 2022.

#### **2. 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 periods presented, unless otherwise stated:

##### **2.1 Basis of preparation of the financial statements**

The interim condensed consolidated financial statements have been prepared in accordance with the Central Bank of Egypt (CBE) instructions approved by its Board of Directors on December 16, 2008 and the instructions issued on February 26, 2019, regarding to the rules of applying IFRS (9). What is not mentioned in the CBE instructions shall be referred to the Egyptian Accounting Standards; and in accordance with applicable laws of Egypt.

The bank issued these interim condensed consolidated financial statements based on the CBE instructions issued on May 5, 2020, which allow banks to issue condensed quarterly financial statements .

In preparing these interim condensed consolidated financial statements, significant judgments made by the management in applying the Bank's accounting policies and the key sources of estimation were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2021.

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**3. Financial risks management****3.1 Quality of Financial Assets**

The following table provide information on the credit quality of the financial assets balances as at:

<i>30 June 2022</i>	<i>Stage (1) 12 months</i>	<i>Stage (2) Lifetime</i>	<i>Stage (3) Lifetime</i>	<i>Total</i>
Due from banks	4,255,183	2,704,689	-	6,959,872
Treasury bills	3,558,996	208,711	-	3,767,707
Loans and advances to customers & banks	30,399,291	16,175,830	1,721,849	48,296,970
Debt Instruments at Fair value through other comprehensive income	9,935,236	638,212	-	10,573,448
Debt Instruments at Amortized Cost	2,522,815	-	-	2,522,815
	<u>50,671,521</u>	<u>19,727,442</u>	<u>1,721,849</u>	<u>72,120,812</u>
<i>31 December 2021</i>	<i>Stage (1) 12 months</i>	<i>Stage (2) Lifetime</i>	<i>Stage (3) Lifetime</i>	<i>Total</i>
Due from banks	2,992,143	1,779,418	-	4,771,561
Treasury bills	1,857,930	174,455	-	2,032,385
Loans and advances to customers & banks	23,447,536	14,611,975	1,415,736	39,475,247
Debt Instruments at Fair value through other comprehensive income	9,867,945	545,877	-	10,413,822
Debt Instruments at Amortized Cost	2,504,245	-	-	2,504,245
	<u>40,669,799</u>	<u>17,111,725</u>	<u>1,415,736</u>	<u>59,197,260</u>

The following table provide information on the expected credit losses balances as at:

<i>30 June 2022</i>	<i>Stage (1) 12 months</i>	<i>Stage (2) Lifetime</i>	<i>Stage (3) Lifetime</i>	<i>Total</i>
Due from banks	134	2,192	-	2,326
Treasury bills	-	1,650	-	1,650
Loans and advances to customers & banks	442,012	1,287,925	1,382,472	3,112,409
Debt instruments at fair value through other comprehensive income	922	5,720	-	6,642
Commitments on loans and collaterals	43,330	11,483	20,140	74,953
	<u>486,398</u>	<u>1,308,970</u>	<u>1,402,612</u>	<u>3,197,980</u>
<i>31 December 2021</i>	<i>Stage (1) 12 months</i>	<i>Stage (2) Lifetime</i>	<i>Stage (3) Lifetime</i>	<i>Total</i>
Due from banks	280	1,813	-	2,093
Treasury bills	-	452	-	452
Loans and advances to customers & banks	87,943	1,144,417	1,169,357	2,401,717
Debt instruments at fair value through other comprehensive income	1,056	2,105	-	3,161
Commitments on loans and collaterals	35,879	6,539	15,324	57,742
	<u>125,158</u>	<u>1,155,326</u>	<u>1,184,681</u>	<u>2,465,165</u>

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**3. Financial risks management (Cont....)****3.2 Capital risk management****According to Basel II**

Total Tier 1 (basic and additional capital)

**9,724,304**

9,021,097

Total Tier 2 (subordinated capital)

