

**AHLI UNITED BANK
(SAE)**

**Interim Condensed Consolidated Financial Statements
For the Period Ended 30 June 2023
& Limited Review Report**

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

As of 30 June 2023

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Limited Review Report on Consolidated Condensed Interim Financial Statements

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

Introduction

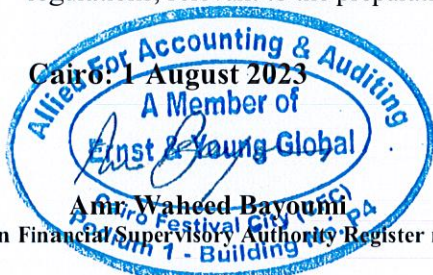
We have performed a limited review on the accompanying consolidated condensed financial statement of Ahli United Bank Egypt (SAE) as of 30 June 2023 and the related consolidated condensed statements of financial position, consolidated condensed statements of income, consolidated condensed Statement of 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.

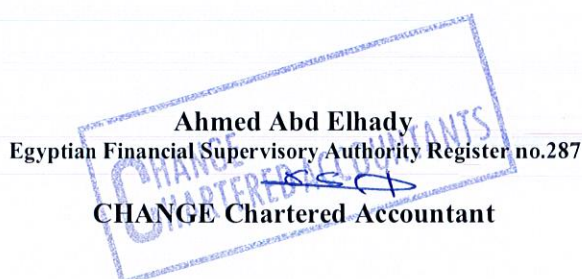
Conclusion

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 2023 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.



Allied for Accounting & Auditing EY

Auditors



CHANGE Chartered Accountant

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

As at 30 June 2023

	Note	30 June 2023 EGP Thousands	31 December 2022 EGP Thousands
ASSETS			
Cash and balances with the Central Bank of Egypt	(12)	11,686,910	7,248,414
Due from banks	(13)	14,456,168	9,882,372
Treasury bills	(14)	7,446,236	3,405,991
Loans and advances to customers & banks	(15)	57,397,980	48,608,208
Derivative financial instruments	(16)	17,720	16,391
Financial Investments at:			
- Fair value through other comprehensive income	(17)	11,374,485	11,621,519
- Amortized cost	(17)	1,608,382	1,906,221
- Fair value through profit or loss	(17)	41,133	61,094
Investments properties (net)	(18)	18,626	18,854
Other assets	(19)	2,444,988	1,993,692
Property, plant and equipment (net)	(20)	1,012,253	949,932
TOTAL ASSETS		107,504,881	85,712,688
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks	(21)	7,159,570	2,532,950
Customers' deposits	(22)	84,297,336	69,776,702
Treasury bills sold under repurchase agreements	(14)	-	2,030
Other loans	(23)	674,933	561,381
Other liabilities	(24)	2,629,054	1,914,866
Other provisions	(25)	240,543	266,352
TOTAL LIABILITIES		95,001,436	75,054,281
EQUITY			
Issued and paid-up-capital	(26)	5,000,000	5,000,000
Transferred under capital increase	(26)	4,100,000	2,000,000
Reserves		317,728	310,352
Retained earnings (including net profit for the period/ year)		3,085,717	3,348,055
TOTAL EQUITY		12,503,445	10,658,407
TOTAL LIABILITIES AND EQUITY		107,504,881	85,712,688

Hala Hatem Sadek
CEO & Board Member

- The attached notes from (1) to (32) 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 2023

	Note	<i>Six months ended 30 June 2023 EGP Thousands</i>	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2023 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>
Interest from loans and similar revenues	(5)	6,282,834	3,225,663	3,400,106	1,742,528
Interest on deposits and similar costs	(5)	(4,021,459)	(1,936,985)	(2,208,273)	(1,022,411)
Net interest income		2,261,375	1,288,678	1,191,833	720,117
Fees and commission revenues	(6)	518,729	240,581	242,202	137,352
Fees and commission expenses	(6)	(50,502)	(31,415)	(28,132)	(15,577)
Net fees and commission income		468,227	209,166	214,070	121,775
Dividends income		12,493	4,945	12,493	4,945
Net trading income	(7)	91,247	37,958	26,287	14,011
Gains on financial investments	(17)	20,220	17,685	14,168	10,777
Provision for credit losses	(8)	(606,863)	(479,089)	(225,080)	(64,731)
Administrative expenses	(9)	(703,235)	(488,417)	(357,279)	(254,027)
Other operating income	(10)	1,185,891	553,117	20,941	102,175
Net profit before income tax		2,729,355	1,144,043	897,433	655,042
Income tax expenses	(11)	(537,115)	(228,197)	(283,625)	(163,758)
Net profit for the period after tax		2,192,240	915,846	613,808	491,284
Attributable to:					
Equity holders of the bank		2,192,240	915,846	613,808	491,284
Net profit of the period		2,192,240	915,846	613,808	491,284

The attached notes from (1) to (32) 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 2023

