

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli  
United Bank - Egypt) (S.A.E.)  
Interim Condensed Standalone Financial Statements  
For the Period Ended 30 June 2025  
& Limited Review Report**

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)**  
**INTERIM CONDENSED STANDALONE FINANCIAL STATEMENTS**  
For the Period Ended 30 June 2025

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**Limited Review Report on Interim Condensed Standalone Financial Statements**

**To : Kuwait Finance House Bank Egypt (Formerly - Ahli United Bank - Egypt) (S.A.E) Board of Directors**

**Introduction**

We have performed a limited review on the accompanying interim condensed separate financial statements of Kuwait Finance House Bank Egypt (Formerly - Ahli United Bank - Egypt) (S.A.E) as of 30 June 2025 and the related condensed separate statement of financial position, condensed separate statement of income, condensed separate statement of comprehensive income, condensed separate 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 interim condensed separate 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 subsequent explanatory instructions and the decision of the Board of Directors of the Central Bank of Egypt during its meeting held on May 3, 2020, regarding the issuance of condensed financial statements and the prevailing Egyptian laws and regulations. Our responsibility is to express a conclusion on these interim condensed separate 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 interim condensed separate 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 interim condensed separate financial statements.

**Conclusion**

Based on our limited review, nothing has come to our attention that causes us to believe that accompanying interim condensed separate financial statements do not present fairly, in all material respects, the separate condensed financial position of the Bank as of 30 June 2025 and of its condensed separate financial performance and its condensed separate cash flows for the six 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 subsequent explanatory instructions and the decision of the Board of Directors of the Central Bank of Egypt during its meeting held on May 3, 2020, regarding the issuance of condensed financial statements and the prevailing Egyptian laws and regulations.



**Allied for Accounting & Auditing EY**

**Auditors**

**Ashraf Ali Hafez**  
**Egyptian Financial Supervisory Authority**  
**Register no.222**  
**CHANGE Chartered Accountant**





**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)****INTERIM CONDENSED STANDALONE BALANCE SHEET**

As at 30 June 2025

	Note	30 June 2025 EGP Thousands	31 December 2024 EGP Thousands
<b>ASSETS</b>			
Cash and balances with Central Bank of Egypt	(14)	14,233,046	15,287,265
Due from banks	(15)	21,141,007	24,458,323
Treasury bills	(16)	14,519,566	12,194,522
Financing receivables	(17)	85,075,445	76,328,072
<b>Financial investments at:</b>			
- Fair value through other comprehensive income	(18)	10,181,341	9,464,076
- Amortized cost	(18)	3,535,293	2,196,242
- Fair value through profit or loss	(18)	57,941	52,202
Investments in subsidiaries	(19)	54,468	54,468
Investments properties	(20)	962	975
Other assets	(21)	2,868,216	2,295,788
Property, plant and equipment	(22)	1,465,392	1,456,769
<b>TOTAL ASSETS</b>		<b>153,132,677</b>	<b>143,788,702</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Due to banks	(23)	2,221,560	3,081,362
Customers' deposits	(24)	124,785,458	117,088,891
Term financing	(25)	425,118	581,015
Other liabilities	(26)	5,278,244	4,070,335
Other provisions	(27)	576,339	508,262
Deferred tax liability		30,521	48,391
<b>TOTAL LIABILITIES</b>		<b>133,317,240</b>	<b>125,378,256</b>
<b>EQUITY</b>			
Issued and paid-up-capital	(28)	10,000,000	10,000,000
Transferred under capital increase	(28)	5,000,000	-
Reserves		798,030	292,709
Retained earnings		4,017,407	8,117,737
<b>TOTAL EQUITY</b>		<b>19,815,437</b>	<b>18,410,446</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>153,132,677</b>	<b>143,788,702</b>

**Hala Hatem Sadek**  
**CEO & Board Member**

The attached notes from (1) to (35) form a part of the interim condensed standalone financial statements and to be read therewith.

Limit review report attached.