**495,964**

143,112

Total Capital Base

**10,220,268**

9,164,209

Total weighted risk of contingent assets and liabilities

**59,166,649**

50,313,147

**Capital Adequacy Ratio****17.27%**

18.21%

**3.3 Financial leverage risk management**

Tier 1 of the capital adequacy ratio

**9,724,304**

9,021,097

Total exposures in &amp; off-Balance Sheet

**85,563,296**

69,659,832

**Leverage ratio%****11.37%**

12.95%

Capital adequacy Standard had been prepared based on (Basel II) requirements, which Central Bank of Egypt Board of Directors had approved in its meeting held on December 18, 2012, and had been issued on December 24, 2012, and in accordance with the instructions of the Central Bank of Egypt for the capital adequacy ratio (Basel II) issued during May 2019, And CBE instructions issued in January 2021 regarding the adoption of Standardized Approach for measuring operational risk starting from year 2022 to replace Basic Indicator Approach.

**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.

According to banking processes the segment analysis includes the following:

**Large, medium & small institutions**

It includes activities of current accounts, deposits, debit current accounts, loans, advances & financial derivatives.

**Investments**

It includes activities of corporate merge, investment purchase, financing corporate restructuring & financial instruments.

**Individuals**

It includes activities of current accounts, saving, deposits, credit cards, personal loans & real-estate loans.

**Other activities**

It includes other banking activities such as fund management. Transactions are applied within segment activities according to the Bank's activity cycle which include assets and liabilities; operational assets and liabilities that are presented in the Bank's balance sheet.



# AHLI UNITED BANK EGYPT S.A.E

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2022

### 4. Segment analysis – Activity (Cont....)

(All Figures are in EGP Thousands)

#### 4.1 Activity segment analysis (Cont....)

30 June 2022	Large institutions	Small & medium institutions	Investments	Retail	Other activities	Total
<b>Revenues &amp; expenses according to segment activities:</b>						
Segment activity revenues	1,693,466	26,473	499,349	1,105,588	755,134	4,080,010
Segment activity expenses	(1,296,601)	(51,532)	(260,713)	(886,245)	(440,876)	(2,935,967)
Net profit before income tax	396,865	(25,059)	238,636	219,343	314,258	1,144,043
Income tax	(84,162)	4,043	(109,014)	(49,923)	10,859	(228,197)
Net profit for the period after tax	312,703	(21,016)	129,622	169,420	325,117	915,846
<b>Assets &amp; liabilities according to segment activities:</b>						
Segment activity assets	44,694,574	1,221,608	28,808,437	2,746,747	1,334,664	78,806,030
<b>Total assets</b>	<b>44,694,574</b>	<b>1,221,608</b>	<b>28,808,437</b>	<b>2,746,747</b>	<b>1,334,664</b>	<b>78,806,030</b>
Segment activity liabilities	29,592,284	326,084	6,672,687	30,765,076	1,711,872	69,068,003
<b>Total liabilities</b>	<b>29,592,284</b>	<b>326,084</b>	<b>6,672,687</b>	<b>30,765,076</b>	<b>1,711,872</b>	<b>69,068,003</b>
<b>Other items for segment activity:</b>						
Depreciation	(10,527)	(1,078)	(5,306)	(24,576)	(9,761)	(51,248)
Net (charges) / release of ECL	(421,414)	(40,078)	(4,343)	(17,853)	4,599	(479,089)

# AHLI UNITED BANK EGYPT S.A.E

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

### 4. Segment analysis – Activity (Cont....)

#### 4.1 Activity segment analysis (Cont....)

30 June 2021	Large institutions	Small & medium institutions	Investments	Retail	Other activities	Total
Revenues & expenses according to segment activities:						
Segment activity revenues	1,228,278	14,421	342,073	997,723	166,957	2,749,452
Segment activity expenses	(995,637)	(9,611)	(107,371)	(791,206)	(38,090)	(1,941,915)
Net profit before income tax	232,641	4,810	234,702	206,517	128,867	807,537
Income tax	(54,283)	(1,082)	(100,245)	(40,650)	(24,385)	(220,645)
Net profit for the period	178,358	3,728	134,457	165,867	104,482	586,892
Assets & liabilities according to segment activities:						
Segment activity assets	32,960,617	589,846	21,477,364	1,778,366	1,348,172	58,154,365
Total assets	32,960,617	589,846	21,477,364	1,778,366	1,348,172	58,154,365
Segment activity liabilities	8,230,812	124,130	848,771	38,657,065	1,706,798	49,567,576
Total liabilities	8,230,812	124,130	848,771	38,657,065	1,706,798	49,567,576
Other items for segment activity:						
Depreciation	(13,480)	(767)	(5,781)	(17,601)	(1,993)	(39,622)
Net (charges) / release of ECL	(58,077)	-	887	-	-	(57,190)