	<i>Six months ended 30 June 2023 EGP Thousands</i>	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2023 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>
Net profit for the period	2,192,240	915,846	613,808	491,284
Items that will not be recycled to the profit or loss:				
Net change in fair value of equity instruments measured at fair value through other comprehensive income	4,554	1,006	3,424	995
Items that is or may be recycled to the profit or loss:				
Net change in fair value of debt instruments measured at fair value through other comprehensive income	(102,706)	(235,324)	154,834	(46,357)
Net change in fair value of interest rate swaps – Fair value hedge	1,329	13,317	288	7,849
Expected credit losses of debt instruments measured at fair value through other comprehensive income	1,565	3,480	(1,039)	2,776
Total comprehensive income for the period	2,096,982	698,325	771,315	456,547

The attached notes from (1) to (32) 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 2023

	Note	30 June 2023 EGP Thousands	30 June 2022 EGP Thousands
<u>OPERATING ACTIVITIES</u>			
Net Profit before income tax		2,729,355	1,144,043
<i>Adjustments to reconcile net profit to net cash provided by operating activities:</i>			
Dividends income		(12,493)	(4,945)
Depreciation and amortization	(9)	57,890	51,248
Provision for credit losses	(8)	606,863	479,089
Other provisions (released) / charged	(25)	(27,418)	21,316
Revaluation differences of other provisions in foreign currencies	(25)	2,008	1,454
Gain on disposals of property, plant and equipment	(10)	(718)	(295)
Amortization of premium	(17)	62,502	147,911
Revaluation difference in foreign currencies	(10)	(1,123,220)	(556,891)
Gain on sale of financial investments at fair value through other comprehensive income		-	(8,146)
Revaluation of financial investments at fair value through profit or loss	(7)	(3,812)	(1,858)
<i>Operating income before changes in operating assets and liabilities</i>		<u>2,290,957</u>	<u>1,272,926</u>
<i>Net changes in operating assets and liabilities:</i>			
Balances with Central Bank of Egypt - mandatory reserve		(4,258,972)	(2,194,330)
Due from banks		1,401,870	-
Treasury bills		(3,930,368)	(1,714,304)
Loans and advances to customers and banks		(7,272,258)	(9,684,677)
Financial investments at fair value through profit or loss		27,593	(114)
Other assets		(269,930)	381,336
Due to banks		4,619,053	5,578,873
Customers' deposits		10,679,044	8,978,124
Treasury bills sold under repurchase agreements		(2,030)	(4,061)
Other liabilities		168,044	215,908
Other provisions utilized	(25)	(400)	(70)
Income tax paid		(242,331)	(253,526)
Net cash flows generated from operating activities		<u>3,210,272</u>	<u>2,576,086</u>
<u>INVESTING ACTIVITIES</u>			
Purchases of property, plant and equipment	(20)	(120,086)	(92,391)
Proceeds from sale of property, plant and equipment		823	1,277
Proceeds from redemption of financial investments at amortized cost		295,814	95,697
Purchases of financial investments at amortized cost		-	(115,553)
Proceeds from redemption of financial investments at FVOCI		723,327	1,686,618
Purchases of financial investments at FVOCI		(437,522)	(2,145,526)
Dividends income received		12,493	4,945
Net cash flows provided from (used in) investing activities		<u>474,849</u>	<u>(564,933)</u>
<u>FINANCING ACTIVITIES</u>			
Net Change in other loans		(9,518)	361,235
Net cash flows generated from financing activities		<u>(9,518)</u>	<u>361,235</u>
Net increase in cash and cash equivalents during the period		3,675,603	2,372,389
Cash and cash equivalents at the beginning of the period		9,611,784	5,239,321
Cash and cash equivalents at the end of the period	(27)	<u>13,287,387</u>	<u>7,611,710</u>
Cash and cash equivalents are represented as follows:			
Cash and balances with Central Bank of Egypt	(12)	11,686,910	7,879,285
Due from banks	(13)	14,464,141	6,959,872
Treasury bills	(14)	7,449,874	3,647,293
Balances with Central Bank of Egypt - mandatory reserve	(12)	(11,040,747)	(7,227,447)
Deposits with banks with original maturities more than 3 months		(1,822,917)	-
Treasury bills with original maturities more than 3 months		(7,449,874)	(3,647,293)
Cash and cash equivalents at the end of the period	(27)	<u>13,287,387</u>	<u>7,611,710</u>

The attached notes from (1) to (32) 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 2023

