

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

**Interim Condensed Standalone Financial Statements
For the Period Ended 30 September 2023
& Limited Review Report**

Index	Page
Limited Review Report on Interim Condensed Standalone Financial Statements	1
Interim Condensed Standalone Balance Sheet	2
Interim Condensed Standalone Income Statement	3
Interim Condensed Standalone Statement of Comprehensive Income	4
Interim Condensed Standalone Cash Flow Statement	5
Interim Condensed Standalone Statement of Changes In Equity	6
Notes to the Interim Condensed Standalone Financial Statements	7- 24

Limited Review Report on Separate Condensed Interim Financial Statements

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

Introduction

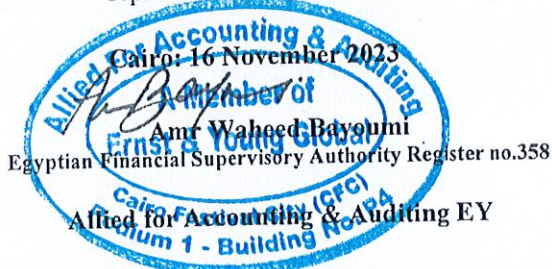
We have performed a limited review on the accompanying separate condensed financial statements of Ahli United Bank Egypt (SAE) as of 30 September 2023 and the related separate condensed statement of financial position, separate condensed statement of income, separate condensed Statement of Comprehensive Income, separate condensed changes in equity and cash flows for the nine months then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these separate condensed interim financial statements in accordance with the Central Bank of Egypt's rules issued on December 16, 2008 as amended by the regulation issued on February 26, 2019 and the prevailing Egyptian laws and regulations. Our responsibility is to express a conclusion on these separate condensed interim financial statements based on our limited review.

Scope of Limited Review

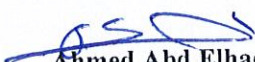
We conducted our limited review in accordance with the Egyptian standard on review engagements (2410) "Limited Review of Interim Financial Statement Performed by the Independent Auditor of the Entity". A limited review of separate condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the Bank and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these separate condensed interim financial statements.

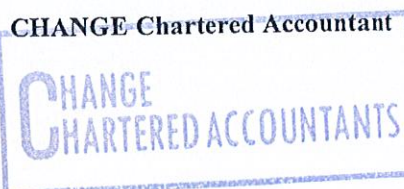
Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that accompanying separate condensed interim financial statements do not present fairly, in all material respects, the separate condensed financial position of the Bank as of 30 September 2023 and of its separate condensed financial performance and its separate condensed cash flows for the nine months then ended in accordance with the bases of recognition and measurement issued by the central bank of Egypt's rules issued on December 16, 2008 as amended by the regulation issued on February 26, 2019 and the prevailing Egyptian laws and regulations, relevant to the preparation of these interim condensed separate financial statements.



Auditors


Ahmed Abd Elhady
Egyptian Financial Supervisory Authority Register no.287



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

As at 30 September 2023

	Note	30 September 2023 EGP Thousands	31 December 2022 EGP Thousands
ASSETS			
Cash and balances with Central Bank of Egypt	(13)	10,494,887	7,248,414
Due from banks	(14)	14,630,492	9,882,149
Treasury bills	(15)	7,752,997	3,405,991
Loans and advances to customers & banks	(16)	59,233,046	48,368,475
Derivative financial instruments	(17)	16,080	16,391
Financial investments at:			
- Fair value through other comprehensive income	(18)	10,784,568	11,615,381
- Amortized cost	(18)	1,101,334	1,906,221
- Fair value through profit or loss	(18)	42,476	38,347
Investments in subsidiaries	(19)	54,468	54,468
Investments properties (net)	(20)	19,516	19,879
Other assets	(21)	2,598,296	1,988,967
Property, plant and equipment (net)	(22)	1,018,223	947,765
TOTAL ASSETS		107,746,383	85,492,448
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks	(23)	6,970,412	2,532,950
Customers' deposits	(24)	84,100,446	69,798,551
Treasury bills sold under repurchase agreements	(15)	-	2,030
Other Loans	(25)	617,868	494,868
Other liabilities	(26)	3,076,842	1,875,957
Other provisions	(27)	241,794	265,258
TOTAL LIABILITIES		95,007,362	74,969,614
EQUITY			
Issued and paid-up-capital	(28)	7,000,000	5,000,000
Transferred under capital increase	(28)	2100,000	2,000,000
Reserves		102,229	301,600
Retained earnings (including net profit for the period/ year)		3,536,792	3,221,234
TOTAL EQUITY		12,739,021	10,522,834
TOTAL LIABILITIES AND EQUITY		107,746,383	85,492,448

Hala Hatem Sadek
CEO & Board Member

- The attached notes from (1) to (34) form an integral part of these interim condensed standalone financial statements.
- Limited review report attached