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**5. Net interest income**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
<b>Interest income and similar revenues from:</b>				
Loans and advances to customers	2,088,794	1,440,767	1,183,382	743,436
Treasury bills and bonds	1,097,409	980,109	542,977	499,509
Deposits and current accounts	39,460	69,710	16,169	7,427
<b>Total</b>	<b>3,225,663</b>	<b>2,490,586</b>	<b>1,742,528</b>	<b>1,250,372</b>
<b>Cost of deposits and similar expenses on:</b>				
Deposits and current accounts:				
Banks	(195,863)	(36,545)	(132,056)	(35,654)
Customers	(1,733,534)	(1,442,548)	(882,767)	(696,262)
	(1,929,397)	(1,479,093)	(1,014,823)	(731,916)
Other loans	(7,588)	-	(7,588)	-
<b>Total</b>	<b>(1,936,985)</b>	<b>(1,479,093)</b>	<b>(1,022,411)</b>	<b>(731,916)</b>
<b>Net interest income</b>	<b>1,288,678</b>	<b>1,011,493</b>	<b>720,117</b>	<b>518,456</b>

**6. Net fees and commission income**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
<b>Fees and commission incomes:</b>				
Credit Fees and commissions	193,534	138,294	113,562	59,302
Custody fees	13,020	15,775	4,274	7,172
Other fees	34,027	18,185	19,516	9,665
<b>Total</b>	<b>240,581</b>	<b>172,254</b>	<b>137,352</b>	<b>76,139</b>
<b>Fees and commission expense:</b>				
Other fees expenses	(21,920)	(13,137)	(10,572)	(6,439)
<b>Total</b>	<b>(21,920)</b>	<b>(13,137)</b>	<b>(10,572)</b>	<b>(6,439)</b>
<b>Net income from fees and commissions</b>	<b>218,661</b>	<b>159,117</b>	<b>126,780</b>	<b>69,700</b>

**7. Net trading income**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
Foreign exchange trading gains	36,100	46,036	12,859	21,225
Change in fair value of investment at FVTPL	1,858	1,265	1,152	607
<b>Total</b>	<b>37,958</b>	<b>47,301</b>	<b>14,011</b>	<b>21,832</b>



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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**8. Administrative expenses**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
<b>Staff cost:</b>				
Salaries and wages	(180,749)	(135,012)	(95,261)	(72,498)
Social insurance	(11,722)	(9,258)	(6,000)	(4,709)
	<u>(192,471)</u>	<u>(144,270)</u>	<u>(101,261)</u>	<u>(77,207)</u>
Depreciation and amortization	(51,248)	(39,622)	(26,543)	(20,283)
Other administrative expenses	(254,254)	(208,603)	(131,325)	(101,120)
<b>Total</b>	<u>(497,973)</u>	<u>(392,495)</u>	<u>(259,129)</u>	<u>(198,610)</u>

**9. Other operating income (expenses)**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
FX revaluation gains (losses) from monetary assets and liabilities other than carried at fair value through profit or loss	556,891	(9,560)	96,643	(5,068)
Gain (Loss) on disposals of property, plant and equipment	295	241	(1,141)	-
Legal provision charged	(49)	(960)	51	(760)
Claims provision charged	(4,884)	(3,719)	(2,580)	(1,696)
Contingent provision (charged) released	(16,383)	4,628	(695)	4,801
Other income	17,308	8,306	9,994	2,169
<b>Total</b>	<u>553,178</u>	<u>(1,064)</u>	<u>102,272</u>	<u>(554)</u>

**10. Provision of credit losses**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
Due from Banks	(178)	899	(424)	381
Treasury Bills	(1,109)	(962)	562	516
Loans and advances to customers & banks	(474,746)	(58,077)	(62,166)	(35,254)
Debt instruments at FVTOCI	(3,056)	950	(2,703)	(143)
<b>Total</b>	<u>(479,089)</u>	<u>(57,190)</u>	<u>(64,731)</u>	<u>(34,500)</u>