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)****INTERIM CONDENSED STANDALONE INCOME STATEMENT**

For the period ended 30 June 2025

	Note	<i>Six Months Ended 30 June 2025</i> <i>EGP Thousands</i>	<i>Six Months Ended 30 June 2024</i> <i>EGP Thousands</i>	<i>Three Months Ended 30 June 2025</i> <i>EGP Thousands</i>	<i>Three Months Ended 30 June 2024</i> <i>EGP Thousands</i>
Financing income and similar revenues	(5)	<b>13,494,685</b>	10,803,589	<b>6,801,562</b>	6,167,130
Cost of deposits and similar expenses	(5)	<b>(9,844,397)</b>	(7,091,389)	<b>(5,023,134)</b>	(4,193,831)
<b>Net financing income</b>		<b>3,650,288</b>	3,712,200	<b>1,778,428</b>	1,973,299
Fees and commission revenues	(6)	<b>497,839</b>	605,515	<b>236,060</b>	308,553
Fees and commission expenses	(6)	<b>(99,402)</b>	(98,710)	<b>(53,302)</b>	(53,737)
<b>Net fees and commission income</b>		<b>398,437</b>	506,805	<b>182,758</b>	254,816
Dividend income	(7)	<b>27,384</b>	1,747	<b>26,420</b>	1,747
Net trading income	(8)	<b>74,632</b>	194,872	<b>41,465</b>	81,284
Gain (Loss) on financial investments	(18)	<b>48,000</b>	16,438	<b>12,513</b>	(2,019)
Release / (charge) expected credit losses	(9)	<b>252,626</b>	(1,932,696)	<b>242,128</b>	(346,931)
Administrative expenses	(10)	<b>(1,374,998)</b>	(1,047,481)	<b>(701,971)</b>	(577,109)
Other operating (expenses) income	(11)	<b>(275,145)</b>	2,949,348	<b>(212,160)</b>	20,975
<b>Net profit before income tax</b>		<b>2,801,224</b>	4,401,233	<b>1,369,581</b>	1,406,062
Income tax expenses	(12)	<b>(1,026,360)</b>	(624,231)	<b>(532,494)</b>	(424,686)
<b>Net profit for the period</b>		<b>1,774,864</b>	3,777,002	<b>837,087</b>	981,376
<b>Earnings per share (EGP/Share)</b>	(13)	<b>1.77</b>	3.78	<b>0.84</b>	0.98

The attached notes from (1) to (35) form a part of the interim condensed standalone financial statements and to be read therewith.

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)****INTERIM CONDENSED STANDALONE STATEMENT OF COMPREHENSIVE INCOME**

For the period ended 30 June 2025

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
<b>Net profit for the period</b>	<b>1,774,864</b>	<b>3,777,002</b>	<b>837,087</b>	<b>981,376</b>
<b><i>Income items that will not be recycled to the Profit or Loss:</i></b>				
Net change in fair value of equity instruments measured at fair value through other comprehensive income	<b>7,996</b>	3,167	<b>3,623</b>	(1,363)
<b><i>Income items that is or may be recycled to the Profit or Loss:</i></b>				
Net change in fair value of debt instruments measured at fair value through other comprehensive income	<b>222,742</b>	(229,726)	<b>(121,626)</b>	101,119
Net change in fair value of profit rate swaps – fair value hedge	-	(9,844)	-	(14,278)
Expected credit losses of debt instruments measured at fair value through other comprehensive income	<b>934</b>	(1,214)	<b>(12,130)</b>	(1,231)
<b>Total other comprehensive income</b>	<b>231,672</b>	(237,617)	<b>(130,133)</b>	84,247
<b>Total comprehensive income for the period</b>	<b>2,006,536</b>	<b>3,539,385</b>	<b>706,954</b>	<b>1,065,623</b>

The attached notes from (1) to (35) form a part of the interim condensed standalone financial statements and to be read therewith.