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

For the Nine months ended 30 September 2023

	Note	<i>Nine Months ended 30 September 2023 EGP Thousands</i>	<i>Nine Months ended 30 September 2022 EGP Thousands</i>	<i>Three Months Ended 30 September 2023 EGP Thousands</i>	<i>Three Months Ended 30 September 2022 EGP Thousands</i>
Interest from loans and similar revenues	(5)	9,974,449	5,274,563	3,707,826	2,075,675
Interest on deposits and similar costs	(5)	(6,418,229)	(3,171,956)	(2,400,383)	(1,238,832)
Net interest income		3,556,220	2,102,607	1,307,443	836,843
Fees and commission revenues	(6)	777,236	365,275	264,341	129,613
Fees and commission expenses	(6)	(78,172)	(49,763)	(28,230)	(18,348)
Net fees and commission income		699,064	315,512	236,111	111,265
Dividends income		12,493	6,253	-	1,308
Net trading income	(7)	139,767	58,037	49,546	20,592
Gain on financial investments	(18)	25,874	21,621	5,654	3,936
Provision for credit losses	(8)	(913,187)	(644,886)	(306,244)	(164,400)
Administrative expenses	(9)	(1,083,435)	(747,829)	(388,921)	(266,154)
Other operating income (expenses)	(10)	1,143,492	669,721	(43,513)	115,466
Net profit before income tax		3,580,288	1,781,036	860,076	658,856
Income tax expenses	(11)	(815,242)	(389,851)	(280,007)	(165,885)
Net profit for the period		2,765,046	1,391,185	580,069	492,971
Earnings per share (EGP/Share)	(12)	3.95	1.98	0.82	0.70

The attached notes from (1) to (34) form an integral part of these interim condensed standalone financial statements.

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

For the Nine months ended 30 September 2023

	<i>Nine months ended 30 September 2023 EGP Thousands</i>	<i>Nine months ended 30 September 2022 EGP Thousands</i>	<i>Three months ended 30 September 2023 EGP Thousands</i>	<i>Three months ended 30 September 2022 EGP Thousands</i>
Net profit for the period	2,765,046	1,391,185	580,069	492,971
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	7,739	(1,489)	3,185	(2,494)
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	(305,737)	(491,060)	(203,031)	(256,469)
Net change in fair value of interest rate swaps – Fair value hedge	(310)	18,615	(1,639)	5,298
Expected credit losses of debt instruments measured at fair value through other comprehensive income	(2,180)	1,456	(3,745)	(2,024)
Total comprehensive income for the period	<u>2,464,558</u>	<u>918,707</u>	<u>374,836</u>	<u>237,282</u>

The attached notes from (1) to (34) form an integral part of these interim condensed standalone financial statements.

AHLI UNITED BANK EGYPT S.A.E

INTERIM CONDENSED STANDALONE STATEMENT OF CASH FLOWS

For the Nine months ended 30 September 2023

	Note	30 September 2023 EGP Thousands	30 September 2022 EGP Thousands
OPERATING ACTIVITIES			
Net profit before income tax		3,580,288	1,781,036
<i>Adjustments to reconcile net profit to net cash provided by operating activities:</i>			
Dividends income		(12,493)	(6,253)
Depreciation and amortization	(9)	90,419	79,223
Provision for credit losses		916,270	643,958
Other provisions (released)/ charged	(27)	(24,937)	35,863
Gain on disposals of property, plant and equipment	(10)	(2,204)	(56)
Amortization of premium	(18)	64,104	277,841
Revaluation difference in foreign currencies	(10)	(1,123,572)	(687,192)
Gain on sale of financial investment at fair value through other comprehensive income		-	(8,990)
Revaluation of financial assets at fair value through profit or loss	(7)	(4,129)	(2,604)
Operating income before changes in operating assets and liabilities		3,483,746	2,112,827
<i>Net changes in operating assets and liabilities</i>			
Balances with Central Bank of Egypt - mandatory reserve		(710,166)	741,306
Due from banks		(3,088,850)	330,503
Treasury bills		(4,231,109)	(1,833,231)
Loans and advances to customers and banks		-	(106)
Financial investments at fair value through profit or loss		(9,495,228)	(9,722,296)
Other assets		(617,458)	214,384
Due to banks		4,429,910	1,231,638
Customers' deposits		10,538,034	11,336,374
Treasury bills sold under repurchase agreements		(2,030)	81,855
Other liabilities		623,807	(6,091)
Other provision utilized	(27)	(400)	(97)
Income tax paid		(486,534)	(377,327)
Net cash flows generated from operating activities		443,722	4,109,739
INVESTING ACTIVITIES			
Purchases of property, plant and equipment	(22)	(160,783)	(111,300)
Proceeds from sale of property, plant and equipment		2,474	1,538
Proceeds from redemption of financial investments at amortized cost		800,812	280,607
Purchases of financial investments at amortized cost		-	(170,650)
Proceeds from redemption financial investments at FVOCI		1,163,459	1,691,165
Purchases of financial investments at FVOCI	(18)	(501,538)	(3,032,984)
Dividends income received		12,493	4,945
Net cash flows provided from (used in) investing activities		1,316,917	(1,336,679)
FINANCING ACTIVITIES			
Net Change in other loans		-	391,046
Net cash flows generated from financing activities		-	391,046
Net increase in cash and cash equivalents during the period		1,760,639	3,164,106
Cash and cash equivalent at the beginning of the period		9,017,718	5,238,625
Cash and cash equivalents at the end of the period	(29)	10,778,357	8,402,731
Cash and cash equivalents are represented as follows:			
Cash and balances with Central Bank of Egypt	(13)	10,494,887	5,248,042
Due from banks	(14)	14,633,638	7,933,151
Treasury Bills		7,755,167	3,836,065
Balances with Central Bank of Egypt - mandatory reserve	(13)	(9,870,625)	(4,702,615)
Deposits with banks with original maturities more than three months		(4,479,543)	(75,847)
Treasury bills with original maturities more than three months		(7,755,167)	(3,836,065)
Cash and cash equivalents at the end of the period	(29)	10,778,357	8,402,731

The attached notes from (1) to (34) form an integral part of these interim condensed standalone financial statements.