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**11. Income tax expenses**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
Current Tax	(237,728)	(232,716)	(171,062)	(119,610)
Deferred Tax	9,531	12,071	7,304	1,125
<b>Total</b>	<b>(228,197)</b>	<b>(220,645)</b>	<b>(163,758)</b>	<b>(118,485)</b>

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
Net profit before tax	1,144,043	807,537	655,042	402,722
Income tax (22.5%)	(257,410)	(181,696)	(147,384)	(90,612)
<b>Tax effect on:</b>				
Income not subject to tax	8,497	6,035	4,957	3,168
Provision	(37,828)	(2,552)	(13,910)	(1,056)
Depreciation differences	307	271	325	248
Others	48,706	(54,774)	(15,050)	(31,358)
<b>Income tax expenses</b>	<b>(237,728)</b>	<b>(232,716)</b>	<b>(171,062)</b>	<b>(119,610)</b>

**12. Cash and balances with Central Bank of Egypt**

	<i>30 June 2022</i>	<i>31 December 2021</i>
Cash	651,838	467,760
Balances with CBE (mandatory reserve)	7,227,447	5,033,118
<b>Total</b>	<b>7,879,285</b>	<b>5,500,878</b>
<b>Interest free balances</b>	<b>7,879,285</b>	<b>5,500,878</b>

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**13. Due from Banks**

	<i>30 June 2022</i>	<i>31 December 2021</i>
Current accounts	545,684	415,198
Deposits	6,414,188	4,356,363
	6,959,872	4,771,561
Less: ECL Allowance	(2,326)	(2,093)
<b>Total</b>	<b>6,957,546</b>	<b>4,769,468</b>
Balances at CBE other than those under the mandatory reserve	1,124,236	2,067,666
Local banks	92,788	57,047
Foreign Banks	5,742,848	2,646,848
	6,959,872	4,771,561
Less: ECL Allowance	(2,326)	(2,093)
<b>Total</b>	<b>6,957,546</b>	<b>4,769,468</b>
Non-interest-bearing balances	545,684	415,198
Fixed interest-bearing balances	6,414,188	4,356,363
	6,959,872	4,771,561
Less: ECL Allowance	(2,326)	(2,093)
<b>Total</b>	<b>6,957,546</b>	<b>4,769,468</b>

**14. Treasury bills & Treasury bills sold under repurchase agreements***30 June 2022      31 December 2021***14.1 Treasury bills****Treasury Bills at Amortized Cost**

365 Days maturity	208,711	174,455
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**Treasury Bills at Fair value through OCI**

273 Days maturity	-	705,021
365 Days maturity	3,558,996	1,152,909
	3,767,707	2,032,385
Less: Unearned interest	(120,414)	(64,979)
Less: ECL Allowance	(1,650)	(452)
<b>Total</b>	<b>3,645,643</b>	<b>1,966,954</b>

**14.2 Treasury bills sold under repurchase agreements**

Treasury bills sold under repurchase agreements	6,091	10,152
<b>Total</b>	<b>6,091</b>	<b>10,152</b>



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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**15. Loans and advances to customers & banks**

	30 June 2022	31 December 2021
<b>Individuals:</b>		
Overdrafts	572,206	470,953
Credit cards	34,097	33,072
Personal loans	1,688,607	1,126,015
Mortgage Loans	1,069,508	842,315
Other Loans	675,424	887,243
<b>Total (1)</b>	<b>4,039,842</b>	<b>3,359,598</b>
<b>Corporate:</b>		
Overdrafts	3,895,952	3,496,208
Direct loans	34,827,385	27,160,829
Syndication loans	5,517,417	5,104,265
<b>Total (2)</b>	<b>44,240,754</b>	<b>35,761,302</b>
<b>Banks:</b>		
Loans	16,374	354,347
<b>Total (3)</b>	<b>16,374</b>	<b>354,347</b>
<b>Total Loans and advances to customers &amp; banks (1+2+3)</b>	<b>48,296,970</b>	<b>39,475,247</b>
Less :ECL Allowance	(3,112,409)	(2,401,717)
Less: Interest in suspense	(123,284)	(120,673)
Less :Unearned discount	(512,754)	(236,586)
<b>Net Loans and advances to customers &amp; Banks</b>	<b>44,548,523</b>	<b>36,716,271</b>