	Issued and paid-up capital	Transferred under capital increase	Reserves						Fair value reserve	Total Reserves	Retained earnings	Total
			Legal & capital reserve	General risk reserve	General banking risk reserve	EGP		EGP				
						Thousands	Thousands					
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	716		
Prior year adjustments	-	-	-	-	-	-	-	-	-	-		
Balance as at 1 January 2022 after adjustments	3,000,000	2,000,000	564,759	11,884	6,729	99,517	682,889	3,491,880	9,174,769	915,846		
Net profit for the period	-	-	-	-	-	(217,521)	(217,521)	-	(217,521)	-		
Other comprehensive income	-	-	-	-	-	-	-	(2,000,000)	-	-		
Transferred under capital increase	-	2,000,000	-	-	-	-	-	(117,628)	(117,628)	(5,922)		
Employees profit share	-	-	-	-	-	-	-	(59,770)	(59,770)	-		
Directors' remuneration	-	-	-	-	-	-	-	(11,517)	(11,517)	-		
Transferred to legal and capital reserve	-	-	59,770	-	-	-	-	-	-	-		
Transferred to banking sector support fund	-	-	-	-	-	-	-	-	-	-		
Bonus shares issued	2,000,000	(2,000,000)	-	-	-	-	-	-	-	-		
Balance as at 30 June 2022	5,000,000	2,000,000	624,529	11,884	6,729	(118,004)	525,138	2,212,889	9,738,027			
Balance as at 1 January 2023	5,000,000	2,000,000	624,529	11,884	3,631	(329,692)	310,352	3,348,055	10,658,407	(690)		
Prior year adjustments	-	-	-	-	-	-	-	-	-	-		
Balance as at 1 January 2023 after adjustments	5,000,000	2,000,000	624,529	11,884	3,631	(329,692)	310,352	3,347,365	10,657,717	2,192,240		
Net profit for the period	-	-	-	-	-	-	-	-	-	-		
Other comprehensive income	-	-	-	-	-	(95,258)	(95,258)	-	(95,258)	-		
Transferred under capital increase	-	2,100,000	-	-	-	-	-	(2,100,000)	-	-		
Employees profit share	-	-	-	-	-	-	-	(223,688)	(223,688)	(7,400)		
Directors' remuneration	-	-	-	-	-	-	-	(102,634)	(102,634)	-		
Transferred to legal and capital reserve	-	-	102,634	-	-	-	-	-	-	-		
Transferred to banking sector support fund	-	-	-	-	-	-	-	-	-	-		
Balance as at 30 June 2023	5,000,000	4,100,000	727,163	11,884	3,631	(424,950)	317,728	3,085,717	12,503,445	(20,166)		

The attached notes from (1) to (32) form a part of these interim condensed consolidated financial statements.

AHLI UNITED BANK EGYPT S.A.E

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

As of 30 June 2023

1 General information

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, and Governorate of Cairo. On 14 July 2010 the Bank's shares were voluntarily delisted from the Cairo and Alexandria stock exchanges.

The Bank provides Institutional, Retail Banking and Investment Banking services within the Arab Republic of Egypt through its head office and 40 branches with 1227 employees at 30 June 2023.

These interim condensed consolidated financial statements were approved by the Board of Directors on 1 August 2023.

2 Summary of significant accounting policies

The significant accounting policies applied in the preparation of these consolidated 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

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 16 December 2008 and the instructions for applying the International Financial Reporting Standard 9 (IFRS 9) issued on 26 February 2019, as well as, in accordance with the applicable Egyptian accounting standards and applicable laws of Egypt.

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

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

As of 30 June 2023

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 2023</i>	<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>
	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>
	<i>Thousands</i>	<i>Thousands</i>	<i>Thousands</i>	<i>Thousands</i>
Due from banks	11,327,034	3,137,107	-	14,464,141
Treasury bills	7,479,278	342,956	-	7,822,234
Loans and advances to customers & banks	32,213,226	28,029,455	1,368,067	61,610,748
Debt Instruments at Fair value through other comprehensive income	10,542,992	659,221	-	11,202,213
Debt Instruments at Amortized Cost	1,608,382	-	-	1,608,382
	<u>63,170,912</u>	<u>32,168,739</u>	<u>1,368,067</u>	<u>96,707,718</u>

31 December 2022

Due from banks	4,649,639	5,237,807	-	9,887,446
Treasury bills	3,305,400	274,652	-	3,580,052
Loans and advances to customers & banks	33,199,075	18,711,652	1,956,624	53,867,351
Debt Instruments at Fair value through other comprehensive income	10,723,494	741,110	-	11,464,604
Debt Instruments at Amortized Cost	1,906,221	-	-	1,906,221
	<u>53,783,829</u>	<u>24,965,221</u>	<u>1,956,624</u>	<u>80,705,674</u>

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

<i>30 June 2023</i>	<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>
	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>
	<i>Thousands</i>	<i>Thousands</i>	<i>Thousands</i>	<i>Thousands</i>
Due from banks	6,210	1,763	-	7,973
Treasury bills	24	3,614	-	3,638
Loans and advances to customers & banks	838,961	1,740,783	1,109,401	3,689,145
Debt Instruments at Fair value through other comprehensive income	1,023	5,837	-	6,861
Commitments on loans and collaterals	49,592	21,949	24,354	95,895
	<u>885,931</u>	<u>1,789,167</u>	<u>1,128,413</u>	<u>3,803,512</u>

31 December 2022

Due from banks	392	4,682	-	5,074
Treasury bills	-	453	-	453
Loans and advances to customers & banks	734,191	2,183,777	1,753,951	4,671,919
Debt Instruments at Fair value through other comprehensive income	1,007	3,921	-	4,928
Commitments on loans and collaterals	43,697	81,645	21,391	146,733
	<u>779,287</u>	<u>2,274,478</u>	<u>1,775,342</u>	<u>4,829,107</u>

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

As of 30 June 2023

3. Financial risks management (Continued)**3.2 Capital risk management**

	<i>30 June 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
According to Basel II		
Total Tier 1 (basic and additional capital)	12,497,016	10,403,212
Total Tier 2 (subordinated capital)	901,260	789,549
Total Capital Base	13,398,276	11,192,761
Total assets and contingent liabilities weighted by credit, market and operational risks	92,092,697	66,624,025
Capital Adequacy Ratio	14.55%	16.80%

3.3 Financial leverage risk management

	<i>30 June 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Tier 1 capital (1)	12,497,016	10,403,212
Total exposures on balance Sheet and off-balance sheet (2)	116,079,883	93,088,784
Financial leverage ratio% (1/2)	10.77%	11.18%

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**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.