AHLI UNITED BANK EGYPT S.A.E

INTERIM CONDENSED STANDALONE STATEMENT OF CHANGES IN EQUITY

For the Nine months ended 30 September 2023

	Reserves								
	Issued and paid-up capital	Transferred under capital increase	Legal Reserve & Capital Reserve		General Banking Risk Reserve		Fair Value Reserve	Total Reserves	
			EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands			
EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	
Balances as at 1 January 2022	3,000,000	2,000,000	560,312	11,884	6,727	97,792	676,715	3,395,853	9,072,568
Net profit for the period	-	-	-	-	-	-	-	1,391,185	1,391,185
Other comprehensive income	-	-	-	-	-	(472,478)	(472,478)	-	(472,478)
Transferred under capital increase	-	2,000,000	-	-	-	-	-	(2,000,000)	-
Bonus shares issued	2,000,000	(2,000,000)	-	-	-	-	-	-	-
Employees profit share	-	-	-	-	-	-	-	(116,000)	(116,000)
Directors' remuneration	-	-	-	-	-	-	-	(5,922)	(5,922)
Transferred to legal and capital reserve	-	-	58,604	-	-	-	58,604	(58,604)	-
Transferred to banking sector support fund	-	-	-	-	-	-	-	(11,517)	(11,517)
Release to general banking risk reserve	-	-	-	-	(3,097)	-	(3,097)	3,097	-
Balances as at 30 September 2022	5,000,000	2,000,000	618,916	11,884	3,630	(374,686)	259,744	2,598,092	9,857,836
Balances as at 1 January 2023	5,000,000	2,000,000	618,916	11,884	3,630	(332,830)	301,600	3,221,234	10,522,834
Net profit for the period	-	-	-	-	-	-	-	2,765,046	2,765,046
Other comprehensive income	-	-	-	-	-	(300,488)	(300,488)	-	(300,488)
Transferred under capital increase	-	2,100,000	-	-	-	-	-	(2,100,000)	-
Bonus shares issued	2,000,000	(2,000,000)	-	-	-	-	-	-	-
Employees profit share	-	-	-	-	-	-	-	(220,805)	(220,805)
Directors' remuneration	-	-	-	-	-	-	-	(7,400)	(7,400)
Transferred to legal and capital reserve	-	-	101,117	-	-	-	101,117	(101,117)	-
Transferred to banking sector support fund	-	-	-	-	-	-	-	(20,166)	(20,166)
Balances as of 30 September 2023	7,000,000	2,100,000	720,033	11,884	3,630	(633,318)	102,229	3,536,792	12,739,021

The attached notes from (1) to (34) form an integral part of these interim condensed standalone financial statements.

AHLI UNITED BANK EGYPT S.A.E

NOTES TO THE INTERIM CONDENSED STANDALONE FINANCIAL STATEMENTS

For the Nine months ended 30 September 2023

1 General information

Ahli United Bank- Egypt S.A.E (the Bank) was incorporated under its previous name 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 1241 employees as at 30 September 2023.

These condensed interim financial statements were approved by the Board of Directors 16 November 2023

2 Summary of the significant accounting policies

The significant accounting policies applied in the preparation of these standalone 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 standalone 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 interim condensed consolidated financial statements of the Bank have been prepared as well, in which all the subsidiaries are entirely consolidated, the subsidiaries are the entities that the Bank - directly or indirectly has more than half of the voting rights or has the ability to control the financial and operating policies, regardless of the type of the activity, the Bank's consolidated financial statements can be obtained from the Bank's management. The Bank accounts for investments in subsidiaries and associate companies in the separate financial statements at cost less impairment loss.

The interim condensed standalone financial statements of the Bank should be read with its interim condensed consolidated financial statements, for the period ended on 30 September 2023 to get complete information on the Bank's financial position, income statements, cash flows and change in shareholders equity.

The interim condensed standalone financial statements have been prepared on a historical cost basis as modified for the re-measurement at fair value of certain financial instruments and all derivative financial instruments.

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

For the Nine months ended 30 September 2023

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

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

30 September 2023

	<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	11,198,406	3,435,232	-	14,633,638
Treasury bills	7,736,069	342,917	-	8,078,986
Loans and advances to customers & banks	32,801,045	28,743,289	2,092,598	63,636,932
Debt Instruments at Fair value through other comprehensive income	10,106,803	487,323	-	10,594,126
Debt instruments at Amortized Cost	1,101,334	-	-	1,101,334
	62,943,657	33,008,761	2,092,598	98,045,016

31 December 2022

Due from banks	4,649,416	5,237,807	-	9,887,223
Treasury bills	3,305,400	274,652	-	3,580,052
Loans and advances to customers & banks	32,134,789	19,415,882	1,945,168	53,495,839
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>52,719,320</u>	<u>25,669,451</u>	<u>1,945,168</u>	<u>80,333,939</u>