*Analysis of expected credit losses of loans and advances to customers and banks:*

	30 June 2022	31 December 2021
Balance at the beginning of the period / year	2,401,717	2,005,172
ECL Allowance charge during the period / year (note 10)	474,746	456,106
Write-off during the period / year	-	(62,867)
Recoveries from written-off amount	210	6,272
Foreign currency translation	235,736	(2,966)
<b>Balance at the end of the period / year</b>	<b>3,112,409</b>	<b>2,401,717</b>

*Analysis of expected credit losses of Loans and advances by type:*

	30 June 2022	31 December 2021
<b>Retail</b>		
Balance at the beginning of the period / year	33,763	43,630
ECL Allowance for the period / year	17,853	(9,867)
<b>Balance at the end of the period / year (1)</b>	<b>51,616</b>	<b>33,763</b>
<b>Corporate and Banks</b>		
Balance at the beginning of the period / year	2,367,954	1,961,542
ECL Allowance for the period / year	456,893	465,973
Write-off during the period / year	-	(62,867)
Recoveries from written-off debts	210	6,272
Foreign currency translation	235,736	(2,966)
<b>Balance at the end of the period / year (2)</b>	<b>3,060,793</b>	<b>2,367,954</b>
<b>Total (1) + (2)</b>	<b>3,112,409</b>	<b>2,401,717</b>

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**16. 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 June 2022*

	<i>Contractual value</i>	<i>Assets</i>	<i>Liabilities</i>
<b>Cash flow hedge</b>			
Interest rate swap	<u>380,973</u>	<u>6,655</u>	<u>11</u>
<b>Total</b>	<u>380,973</u>	<u>6,655</u>	<u>11</u>

*31 December 2021*

	<i>Contractual value</i>	<i>Assets</i>	<i>Liabilities</i>
<b>Cash flow hedge</b>			
Interest rate swap	<u>306,874</u>	<u>-</u>	<u>6,674</u>
<b>Total</b>	<u>306,874</u>	<u>-</u>	<u>6,674</u>

**17. Financial investments**

	<i>30 June 2022</i>	<i>31 December 2021</i>
<b>Fair value through Other Comprehensive Income :</b>		
<b>A) Debt instruments</b>		
Treasury Bonds (Listed)	7,871,485	7,957,732
Non-government Bonds (Listed)	2,001,963	1,756,090
Sukuk (Listed)	700,000	700,000
<b>B) Equity instruments</b>		
Listed	2,662	4,050
Unlisted	74,151	64,291
<b>C) Money Market Funds</b>		
AUBE Mutual Fund THARWA	18,480	14,335
AUBE Mutual Fund ALPHA	9,251	11,002
<b>Total financial investments at FVTOCI (1)</b>	<u>10,677,992</u>	<u>10,507,500</u>
<b>Financial investments at Amortized Cost :</b>		
<b>A) Debt instruments</b>		
Government Bonds	2,522,815	2,504,245
<b>Total financial investments at Amortized Cost (2)</b>	<u>2,522,815</u>	<u>2,504,245</u>
<b>Financial investments at Fair value through Profit or Loss</b>		
<b>A) Equity instruments</b>		
Listed	1,219	1,298
<b>B) Money Market Funds</b>		
AUBE Mutual Fund THARWA	46,490	44,439
<b>Total financial investments at FVTPL (3)</b>	<u>47,709</u>	<u>45,737</u>
<b>Total financial investments (1+2+3)</b>	<u>13,248,516</u>	<u>13,057,482</u>
Current balances	78,032	69,639
Non-current balances	13,170,484	12,987,843
<b>Total financial investments</b>	<u>13,248,516</u>	<u>13,057,482</u>
Equity instruments	78,032	69,639
Debt instruments	13,096,263	12,918,067
Mutual Funds	74,221	69,776
<b>Total financial investments</b>	<u>13,248,516</u>	<u>13,057,482</u>

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**17. Financial investments (Cont....)**