Treasury & Investments:

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

Retail:

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

As of 30 June 2023

4 Segment analysis (continued)
4.1 Activity segment analysis (continued)
30 June 2023
Revenues & expenses according to segment activities

	Large institutions EGP Thousands	Medium & Small institutions EGP Thousands	Treasury & Investment EGP Thousands	Retail EGP Thousands	Other activities EGP Thousands	Total EGP Thousands
Segment activity revenues	3,678,820	61,405	1,118,953	1,785,473	1,466,763	8,111,414
Segment activity expenses	(3,036,156)	(30,423)	(513,669)	(1,471,650)	(330,161)	(5,382,059)
Net Profit before income tax	642,664	30,982	605,284	313,823	1,136,602	2,729,355
Income tax	(151,008)	(6,971)	(245,836)	(71,934)	(61,366)	(537,115)
Net Profit for the period after tax	491,656	24,011	359,448	241,889	1,075,236	2,192,240

Assets & liabilities according to segment activities

Segment activity assets	57,219,780	1,353,418	43,997,248	3,701,542	1,232,894	107,504,882
Total assets	57,219,780	1,353,418	43,997,248	3,701,542	1,232,894	107,504,882
Segment activity liabilities	48,625,073	689,019	7,785,577	35,381,178	2,520,589	95,001,436
Total liabilities	48,625,073	689,019	7,785,577	35,381,178	2,520,589	95,001,436

Other items for segment activity

Depreciation	(11,164)	(821)	(5,293)	(15,593)	(25,019)	(57,890)
ECL (charges) / released	(461,630)	7,519	(5,639)	(33,266)	(113,847)	(606,863)

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

As of 30 June 2023

4 Segment analysis (continued)
4.2 Activity segment analysis (continued)

30 June 2022	Large institutions EGP Thousands	Medium & Small institutions EGP Thousands	Treasury & Investment EGP Thousands	Retail EGP Thousands	Other activities EGP Thousands	Total EGP Thousands
<i>Revenues & expenses according to segment activities</i>						
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
<i>Assets & liabilities according to segment activities</i>						
Segment activity assets	44,694,574	1,221,608	28,808,437	2,746,747	1,334,664	78,806,030
Total assets	44,694,574	1,221,608	28,808,437	2,746,747	1,334,664	78,806,030
Segment activity liabilities	29,592,284	326,084	6,672,687	30,765,076	1,711,872	69,068,003
Total liabilities	29,592,284	326,084	6,672,687	30,765,076	1,711,872	69,068,003
<i>Other items for segment activity</i>						
Depreciation	(10,527)	(1,078)	(5,306)	(24,576)	(9,831)	(51,318)
ECL (charges) / released	(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 2023

5. Net interest income

	<i>Six months ended 30 June 2023 EGP Thousands</i>	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2023 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>
Interest income and similar revenues from:				
Loans and advances to customers	4,511,482	2,088,794	2,445,063	1,183,382
Treasury bills, bonds and sukuk	1,448,231	1,097,409	784,771	542,977
Deposits and current accounts	323,121	39,460	170,272	16,169
Total	6,282,834	3,225,663	3,400,106	1,742,528
Cost of deposits and similar expenses on:				
Deposits and current accounts:				
Banks	(401,767)	(195,863)	(157,916)	(132,056)
Customers	(3,592,757)	(1,733,534)	(2,035,690)	(885,837)
	(3,994,524)	(1,929,397)	(2,193,606)	(1,017,893)
Other loans	(26,935)	(7,588)	(14,667)	(4,518)
Total	(4,021,459)	(1,936,985)	(2,208,273)	(1,022,411)
Net interest income	2,261,375	1,288,678	1,191,833	720,117

6. Net fees and commission income

	<i>Six months ended 30 June 2023 EGP Thousands</i>	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2023 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>
Fees and commission incomes:				
Credit Fees and commissions	412,483	193,534	183,777	113,562
Custody fees	18,499	13,020	8,737	4,274
Other fees	87,747	34,027	49,688	19,516
Total	518,729	240,581	242,202	137,352
Fees and commission expense	(50,502)	(31,415)	(28,132)	(15,577)
Total	(50,502)	(31,415)	(28,132)	(15,577)
Net fees and commission income	468,227	209,166	214,070	121,775

7. Net trading income

	<i>Six months ended 30 June 2023 EGP Thousands</i>	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2023 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>
Foreign exchange trading gains	87,435	36,100	24,336	12,859
Change in fair value of investment at FVTPL	3,812	1,858	1,951	1,152
Total	91,247	37,958	26,287	14,011

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For the six months ended 30 June 2023