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

30 September 2023

	<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	2,183	963	-	3,146
Treasury bills	-	2,170	-	2,170
Loans and advances to customers & banks	665,124	1,685,164	1,643,331	3,993,619
Debt Instruments at Fair value through other comprehensive income	813	2,303	-	3,116
Commitments on loans and collaterals	43,811	21,824	24,721	90,356
	711,931	1,712,424	1,668,052	4,092,407

31 December 2022

Due from banks	392	4,682	-	5,074
Treasury bills	-	453	-	453
Loans and advances to customers & banks	727,693	2,189,717	1,744,374	4,661,784
Debt Instruments at Fair value through other comprehensive income	1,007	3,921	-	4,928
Commitments on loans and collaterals	43,697	81,645	21,390	146,732
	<u>772,789</u>	<u>2,280,418</u>	<u>1,765,764</u>	<u>4,818,971</u>

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

For the Nine months ended 30 September 2023

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

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
According to Basel II		
Total Tier 1 (basic and additional capital)	12,871,718	10,403,212
Total Tier 2 (subordinated capital)	729,663	789,549
Total Capital Base	13,601,381	11,192,761
Total assets and contingent liabilities weighted by credit, market and operational risks	94,348,629	66,624,025
Capital Adequacy Ratio	14.42%	16.80%

3.3 Financial leverage risk management

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Tier 1 capital (1)	12,871,718	10,403,212
Total exposures on balance Sheet and off-balance sheet (2)	116,274,846	93,088,784
Financial leverage ratio% (1/2)	11.07%	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**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.

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 STANDALONE FINANCIAL STATEMENTS

For the Nine months ended 30 September 2023

4 Segment analysis (continued) 4.1 Activity segment analysis (continued) 30 September 2023

Revenues & expenses according to activity segment

	Large Institutions EGP Thousands	Medium & Small Institutions EGP Thousands	Treasury & Investments EGP Thousands	Retail EGP Thousands	Other Activities EGP Thousands	Total EGP Thousands
Segment activity revenues	5,856,980	98,142	1,620,371	2,894,020	1,545,949	12,015,462
Segment activity expenses	(4,406,116)	(104,205)	(778,281)	(2,370,854)	(775,718)	(8,435,174)
Net profit (losses) before income tax	1,450,864	(6,063)	842,090	523,166	770,232	3,580,288
Income tax expenses	(320,649)	(1,063)	(366,446)	(119,279)	(7,805)	(815,242)
Net profit (losses) for the period after tax	1,130,215	(7,126)	475,644	403,887	762,426	2,765,046

Assets & liabilities according to activity segment

Segment activity assets	58,610,831	1,660,825	42,426,230	3,987,274	1,061,223	107,746,383
Total assets	58,610,831	1,660,825	42,426,230	3,987,274	1,061,223	107,746,383
Segment activity liabilities	47,011,191	703,216	7,603,224	36,744,764	2,944,967	95,007,362
Total liabilities	47,011,191	703,216	7,603,224	36,744,764	2,944,967	95,007,362

Other items for activity segment

Depreciation and amortization	(19,785)	(1,373)	(8,468)	(26,683)	(34,110)	(90,419)
ECL (charges) / released	(305,533)	(53,940)	5,516	(34,547)	(524,683)	(913,187)

AHLI UNITED BANK EGYPT S.A.E

NOTES TO THE INTERIM CONDENSED STANDALONE FINANCIAL STATEMENTS

For the Nine months ended 30 September 2023

4 Segment analysis (continued)

4.2 Activity segment analysis (continued)

30 September 2022

Revenues & expenses according to activity segment

	Large Institutions EGP Thousands	Medium & Small Institutions EGP Thousands	Treasury & Investments EGP Thousands	Retail EGP Thousands	Other Activities EGP Thousands	Total EGP Thousands
Segment activity revenues	2,742,139	45,269	840,545	1,803,201	964,316	6,395,470
Segment activity expenses	(2,239,645)	(82,774)	(478,585)	(1,475,843)	(337,587)	(4,614,434)
Net profit (loss) before income tax	502,494	(37,505)	361,960	327,358	626,729	1,781,036
Income tax (expenses) income	(103,020)	5,861	(168,780)	(77,437)	(46,475)	(389,851)
Net profit (loss) for the period after tax	399,474	(31,644)	193,180	249,921	580,254	1,391,185

Assets & liabilities according to segment activities

Segment activity assets	46,966,660	1,420,182	27,729,092	2,804,617	1,118,468	80,039,019
Total assets	46,966,660	1,420,182	27,729,092	2,804,617	1,118,468	80,039,019
Segment activity liabilities	33,389,113	467,373	1,983,554	32,725,398	1,615,745	70,181,183
Total liabilities	33,389,113	467,373	1,983,554	32,725,398	1,615,745	70,181,183

Other items for activity segment

Depreciation	(13,605)	(1,527)	(7,907)	(40,493)	(15,691)	(79,223)
ECL (charges) / released	(550,617)	(63,103)	(1,975)	(36,039)	6,848	(644,886)