<i>30 June 2022</i>	Financial assets at Fair Value through OCI	Financial assets at Amortized Cost	Financial assets Fair Value through P&L	Total
Balance at the beginning of the period	10,507,500	2,504,245	45,737	13,057,482
Additions	2,145,526	115,553	114	2,261,193
Disposals / Maturities	(1,678,471)	(95,697)	-	(1,774,168)
Amortization of premium	(146,625)	(1,286)	-	(147,911)
Change in fair value of investment	(233,915)	-	1,858	(232,057)
Foreign currency revaluation	83,977	-	-	83,977
Balance at the ending of the period	10,677,992	2,522,815	47,709	13,248,516

<i>31 December 2021</i>	Financial assets at Fair Value through OCI	Financial assets at Amortized Cost	Financial assets Fair Value through P&L	Total
Balance at the beginning of the year	6,740,213	2,667,414	31,621	9,439,248
Additions	5,147,608	445,000	10,989	5,603,597
Disposals / Maturities	(1,284,295)	(610,385)	-	(1,894,680)
Amortization of premium	(27,863)	2,216	-	(25,647)
Change in fair value of investment	(62,538)	-	3,127	(59,411)
Foreign currency revaluation	(5,625)	-	-	(5,625)
Balance at the ending of the year	10,507,500	2,504,245	45,737	13,057,482

**18. Gain on Financial investments**

	<i>Six months ended 30 June 2022</i>	<i>Six months ended 30 June 2021</i>	<i>Three months ended 30 June 2022</i>	<i>Three months ended 30 June 2021</i>
Gain on sale of treasury bills	9,539	13,755	3,363	6,244
Gain on sale of financial investment –FVTOCI	8,146	23,347	7,414	16,881
Total	17,685	37,102	10,777	23,125

**19. Investment properties (net)**

	<i>30 June 2022</i>	<i>31 December 2021</i>
<b>Cost</b>		
Cost at the beginning of the period/year	42,080	41,646
Additions during the period/year	-	434
Transferred to property, plant and equipment	(17,424)	-
Cost at the ending of the period/year	24,656	42,080
<b>Accumulated Depreciation</b>		
Accumulated depreciation at the beginning of the period/year	(7,421)	(6,588)
Depreciation charged during the period/year	(299)	(833)
Accumulated depreciation balances transferred to property, plant and equipment	3,185	-
Accumulated depreciation at the ending of the period/year	(4,535)	(7,421)
Net book value at the ending of the period/year	20,121	34,659



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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**20. Other assets**

	30 June 2022	31 December 2021
Interest receivable from customers and banks	1,129,549	894,527
Prepaid expenses	27,119	27,824
Advances for purchase of property, plant and equipment	96,268	92,191
Assets acquired as settlement of debts (net of impairment)	310,440	294,080
Deposits held with other custody	8,560	7,219
Deferred tax assets	903	-
Other assets	46,448	275,378
<b>Total</b>	<b>1,619,287</b>	<b>1,591,219</b>

**21. 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 2022	454,359	118,905	74,210	178,281	825,755
Additions	-	45,422	8,914	38,055	92,391
Disposals	-	(2,157)	-	(3,098)	(5,255)
Transfer from investment property	14,239	-	-	-	14,239
Depreciation charge	(5,767)	(11,594)	(5,598)	(27,990)	(50,949)
Accumulated depreciation related to disposals	-	1,439	-	2,834	4,273
<b>Net book value as of 30 June 2022</b>	<b>462,831</b>	<b>152,015</b>	<b>77,526</b>	<b>188,082</b>	<b>880,454</b>

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

Cost	541,343	297,804	137,405	443,153	1,419,705
Accumulated depreciation	(78,512)	(145,789)	(59,879)	(255,071)	(539,251)
<b>Net book value as of 30 June 2022</b>	<b>462,831</b>	<b>152,015</b>	<b>77,526</b>	<b>188,082</b>	<b>880,454</b>

	<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	158,211	631,396
Additions	143,670	52,122	16,578	63,559	275,929
Disposals	-	-	-	(847)	(847)
Depreciation charge	(9,104)	(19,493)	(9,484)	(43,489)	(81,570)
Accumulated Depreciation related to disposals	-	-	-	847	847
<b>Net book value as of 31 December 2021</b>	<b>454,359</b>	<b>118,905</b>	<b>74,210</b>	<b>178,281</b>	<b>825,755</b>