8. Provision of credit losses

	<i>Six months ended</i> <i>30 June 2023</i>	<i>Six months ended</i> <i>30 June 2022</i>	<i>Three months ended</i> <i>30 June 2023</i>	<i>Three months ended</i> <i>30 June 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Loans and advances to customers & banks	(601,634)	(474,746)	(227,950)	(62,166)
Due from Banks	(1,567)	(178)	1,823	(424)
Debt instruments at FVTOCI	(605)	(3,056)	1,042	(2,703)
Treasury Bills	(3,057)	(1,109)	5	562
Total	(606,863)	(479,089)	(225,080)	(64,731)

9. Administrative expenses

	<i>Six months ended</i> <i>30 June 2023</i>	<i>Six months ended</i> <i>30 June 2022</i>	<i>Three months ended</i> <i>30 June 2023</i>	<i>Three months ended</i> <i>30 June 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Staff cost:				
Salaries and wages	(220,864)	(180,749)	(115,066)	(95,261)
Social insurance	(13,797)	(11,722)	(7,037)	(6,000)
	(234,661)	(192,471)	(122,103)	(101,261)
Depreciation and amortization	(57,890)	(51,248)	(29,318)	(26,543)
Other administrative expenses	(410,684)	(244,698)	(205,858)	(126,223)
Total	(703,235)	(488,417)	(357,279)	(254,027)

10. Other operating income

	<i>Six months ended</i> <i>30 June 2023</i>	<i>Six months ended</i> <i>30 June 2022</i>	<i>Three months ended</i> <i>30 June 2023</i>	<i>Three months ended</i> <i>30 June 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Profit (Loss) from revaluation of monetary assets and liabilities other than carried at fair value through profit or loss	1,123,220	556,891	(723)	96,643
Gain (Loss) from sale of property, plant and equipment	718	295	358	(1,141)
Legal provision (charged) / realized	(8,505)	(49)	(7,005)	51
Claims provision charged	(16,523)	(4,884)	(5,603)	(2,580)
Contingent provision realized /(charged)	52,446	(16,383)	6,169	(695)
Other income	34,535	17,247	27,745	9,897
Total	1,185,891	553,117	20,941	102,175

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For the six months ended 30 June 2023

11. Income tax expenses

	<i>Six months ended 30 June 2023 EGP Thousands</i>	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2023 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>
Current Tax	(525,031)	(237,728)	(279,206)	(171,062)
Deferred Tax	(12,084)	9,531	(4,419)	7,304
Total	(537,115)	(228,197)	(283,625)	(163,758)
	<i>Six months ended 30 June 2023 EGP Thousands</i>	<i>Six months ended 30 June 2022 EGP Thousands</i>	<i>Three months ended 30 June 2023 EGP Thousands</i>	<i>Three months ended 30 June 2022 EGP Thousands</i>
Net profit before tax	2,729,355	1,144,043	897,433	655,042
Income tax (22.5%)	(614,105)	(257,410)	(201,923)	(147,384)
Tax effect on:				
Income not subject to tax	11,571	8,497	5,927	4,957
Provision	(49,716)	(37,828)	(14,723)	(13,910)
Depreciation differences	5,105	307	4,498	325
Others	122,114	48,706	(72,985)	(15,050)
Income tax expenses	(525,031)	(237,728)	(279,206)	(171,062)
Effective income tax rate	19.2%	20.8%	31.1%	26.1%

12. Cash and balances with the Central Bank of Egypt

	<i>30 June 2023 EGP Thousands</i>	<i>31 December 2022 EGP Thousands</i>
Cash	646,163	466,639
Balances with CBE (mandatory reserve)	11,040,747	6,781,775
Total	11,686,910	7,248,414
Interest free balances	11,686,910	7,248,414

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For the six months ended 30 June 2023

13. Due from Banks

	<i>30 June 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Current accounts	618,968	760,586
Deposits	13,845,173	9,126,860
	<u>14,464,141</u>	<u>9,887,446</u>
Less: ECL Allowance	(7,973)	(5,074)
Total	<u>14,456,168</u>	<u>9,882,372</u>
Balances at CBE other than those under the mandatory reserve	2,689,278	1,740,378
Local banks	106,329	145,563
Foreign Banks	11,668,534	8,001,505
	<u>14,464,141</u>	<u>9,887,446</u>
Less: ECL Allowance	(7,973)	(5,074)
Total	<u>14,456,168</u>	<u>9,882,372</u>
Non-interest-bearing balances	357,242	434,007
Interest-bearing balances	14,106,899	9,452,439
	<u>14,464,141</u>	<u>9,887,446</u>
Less: ECL Allowance	(7,973)	(5,074)
Total	<u>14,456,168</u>	<u>9,882,372</u>