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

For the Nine months ended 30 September 2023

5 Net interest income

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Interest and similar revenues from:				
Loans and advances to customers	7,166,534	3,485,170	2,671,264	1,423,151
Treasury bills, bonds and sukuk	2,294,146	1,698,428	845,915	601,019
Deposits and current accounts	513,769	90,965	190,647	51,505
Total	9,974,449	5,274,563	3,707,826	2,075,675
Cost of deposits and similar expenses on:				
Deposits and current accounts:				
Banks	(612,748)	(374,609)	(210,136)	(178,746)
Customers	(5,771,676)	(2,789,792)	(2,178,920)	(1,056,258)
	(6,384,424)	(3,164,401)	(2,389,056)	(1,235,004)
Other loans	(33,805)	(7,555)	(11,327)	(3,828)
Total	(6,418,229)	(3,171,956)	(2,400,383)	(1,238,832)
Net interest income	3,556,220	2,102,607	1,307,443	836,843

6 Net fees and commission income

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Fees and commission income:				
Credit Fees and commissions	621,745	304,627	215,096	111,093
Custody fees	30,108	17,114	11,609	4,094
Other fees	125,383	43,534	37,636	14,426
Total	777,236	365,275	264,341	129,613
Fees and commissions expenses	(78,172)	(49,763)	(28,230)	(18,348)
Total	(78,172)	(49,763)	(28,230)	(18,348)
Net income from fees and commissions	699,064	315,512	236,111	111,265

7 Net trading income

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Foreign exchange trading gains	135,638	55,433	48,203	19,333
Change in fair value of investments at FVTPL	4,129	2,604	1,343	1,259
Total	139,767	58,037	49,546	20,592

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

For the Nine months ended 30 September 2023

8 Provision of credit losses

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Loans and advances to customers & banks	(917,953)	(642,912)	(316,239)	(166,768)
Due from Banks	3,256	(507)	4,823	(329)
Debt instruments at FVTOCI	3,083	(928)	3,688	2,127
Treasury Bills	(1,573)	(539)	1,484	570
Total	(913,187)	(644,886)	(306,244)	(164,400)

9 Administrative expense

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Staff cost:				
Salaries and wages	(354,982)	(273,207)	(140,789)	(96,457)
Social insurance	(20,928)	(17,741)	(7,131)	(6,019)
	(375,910)	(290,948)	(147,920)	(102,476)
Depreciation and amortization	(90,419)	(79,223)	(32,661)	(28,100)
Other administrative expenses	(617,106)	(377,658)	(208,340)	(135,578)
Total	(1,083,435)	(747,829)	(388,921)	(266,154)

10 Other operating income (expenses)

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
FX revaluation from monetary assets and liabilities other than carried at fair value through profit or loss	1,123,572	687,192	352	130,301
Gain (Loss) from sale of property, plant and equipment	2,204	56	1,486	(239)
Legal provision charged	(10,280)	(235)	(1,775)	(186)
Claims provision charged	(22,632)	(16,119)	(6,109)	(11,235)
Contingent provision realized /(charged)	57,849	(19,509)	5,403	(3,126)
Other (expenses) / income	(7,221)	18,336	(42,870)	(49)
Total	1,143,492	669,721	(43,513)	115,466

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

For the Nine months ended 30 September 2023

11 Income tax expense

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Current Tax	(795,257)	(398,364)	(272,256)	(164,867)
Deferred Tax	(19,985)	8,513	(7,751)	(1,018)
Total	(815,242)	(389,851)	(280,007)	(165,885)
	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Net profit before tax	3,580,288	1,781,036	860,076	658,856
Income tax (22.5%)	(805,565)	(400,733)	(193,517)	(148,242)
Tax effect on:				
Income not subject to tax	16,364	13,769	4,793	5,272
Provision	(62,942)	(50,579)	(13,226)	(12,751)
Depreciation differences	9,618	667	4,513	360
Others	47,269	38,512	(74,819)	(9,506)
Income Tax Expense	(795,256)	(398,364)	(272,256)	(164,867)
Effective income tax rate	22.21%	22.37%	31.65%	25.02%

12 Earnings per share

	<i>Nine Months Ended 30 September 2023</i>	<i>Nine Months Ended 30 September 2022</i>	<i>Three Months Ended 30 September 2023</i>	<i>Three Months Ended 30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Net profit for the period available for distribution	2,765,046	1,391,185	580,069	492,971
Weighted average number of shares (shares thousands)	700,000	700,000	700,000	700,000
Earnings per share (EGP/Share)	3.95	1.98	0.82	0.70

13 Cash and balances with Central Bank of Egypt

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Cash	624,262	466,639
Balances with CBE (mandatory reserve)	9,870,625	6,781,775
Total	10,494,887	7,248,414
Interest free balances	10,494,887	7,248,414

14 Due from Banks

	<i>30 September 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Current accounts	816,728	760,363
Deposits	13,816,910	9,126,860
	<u>14,633,638</u>	<u>9,887,223</u>
Less: ECL Allowance	(3,146)	(5,074)
Total	<u>14,630,492</u>	<u>9,882,149</u>
Balances at CBE other than those under the mandatory reserve	2,155,180	1,740,378
Local banks	485,079	145,340
Foreign Banks	11,993,379	8,001,505
	<u>14,633,638</u>	<u>9,887,223</u>
Less: ECL Allowance	(3,146)	(5,074)
Total	<u>14,630,492</u>	<u>9,882,149</u>
Non-interest-bearing balances	306,305	434,668
Interest-bearing balances	14,327,333	9,452,555
	<u>14,633,638</u>	<u>9,887,223</u>
Less: ECL Allowance	(3,146)	(5,074)
Total	<u>14,630,492</u>	<u>9,882,149</u>