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

Cost	527,104	254,539	128,491	408,344	1,318,478
Accumulated depreciation	(72,745)	(135,634)	(54,281)	(230,063)	(492,723)
<b>Net book value as of 31 December 2021</b>	<b>454,359</b>	<b>118,905</b>	<b>74,210</b>	<b>178,281</b>	<b>825,755</b>

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**22. Due to banks**

	<i>30 June 2022</i>	<i>31 December 2021</i>
Current accounts	44,595	55,444
Deposits	5,850,000	270,000
<b>Total</b>	<b>5,894,595</b>	<b>325,444</b>
Local banks	5,850,000	270,000
Foreign banks	44,595	55,444
<b>Total</b>	<b>5,894,595</b>	<b>325,444</b>

**23. Customers' deposits**

	<i>30 June 2022</i>	<i>31 December 2021</i>
Demand deposits	24,472,741	17,560,450
Time deposits	26,125,486	25,374,327
Certificates of deposit	5,700,973	5,834,945
Savings deposits	3,926,335	4,008,050
Other deposits	798,458	734,142
<b>Total</b>	<b>61,023,993</b>	<b>53,511,914</b>
Corporate deposits	47,773,522	40,441,187
Individual deposits	13,250,471	13,070,727
<b>Total</b>	<b>61,023,993</b>	<b>53,511,914</b>
Non-interest-bearing balances	6,289,774	4,340,517
Floating-interest bearing balances	22,907,760	17,962,125
Fixed interest bearing balances	31,826,459	31,209,272
<b>Total</b>	<b>61,023,993</b>	<b>53,511,914</b>
Current balances	29,197,534	22,302,642
Non-current balances	31,826,459	31,209,272
<b>Total</b>	<b>61,023,993</b>	<b>53,511,914</b>

**24. Other Loans**

	<i>Rates</i>	<i>30 June 2022</i>	<i>31 December 2021</i>
Egyptian Mortgage Refinance company (EMRC)	1%	823	973
Egyptian Mortgage Refinance company (EMRC)	3%	15,822	15,972
Egyptian Mortgage Refinance company (EMRC)	Variable	40,026	51,916
Export Development Bank of Egypt	Variable	21,144	23,774
European Bank for Reconstruction and Development	Variable	376,055	-
<b>Total</b>		<b>453,870</b>	<b>92,635</b>

-Under CBE financing initiatives (5% and 7%); AUFC acquired financing from the Egyptian Mortgage Refinance Company (EMRC) guaranteed by the company's mortgage portfolio, and another credit facility with a limit of EGP 250 million from Export Development Bank of Egypt on 21 September 2019.

-The Bank signed five years facility agreement with the European Bank for Reconstruction and Development (EBRD) to support SMEs and green financing.

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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**25. Other liabilities**

	<i>30 June 2022</i>	<i>31 December 2021</i>
Interest Payable	258,040	268,718
Clearing operations – CBE	130,928	112,592
Margin deposits	482,017	262,116
Accrued Taxes	306,287	324,963
Unearned revenue	28,135	21,809
Accrued expenses	90,273	82,511
Deferred tax liability	-	7,880
Dividends payable	23,372	11,855
Other credit balances	190,015	91,694
<b>Total</b>	<b>1,509,067</b>	<b>1,184,138</b>

**26. Other provisions**

<i>30 June 2022</i>	<i>Provision for legal claims</i>	<i>Claims provision</i>	<i>Contingent liabilities</i>	<i>Total</i>
Beginning balance	29,559	70,375	57,742	157,676
Foreign currency revaluation	309	318	827	1,454
Charge during the period	49	4,884	16,383	21,316
Utilized during the period	(70)	-	-	(70)
<b>Ending balance</b>	<b>29,847</b>	<b>75,577</b>	<b>74,952</b>	<b>180,376</b>

<i>31 December 2021</i>	<i>Provision for legal claims</i>	<i>Claims provision</i>	<i>Contingent liabilities</i>	<i>Total</i>
Beginning balance	31,730	99,547	31,880	163,157
Foreign currency revaluation	(2)	(1)	(76)	(79)
(Charge) Release during the year	(36)	(29,171)	25,938	(3,269)
Utilized during the year	(2,133)	-	-	(2,133)
<b>Ending balance</b>	<b>29,559</b>	<b>70,375</b>	<b>57,742</b>	<b>157,676</b>



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

For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**27. Capital****27.1 Authorized Capital**

Authorized capital amounts to EGP 10 Billion (31 December 2021: EGP 4 Billion).