14. Treasury bills & Treasury bills sold under repurchase agreements

	<i>30 June 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
14.1 Treasury bills		
Treasury Bills at Amortized Cost		
365 Days maturity	342,956	274,651
Treasury Bills at Fair value through OCI		
182 Days maturity	-	247,434
365 Days maturity	7,479,278	3,057,967
	<u>7,822,234</u>	<u>3,580,052</u>
Less: Unearned interest	(372,360)	(173,608)
Less: ECL Allowance	(3,638)	(453)
Total	<u>7,446,236</u>	<u>3,405,991</u>
Egyptian government T-Bills	7,822,234	3,332,618
Others	-	247,434
	<u>7,822,234</u>	<u>3,580,052</u>
Less: Unearned interest	(372,360)	(173,608)
Less: ECL Allowance	(3,638)	(453)
	<u>7,446,236</u>	<u>3,405,991</u>
14.2 Treasury bills sold under repurchase agreements		
Treasury bills sold under repurchase agreements	-	2,030
Total	<u>-</u>	<u>2,030</u>

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15. Loans and advances to customers & banks

	<i>30 June 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Individuals:		
Overdrafts	352,022	446,193
Credit cards	54,690	41,992
Personal loans	2,430,284	2,073,026
Mortgage Loans	1,088,429	1,089,797
Other Loans	431,414	543,738
Total (1)	<u>4,356,839</u>	<u>4,194,746</u>
Corporate and banks		
Overdrafts	4,667,823	4,542,468
Direct loans	43,557,998	38,558,682
Syndication loans	9,028,088	6,571,455
Total (2)	<u>57,253,909</u>	<u>49,672,605</u>
Total Loans and advances to customers and banks (1+2)	<u>61,610,748</u>	<u>53,867,351</u>
Less :ECL Allowance	(3,689,145)	(4,671,919)
Less: Interest in suspense	(134,057)	(129,968)
Less :Unearned discount	(389,566)	(457,256)
Net Loans and advances to customers and banks	<u>57,397,980</u>	<u>48,608,208</u>

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

	<i>30 June 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Balance at the beginning of the period/year	4,671,919	2,401,717
ECL Allowance charge during the period/year (note8)	601,634	1,702,403
Write-off during the period/year	(1,793,273)	(128,090)
Recoveries from written-off amount	17,474	2,682
Foreign currency translation	191,391	693,207
Balance at the end of the period/year	<u>3,689,145</u>	<u>4,671,919</u>

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

	<i>30 June 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Individuals		
Balance at the beginning of the period/year	58,551	33,763
ECL Allowance for the period/year (note8)	33,628	24,788
Balance at the end of the period / year (1)	<u>92,179</u>	<u>58,551</u>
Corporate and Banks		
Balance at the beginning of the period/ year	4,613,368	2,367,954
ECL Allowance for the period/ year (note8)	568,006	1,677,615
Write-off during the period/ year	(1,793,273)	(128,090)
Recoveries from written-off debts	17,474	2,682
Foreign currency translation	191,391	693,207
Balance at the end of the period/ year (2)	<u>3,596,966</u>	<u>4,613,368</u>
Total (1) + (2)	<u>3,689,145</u>	<u>4,671,919</u>

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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 2023

	<i>Contractual value EGP Thousands</i>	<i>Assets EGP Thousands</i>	<i>Liabilities EGP Thousands</i>
Cash flow hedge			
Interest rate swap	323,011	17,720	-
Total	323,011	17,720	-
<i>31 December 2022</i>			
Cash flow hedge			
Interest rate swap	502,810	16,391	-
Total	502,810	16,391	-

17. Financial Investments

	<i>30 June 2023 EGP Thousands</i>	<i>31 December 2022 EGP Thousands</i>
Financial investments at fair value through Other Comprehensive Income:		
A) Debt instruments		
Treasury Bonds	8,808,488	8,549,300
Non-government Bonds	1,715,999	2,044,304
Sukuk	677,726	871,000
B) Equity instruments		
Listed	3,413	3,818
Unlisted	134,053	123,250
C) Money Market Funds		
AUBE Mutual Fund THARWA	16,923	15,796
AUBE Mutual Fund ALPHA	17,883	14,051
Total financial investments at FVTOCI (1)	11,374,485	11,621,519
Financial investments at Amortized Cost:		
A) Debt instruments		
Treasury Bonds	1,608,382	1,906,221
Total financial investments at Amortized Cost (2)	1,608,382	1,906,221
Financial investments at fair value through profit or loss:		
A) Equity instruments		
Listed	2,210	2,017
B) Money Market Funds		
AUBE Mutual Fund THARWA	38,923	59,077
Total financial investments at FVTPL (3)	41,133	61,094
Total financial investments (1+2+3)	13,024,000	13,588,834
Current balances	4,186,778	1,758,028
Non-current balances	8,837,222	11,830,806
Total financial investments	13,024,000	13,588,834
Debt instruments	12,810,595	13,370,825
Equity instruments	139,676	129,085
Mutual Funds	73,729	88,924
Total financial investments	13,024,000	13,588,834

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

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17. Financial investments (continued)

<i>30 June 2023</i>	Financial assets at Fair Value through OCI	Financial assets at Amortized Cost	Financial assets at Fair Value through P&L	Total
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Balance at the beginning of the period	11,621,519	1,906,221	61,094	13,588,834
Additions	437,522	-	-	437,522
Disposals / Maturities	(723,326)	(295,814)	(23,773)	(1,042,913)
Amortization of premium	(60,477)	(2,025)	-	(62,502)
Change in fair value of investment	(84,763)	-	3,812	(80,951)
Foreign currency revaluation	184,010	-	-	184,010
Balance at the ending of the period	11,374,485	1,608,382	41,133	13,024,000