15 Treasury bills sold under repurchase agreements

	<i>30 September 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
15.1 Treasury bills		
Treasury Bills at Amortized Cost		
365 Days maturity	342,917	274,651
Treasury Bills at Fair value through OCI		
182 Days maturity	-	247,434
365 Days maturity	7,736,069	3,057,967
	<u>8,078,986</u>	<u>3,580,052</u>
Less: Unearned interest	(323,819)	(173,608)
Less: ECL Allowance	(2,170)	(453)
Total	<u>7,752,997</u>	<u>3,405,991</u>
Egyptian government T-Bills	8,078,986	3,332,618
Others	-	247,434
	<u>8,078,986</u>	<u>3,580,052</u>
Less: Unearned interest	(323,819)	(173,608)
Less: ECL Allowance	(2,170)	(453)
	<u>7,752,997</u>	<u>3,405,991</u>
15.2 Treasury bills sold under repurchase agreements		
Treasury bills sold under repurchase agreements	-	2,030
Total	<u>-</u>	<u>2,030</u>

In accordance with the Central Bank of Egypt's rules issued on February 26, 2019, the debt instrument issued in a local currency by the Egyptian Government (Treasury Bills) exempted from ECL measurement

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

For the Nine months ended 30 September 2023

16 Loans and advances to customers & banks

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Individuals		
Overdrafts	324,913	446,193
Credit cards	75,096	41,992
Personal loans	2,784,919	2,073,026
Auto Loans	157,003	77,093
Other Loans	223,001	466,645
Total (1)	3,564,932	3,104,949
Corporate and Banks		
Overdrafts	4,068,113	4,542,024
Direct loans	47,170,677	39,277,411
Syndication loans	8,833,210	6,571,455
Total (2)	60,072,000	50,390,890
Total loans and advances to customers and banks (1+2)	63,636,932	53,495,839
Less :ECL Allowance	(3,993,619)	(4,661,784)
Less: Interest in suspense	(137,262)	(129,968)
Less :Unearned discount	(273,005)	(335,612)
Net loans and advances to customers and banks	59,233,046	48,368,475

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

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Balance at the beginning of the period/year	4,661,784	2,387,863
ECL Allowance charge during the period/year (note 8)	917,953	1,705,543
Write-off during the period/year	(1,793,273)	(128,090)
Recoveries from written-off debts	17,636	2,682
Foreign currency translation	189,519	693,786
Balance at the end of the period/year	3,993,619	4,661,784

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

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Individuals		
Balance at the beginning of the period/ year	41,083	16,295
ECL Allowance for the period/ year	36,137	24,788
Balance at the end of the period/ year (1)	77,220	41,083
Corporate and Banks		
Balance at the beginning of the period/ year	4,620,701	2,371,568
ECL Allowance for the period/ year	881,816	1,680,755
Write-off during the year	(1,793,273)	(128,090)
Recoveries from written-off debts	17,636	2,682
Foreign currency translation	189,519	693,786
Balance at the end of the period/year (2)	3,916,399	4,620,701
Total (1+2)	3,993,619	4,661,784

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

For the Nine months ended 30 September 2023

17 Derivative financial instruments

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

30 September 2023

	<i>Contractual value EGP Thousands</i>	<i>Assets EGP Thousands</i>	<i>Liabilities EGP Thousands</i>
Cash flow hedge			
Interest rate swap	317,275	16,080	-
Total	317,275	16,080	-

31 December 2022

	<i>Contractual value</i>	<i>Assets</i>	<i>Liabilities</i>
Cash flow hedge			
Interest rate swap	502,810	16,391	-
Total	502,810	16,391	-

18 Financial Investments

30 September 2023 *31 December 2022*
EGP Thousands *EGP Thousands*

Financial investments at fair value through Other Comprehensive Income:**A) Debt instruments**

Treasury Bonds	8,499,065	8,549,300
Non-government Bonds	1,491,511	2,044,304
Sukuk	603,550	871,000

B) Equity instruments

Listed	3,706	3,818
Unlisted	149,037	117,112

C) Money Market Funds

AUBE Mutual Fund THARWA	17,627	15,796
AUBE Mutual Fund ALPHA	20,072	14,051

Total financial investments at FVTOCI (1)

10,784,568	11,615,381
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Financial investments at Amortized Cost:**A) Debt instruments**

Treasury Bonds	1,101,334	1,906,221
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Total financial investments at Amortized Cost (2)

1,101,334	1,906,221
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Financial investments at fair value through profit or loss:**A) Equity instruments**

Listed	1,877	2,017
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B) Money Market Funds

AUBE Mutual Fund THARWA	40,599	36,330
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Total financial investments at FVTPL (3)

42,476	38,347
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Total financial investments (1+2+3)

11,928,378	13,559,949
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Current Balances

4,230,254	1,729,143
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Non- current Balances

7,698,124	11,830,806
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Total financial investments

11,928,378	13,559,949
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Debt Instruments