**27.2 Issued and paid up Capital**

Issued and paid in capital amounts to EGP 5 Billion at 30 June 2022 (31 December 2021: EGP 3 Billion) represented by 500 Million Shares (31 December 2021: EGP 300 Million Share) with par value 10 EGP for each.

On March 24, 2022 the ordinary general assembly approved to increase the bank issued and paid up capital 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 7 billion, commercial register update is in progress.

**28. Cash and cash equivalents**

For the purpose of statement of cash-flows presentation; cash and cash equivalents include the following balances that have original maturities not exceeding three months from their acquisition date.

	30 June 2022	30 June 2021
Cash	651,839	445,099
Due from banks with original maturities less than 3 months	6,865,857	1,781,849
Treasury bills with original maturities less than 3 months	-	469,921
<b>Total</b>	<b>7,517,696</b>	<b>2,696,869</b>

**29. Contingent liabilities and commitments****29.1 Legal claims**

There is a number of existing cases filed against the bank as at 30 June 2022 without provision as the bank does not expect to incur losses from it.

**29.2 Capital commitments, Contingent liabilities against letter of credit, documentary credits and other commitments.**

	30 June 2022	31 December 2021
Capital commitments of fixed assets	47,613	62,955
Commitments under operating lease contracts	77,152	56,196
Contingent liabilities against letters of credit, documentary credits and other commitments	10,805,426	9,337,787
<b>Total</b>	<b>10,930,191</b>	<b>9,456,938</b>

**AHLI UNITED BANK EGYPT S.A.E****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
For the six months ended 30 June 2022

(All Figures are in EGP Thousands)

**30. 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 100% of the subsidiary company, AUFC. Following are related party transactions and balances during the financial period / year ended 30 June 2022 and 31 December 2021:

	30 June 2022	31 December 2021
Due from banks		
Due to banks	1,162,919	793,331
	32,885	42,510

The average monthly salaries inclusive of all other allowances, incentive or Profit Share for top 20 staff as at 30 June 2022 is EGP 3,113 thousand.

**31. 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 till 2016 has been assessed and settled with the tax authority.
- The tax examination for the years 2017 to 2019 is going on.
- 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 /settled 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**

- All real estate tax claims are paid; overstated claims were objected.

**32. Comparative Figures**

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

**33. Important Events**

The coronavirus ("COVID-19") pandemic is continuing across the various geographies globally, causing disruption to business and economic activities. Albeit to a lesser degree, by strengthening vaccinations and succeeding to vaccinate citizens in many countries, including Egypt. However, the continued spread of the Corona virus COVID-19 and the emergence of mutated strains, led to the continuing uncertainty in the global economic environment. AUBE is closely monitoring the situation through the business continuity planning and other risk management practices to manage the business disruption caused by COVID-19 outbreak on its operations and financial performance.

Based on the uncertainties caused by COVID-19 and following the actions taken by the state regarding the co-existence procedures, AUBE is closely following up 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 done for the whole portfolio with its different economic sectors.

Accordingly, AUBE is constantly following and applying its internal protective action started since Q1 2020 by monitoring and reviewing the level of provisions as well as the portfolio coverage ratio as a mitigation plan for the COVID-19 impact on the loan portfolio. Further precautionary actions might be taken progressively in the light of the pandemic is not over yet.

Reference to Russia and Ukraine crisis the bank is also following up the crisis repercussions on the Egyptian economy and the impact on our clients' credit worthiness. Accordingly, Further in the light of the pandemic as well as the war are not over yet, the bank is constantly following and applying its internal protective actions by monitoring and reviewing the level of provisions as well as the portfolio coverage ratio as a mitigation plan for the impact on the loan portfolio.