31 December 2022

Balance at the beginning of the year	10,507,500	2,504,245	45,745	13,057,490
Additions	2,832,976	165,383	10,110	3,008,469
Disposals / Maturities	(1,452,702)	(766,947)	-	(2,219,649)
Amortization of premium	(72,811)	3,540	-	(69,271)
Change in fair value of investment	(444,946)	-	5,239	(439,707)
Foreign currency revaluation	251,501	-	-	251,501
Balance at the ending of the year	11,621,519	1,906,221	61,094	13,588,834

Gain on Financial investments

	<i>Six months ended 30 June 2023</i>	<i>Six months ended 30 June 2022</i>	<i>Three months ended 30 June 2023</i>	<i>Three months ended 30 June 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Gain on sale of treasury bills	20,220	9,539	14,168	3,363
Gain on sale of financial investment –FVTOCI	-	8,146	-	7,414
Total	20,220	17,685	14,168	10,777

18. Investment properties (net)

	<i>30 June 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Cost		
Cost at the beginning of the period/year	23,406	40,830
Transferred to property, plant and equipment	-	(17,424)
Cost at the ending of the period/year	23,406	23,406
Accumulated Depreciation		
Accumulated depreciation at the beginning of the period/year	(4,552)	(7,196)
Depreciation charged during the period/year	(228)	(541)
Accumulated depreciation balances related to properties transferred to property, plant and equipment	-	3,185
Accumulated depreciation at the ending of the period/ year	(4,780)	(4,552)
Net book value at the ending of the period/ year	18,626	18,854

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For the six months ended 30 June 2023

19. Other assets

	<i>30 June 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Interest receivable from customers and banks	1,736,156	1,312,527
Prepaid expenses	44,780	32,686
Advances for purchase of property, plant and equipment	115,758	191,427
Assets acquired as settlement of debts (net of impairment)	319,971	309,985
Deposits held with other custody	10,625	9,857
Deferred tax assets	-	2,842
Other assets	217,698	134,368
Total	2,444,988	1,993,692

20. Property, plant and equipment (net)

<i>30 June 2023</i>	<i>Lands and buildings EGP Thousands</i>	<i>Leased assets improvements EGP Thousands</i>	<i>Equipment and machinery EGP Thousands</i>	<i>Others EGP Thousands</i>	<i>Total EGP Thousands</i>
Net book value at the beginning of the period	458,220	151,343	107,223	233,146	949,932
Additions	-	1,518	10,575	107,995	120,088
Disposals	-	(110)	-	-	(110)
Depreciation charge	(5,305)	(10,948)	(7,407)	(34,002)	(57,662)
Accumulated depreciation related to Disposals	-	5	-	-	5
Net book value at the end of the period	452,915	141,808	110,391	307,139	1,012,253
Balance at the end of current period represents in:					
Cost	542,586	310,794	166,562	521,869	1,541,811
Accumulated depreciation	(89,671)	(168,986)	(56,171)	(214,730)	(529,558)
Net book value	452,915	141,808	110,391	307,139	1,012,253
<i>31 December 2022</i>					
Net book value at the beginning of the year	455,386	118,906	77,218	175,262	826,772
Additions	-	57,002	41,906	114,371	213,279
Disposals	-	(2,156)	(22,082)	(105,674)	(129,912)
Transfer from investment properties	14,238	-	-	-	14,238
Depreciation charge	(12,045)	(23,274)	(11,673)	(55,804)	(102,796)
Accumulated depreciation related to Disposals	641	865	21,854	104,991	128,351
Net book value at the end of the year	458,220	151,343	107,223	233,146	949,932
Balance at the end of the year represents in:					
Cost	542,601	309,386	155,987	413,884	1,421,858
Accumulated depreciation	(84,381)	(158,043)	(48,764)	(180,738)	(471,926)
Net book value	458,220	151,343	107,223	233,146	949,932

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21. Due to banks

	<i>30 June 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Current accounts	49,570	32,950
Deposits	7,110,000	2,500,000
Total	7,159,570	2,532,950
Local banks	7,110,000	2,500,000
Foreign banks	49,570	32,950
Total	7,159,570	2,532,950

22. Customers' deposits

	<i>30 June 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Demand deposits	31,166,773	24,995,251
Time deposits	41,989,731	34,272,492
Certificates of deposit	6,430,603	5,611,578
Savings deposits	4,140,819	4,101,700
Other deposits	569,410	795,681
Total	84,297,336	69,776,702
Corporate deposits	67,768,932	55,745,226
Individual deposits	16,528,404	14,031,476
Total	84,297,336	69,776,702
Non-interest-bearing balances	8,376,374	6,946,790
Floating-interest bearing balances	68,395,945	56,591,668
Fixed interest-bearing balances	7,525,017	6,238,244
Total	84,297,336	69,776,702
Current balances	71,934,040	60,257,077
Non-current balances	12,363,296	9,519,625
Total	84,297,336	69,776,702

23. Other Loans

	<i>Rates</i>	<i>30 June 2023</i>	<i>31 December 2022</i>
		<i>EGP Thousands</i>	<i>EGP Thousands</i>
Egyptian Mortgage Refinance company (EMRC)	1%	509	735
Egyptian Mortgage Refinance company (EMRC)	3%	10,000	13,500
Egyptian Mortgage Refinance company (EMRC)	Variable	29,668	33,704
Export Development Bank of Egypt	Variable	16,818	18,574
European Bank for Reconstruction and Development (EBRD)	Variable	617,938	494,868
Total		674,933	561,381

- 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.