11,695,460	13,370,825
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Equity Instruments

154,620	122,947
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Mutual Funds

78,298	66,177
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Total financial investments

11,928,378	13,559,949
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In accordance with the Central Bank of Egypt's rules issued on February 26, 2019, the debt instrument issued in a local currency by the Egyptian Government (Treasury Bond) exempted from ECL measurement

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

For the Nine months ended 30 September 2023

18. Financial investments (continued)
30 September 2023

	Financial assets at Fair Value through OCI EGP Thousands	Financial assets at Amortized Cost EGP Thousands	Financial assets Fair Value through P&L EGP Thousands	Total EGP Thousands
Balance at the beginning of the period	11,615,381	1,906,221	38,347	13,559,949
Additions	501,538	-	-	501,538
Disposals / Maturities	(1,163,459)	(800,812)	-	(1,964,271)
Amortization of premium	(60,029)	(4,075)	-	(64,104)
Change in fair value of investment	(287,424)	-	4,129	(283,295)
Foreign currency revaluation	178,561	-	-	178,561
Balance at the end of the period	10,784,568	1,101,334	42,476	11,928,378

31 December 2022

Balance at the beginning of the year	10,502,774	2,504,245	34,269	13,041,288
Additions	2,832,972	169,992	106	3,003,070
Disposals / Maturities	(1,452,702)	(766,947)	-	(2,219,649)
Amortization of premium	(72,810)	(1,069)	-	(73,879)
Change in fair value of investment	(446,358)	-	3,972	(442,386)
Foreign currency revaluation	251,505	-	-	251,505
Balance at the end of the year	11,615,381	1,906,221	38,347	13,559,949

Gain on Financial Investments

	<i>Nine Months Ended 30 September 2023 EGP Thousands</i>	<i>Nine Months Ended 30 September 2022 EGP Thousands</i>	<i>Three Months Ended 30 September 2023 EGP Thousands</i>	<i>Three Months Ended 30 September 2022 EGP Thousands</i>
Gain on sale of treasury bills	25,874	12,632	5,654	3,093
Gain on sale of financial investment – FVTOCI	-	8,989	-	843
Total	25,874	21,621	5,654	3,936

19 Investment in subsidiaries

	<i>30 September 2023 EGP Thousands</i>	<i>31 December 2022 EGP Thousands</i>
Ahli United Finance Company (Unlisted) - Owned 100%	54,468	54,468
	54,468	54,468

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

For the Nine months ended 30 September 2023

20 Investment properties (net)

	<i>30 September 2023</i>	<i>31 December 2022</i>
<u>Cost:</u>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Cost at the beginning of the period/year	24,656	42,080
Transferred to property, plant and equipment	-	(17,424)
Cost at the ending of the period/ year	24,656	24,656
 <u>Accumulated depreciation</u>		
Accumulated depreciation at the beginning of the period/year	(4,777)	(7,421)
Depreciation charged during the period/year	(363)	(541)
Accumulated depreciation balances transferred to property, plant and equipment	-	3,185
Accumulated depreciation at the ending of the period/year	(5,140)	(4,777)
Net book value at the ending of the period/ year	19,516	19,879

21 Other assets

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Interest Receivable from Customers and banks	1,677,770	1,312,527
Prepaid expenses	74,217	32,686
Advances for purchase of property, plant and equipment	137,974	191,427
Assets acquired as settlement of debts (net of impairment)	319,971	309,985
Deposits held with other custody	11,034	9,857
Deferred tax assets	-	2,842
Other assets	377,330	129,643
Total	2,598,296	1,988,967

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

For the Nine months ended 30 September 2023

22 Property, plant and equipment (net)

<i>30 September 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	457,193	151,343	107,223	232,006	947,765
Additions	-	11,294	6,313	143,176	160,783
Disposals	-	(270)	-	-	(270)
Transferred	-	469	(423)	(46)	-
Depreciation charge	(7,932)	(16,563)	(10,874)	(54,686)	(90,055)
Net book value at the end of the period	<u>449,261</u>	<u>146,273</u>	<u>102,239</u>	<u>320,450</u>	<u>1,018,223</u>

Balance at the end of current period represents in:

Cost	544,528	320,878	161,877	592,656	1,619,939
Accumulated depreciation	(95,267)	(174,605)	(59,638)	(272,206)	(601,716)
Net book value at the end of the period	<u>449,261</u>	<u>146,273</u>	<u>102,239</u>	<u>320,450</u>	<u>1,018,223</u>

<i>31 December 2022</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 year	454,359	118,905	77,219	174,135	824,618
Additions	-	57,002	41,906	114,110	213,018
Disposals	-	(649)	(229)	(683)	(1,561)
Transfer from investment property	14,238	-	-	-	14,238
Depreciation charge	(11,404)	(23,915)	(11,673)	(55,556)	(102,548)
Net book value at the end of the year	<u>457,193</u>	<u>151,343</u>	<u>107,223</u>	<u>232,006</u>	<u>947,765</u>
Balance at the end of the year represents in:					
Cost	544,528	309,384	155,988	449,543	1,459,443
Accumulated depreciation	(87,335)	(158,041)	(48,765)	(217,537)	(511,678)
Net book value	<u>457,193</u>	<u>151,343</u>	<u>107,223</u>	<u>232,006</u>	<u>947,765</u>

23 Due to banks

	<i>30 September 2023 EGP Thousands</i>	<i>31 December 2022 EGP Thousands</i>
Current accounts	70,412	32,950
Deposits from Banks	<u>6,900,000</u>	<u>2,500,000</u>
Total	<u>6,970,412</u>	<u>2,532,950</u>
Local banks	6,900,000	2,500,000
Foreign banks	<u>70,412</u>	<u>32,950</u>
Total	<u>6,970,412</u>	<u>2,532,950</u>

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

For the Nine months ended 30 September 2023

24 Customers' deposits

	<i>30 September 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Demand deposits	30,023,264	25,017,100
Time deposits	41,959,571	34,272,492
Certificates of deposit	7,401,652	5,611,578
Savings deposits	4,041,325	4,101,700
Other deposits	674,634	795,681
Total	84,100,446	69,798,551
Corporate deposits	66,717,622	55,767,075
Individual deposits	17,382,824	14,031,476
Total	84,100,446	69,798,551
Non-interest-bearing balances	7,753,476	6,946,892
Floating-interest bearing balances	67,902,875	56,613,415
Fixed interest-bearing balances	8,444,095	6,238,244
Total	84,100,446	69,798,551
Current balances	73,071,626	60,278,926
Non-current balances	11,028,820	9,519,625
Total	84,100,446	69,798,551

25 Other Loans

	Rates	<i>30 September 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
European Bank for Reconstruction and Development (EBRD)	Variable	617,868	494,868
		617,868	494,868

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

26 Other liabilities

	<i>30 September 2023</i> <i>EGP Thousands</i>	<i>31 December 2022</i> <i>EGP Thousands</i>
Interest Payable	737,924	345,478
Clearing operations – CBE	180,397	102,301
Margin deposits	509,224	717,250
Accrued Taxes	712,545	318,454
Unearned revenue	34,314	28,422
Accrued expenses	295,390	140,754
Deferred tax liability	17,143	-
Other credit balances	589,905	223,298
Total	3,076,842	1,875,957

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

For the Nine months ended 30 September 2023

27 Other provisions

<i>30 September 2023</i>	<i>Provision for legal claims EGP Thousands</i>	<i>Claims provision EGP Thousands</i>	<i>Contingent liabilities EGP Thousands</i>	<i>Total EGP Thousands</i>
Beginning balance	29,586	88,940	146,732	265,258
Foreign currency revaluation	-	-	1,873	1,873
Charged (Released) during the period	10,280	22,632	(57,849)	(24,937)
Utilized during the period	-	-	(400)	(400)
Ending balance	<u>39,866</u>	<u>111,572</u>	<u>90,356</u>	<u>241,794</u>

31 December 2022

Beginning balance	29,559	69,155	57,742	156,456
Foreign currency revaluation	903	(32)	2,257	3,128
Charged during the year	1,963	19,817	86,733	108,513
Utilized during the year	(264)	-	-	(264)
No longer required	(2,575)	-	-	(2,575)
Ending balance	<u>29,586</u>	<u>88,940</u>	<u>146,732</u>	<u>265,258</u>

28 Capital**28.1 Authorized Capital**

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

28.2 Issued and paid up Capital

Issued and paid in capital amounts to EGP 7 Billion at 30 September 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 dated 20 August 2023.

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.

29 Cash and cash equivalents

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

	<i>30 September 2023 EGP Thousands</i>	<i>30 September 2022 EGP Thousands</i>
Cash	624,262	545,427
Due from banks with original maturities less than 3 months	<u>10,154,095</u>	<u>7,857,304</u>
Total	<u>10,778,357</u>	<u>8,402,731</u>

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

For the Nine months ended 30 September 2023

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

There is a number of existing cases filed against the bank on 30 September 2023 without provision as the bank does not expect to incur losses from it.

B- Capital commitments, contingent liabilities against letter of credit, documentary credits and other commitments.

	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Capital commitments of fixed assets	61,693	36,223
Commitments under operating lease contracts	202,667	86,070
Contingent liabilities against letters of credit, documentary credits and other commitments	12,420,905	12,204,693
Total	12,685,265	12,326,986

31 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 Standalone Balance Sheet	<i>30 September 2023</i>	<i>31 December 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Due from banks	2,532,143	2,688,810
Loans and advances to customers	737,243	718,266
Due to banks	63,780	20,821
Customer deposits	47,976	22,707

Interim Condensed Standalone Income Statement	<i>30 September 2023</i>	<i>30 September 2022</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Interest and similar revenues	189,660	62,570
Interest on deposits and similar costs	(1,792)	(831)
Fees and commission revenue	131	108

The average monthly salaries for top 20 staff as at 30 September 2023 are EGP 4,431 thousand.

32 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.

33 Comparative Figures

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

34 Important and Subsequent 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 September 2023.

During the subsequent period, Standard & Poor's agency Lowered Egypt's Sovereign rating in foreign and local currencies to "B- "from "B "with a stable outlook, in addition Moody's Credit rating agency Lowered Egypt's rating from B3 to Caal, with a stable outlook. the bank has reviewed the potential impacts resulted from lowered Egypt's rating, and the effects on Bank Financial statements, and the bank's management believes that there is no potential material impact on Financial statements.

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.