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For the six months ended 30 June 2023

24. Other liabilities

	<i>30 June 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Interest Payable	652,954	345,478
Clearing operations – CBE	395,234	102,301
Margin deposits	463,884	717,250
Accrued Taxes	617,491	318,908
Unearned revenue	33,405	28,422
Accrued expenses	221,488	140,754
Deferred tax liability	9,034	-
Other credit balances	235,564	261,753
Total	2,629,054	1,914,866

25. Other provisions

<i>30 June 2023</i>	<i>Provision for legal claims</i>	<i>Claims provision</i>	<i>Contingent liabilities</i>	<i>Total</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Beginning balance	29,586	90,033	146,733	266,352
Foreign currency revaluation	-	-	2,009	2,009
Charge during the period	8,505	16,523	(52,446)	(27,418)
Utilized during the period	-	-	(400)	(400)
Ending balance	38,091	106,556	95,896	240,543

<i>31 December 2022</i>				
Beginning balance	29,559	70,375	57,742	157,676
Foreign currency revaluation	903	(159)	2,258	3,002
Charge during the year	1,963	19,817	86,733	108,513
No longer required	(2,575)	-	-	(2,575)
Utilized during the year	(264)	-	-	(264)
Ending balance	29,586	90,033	146,733	266,352

26. Capital**26.1 Authorized Capital**

Authorized capital amounts to EGP 10 Billion (31 December 2022: EGP 10 Billion).

26.2 Issued and paid up Capital

Issued and paid in capital amounts to EGP 5 Billion at 30 June 2023 (31 December 2022: EGP 5 Billion) represented by 500 Million Share (31 December 2022: 500 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 EGP 2 billion to reach EGP 7 billion, by issuing of 200 million bonus shares out of retained earnings. Commercial register update is in progress.

On March 22, 2023 the ordinary general assembly approved to increase the bank issued and paid up capital by EGP 2.1 billion to reach EGP 9.1 billion, by issuing of 210 million bonus shares out of retained earnings. Commercial register update is in progress.

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

For the six months ended 30 June 2023

27. 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.

	<i>30 June 2023</i>	<i>30 June 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Cash (note 12)	646,163	651,839
Due from banks with original maturities less than 3 months	12,641,224	6,959,871
Total	13,287,387	7,611,710

28. Contingent liabilities and commitments**28.1 Legal claims**

There are some existing cases filed against the bank on 30 June 2023 without provision as the bank does not expect to incur losses from it.

28.2 Capital commitments

	<i>30 June 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Capital commitments of fixed assets	51,514	36,223
Commitments under operating lease contracts	226,154	86,550
Contingent liabilities against letters of credit, documentary credits and other commitments	12,508,848	12,204,693
Total	12,786,516	12,327,466

29. Related party transactions

The Bank is a subsidiary of Ahli United Bank - Bahrain B.S.C (Closed) (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:

Interim Condensed Consolidated Balance Sheet

	<i>30 June 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Due from banks	2,746,855	2,688,810
Due to banks	43,642	20,821

Interim Condensed Consolidated Income Statement

	<i>30 June 2023</i>	<i>30 June 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Interest and similar revenues	70,691	3,738
Interest on deposits and similar costs	(42)	(123)
Fees and commission revenue	64	24

The average monthly salaries inclusive of all other allowances, incentive or Profit Share for top 20 staff as at 30 June 2023 is EGP 4,102 thousand.

30. 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 inspection completed.
- 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.

31. Comparative Figures

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

32. Important Events

Reference to the war between Russia and Ukraine, and in light of the continuation of the war and the crisis, the bank continues to apply its internal proactive 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. In the determination of the impact of the expected credit losses (ECL) balances, the bank has reviewed the potential impact of the local and global economic conditions on the related inputs and assumptions of ECL measurement and analyzed the risk of the credit portfolio by focusing on analyzing the economic sectors overall, and as a result of the above, the Bank has reassessed its ECL models, underlying assumptions including relevant available macroeconomic data, and the credit risks related to particular industries, which was reflected in the management's estimates by increasing the management overlay provisions measurement as of 30 June 2023.

The impact of the current uncertain economic environment is judgmental, and management will keep assessing the current position and its related impact. It should also consider that the assumptions used about economic forecasts are subject to a high degree of inherent uncertainty and therefore the actual outcome may significantly different from the forecasted information. The Bank has considered the potential impacts of the current economic volatility in determination of the reported amounts offered for the Bank's financial and non-financial assets, and these considered to represent the management's best assessment based on the observable information. However, markets remain volatile, and the recorded amounts remain sensitive to market fluctuations.