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)****INTERIM CONDENSED STANDALONE STATEMENT OF CASH FLOWS**

For the period ended 30 June 2025

	Note	30 June 2025 EGP Thousands	30 June 2024 EGP Thousands
<b>OPERATING ACTIVITIES</b>			
Net profit before income tax		2,801,224	4,401,233
<b>Adjustments to reconcile net profit to net cash provided by operating activities:</b>			
Dividend income	(7)	(27,384)	(1,747)
(Release) / charge for expected credit losses	(9)	(252,626)	1,932,696
Depreciation and amortization	(10)	124,108	81,887
Other provisions charged	(27)	69,480	87,693
Revaluation differences in foreign currencies	(11)	221,320	(3,034,669)
Gain on disposals of property, plant and equipment	(11)	(5,151)	(14)
Amortization of premium	(18)	(36,575)	284,369
Revaluation of financial assets at fair value through profit or loss	(8)	(5,739)	(4,072)
<b>Operating income before changes in operating assets and liabilities</b>		<b>2,888,657</b>	<b>3,747,376</b>
<b>Net changes in operating assets and liabilities</b>			
Balances with Central Bank of Egypt - mandatory reserve		1,336,171	2,490,809
Due from banks		(3,135,835)	4,585,957
Treasury bills		(2,397,911)	(4,559,616)
Financing receivables		(8,395,991)	(6,478,105)
Financial investments at FVPL		-	2,210
Other assets		(519,876)	(710,089)
Due to banks		(838,802)	2,277,287
Customers' deposits		7,538,949	9,896,841
Other liabilities		489,756	(1,574,711)
Other provision utilized		(303)	(333)
Income tax paid		(927,622)	(851,179)
<b>Net cash flows (used in) generated from operating activities</b>		<b>(3,962,807)</b>	<b>8,826,447</b>
<b>INVESTING ACTIVITIES</b>			
Purchases of property, plant and equipment	(22)	(307,937)	(224,989)
Proceeds from sale of property, plant and equipment		5,151	14
Proceeds from redemption of financial investments at amortized cost		-	86,816
Purchases of financial investments at amortized cost		(1,300,000)	(1,401,362)
Proceeds from redemption of financial investments at FVOCI		1,163,979	3,421,879
Purchases of financial investments at FVOCI		(1,696,732)	(546,937)
Dividend income received		6,384	1,747
<b>Net cash flows (used in) generated from investing activities</b>		<b>(2,129,155)</b>	<b>1,337,168</b>
<b>FINANCING ACTIVITIES</b>			
Net change in term financing		(168,996)	(137,229)
<b>Net cash flows used in financing activities</b>		<b>(168,996)</b>	<b>(137,229)</b>
Net (decrease) increase in cash and cash equivalents during the period		(6,260,958)	10,026,386
Cash and cash equivalent at the beginning of the year		15,669,223	9,433,041
<b>Cash and cash equivalents at the end of the year</b>	(29)	<b>9,408,265</b>	<b>19,459,427</b>
<b>Cash and cash equivalents are represented as follows:</b>			
Cash and balances with Central Bank of Egypt	(14)	14,233,046	13,593,413
Due from banks	(15)	21,144,524	22,170,748
Treasury Bills	(16)	14,594,747	13,499,241
Balances with Central Bank of Egypt - mandatory reserve	(14)	(13,164,277)	(11,957,656)
Deposits with banks with original maturities more than 3 months		(12,805,028)	(4,347,078)
Treasury bills with original maturities more than 3 months		(14,594,747)	(13,499,241)
<b>Cash and cash equivalents at the end of the period</b>	(29)	<b>9,408,265</b>	<b>19,459,427</b>

The attached notes from (1) to (35) form a part of the interim condensed standalone financial statements and to be read therewith.

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)**
**INTERIM CONDENSED STANDALONE STATEMENT OF CHANGES IN EQUITY**

For the period ended 30 June 2025

	Reserves								
	Issued and paid-up- capital	Transferred under capital increase	Legal Reserve & Capital Reserve	General Risk Reserve	General Banking Risk Reserve	Fair Value Reserve	Total Reserves	Retained Earnings	Total
	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands	EGP Thousands
Balances as at 1 January 2024	7,000,000	2,100,000	720,033	11,884	194	(688,003)	44,108	4,086,156	13,230,264
Net profit for the period	-	-	-	-	-	-	-	3,777,002	3,777,002
Other comprehensive income	-	-	-	-	-	(235,629)	(235,629)	-	(235,629)
Transferred under capital increase	-	900,000	-	-	-	-	-	(900,000)	-
Bonus share issuance fees	-	-	-	-	-	-	-	(534)	(534)
Gain on sale equity investments at FVOCI	-	-	-	-	-	(1,988)	(1,988)	1,988	-
Employees profit share	-	-	-	-	-	-	-	(331,149)	(331,149)
Directors' remuneration	-	-	-	-	-	-	-	(5,327)	(5,327)
Transferred to legal and capital reserve	-	-	167,694	-	-	-	167,694	(167,694)	-
Transferred to banking sector support fund	-	-	-	-	-	-	-	(33,123)	(33,123)
Balances as of 30 June 2024	7,000,000	3,000,000	887,727	11,884	194	(925,620)	(25,815)	6,427,319	16,401,504
Balances as at 1 January 2025	10,000,000	-	887,729	11,884	6,720	(613,624)	292,709	8,117,737	18,410,446
Net profit for the period	-	-	-	-	-	-	-	1,774,864	1,774,864
Other comprehensive income	-	-	-	-	-	231,672	231,672	-	231,672
Transferred under capital increase	-	5,000,000	-	-	-	-	-	(5,000,000)	-
Employees profit share	-	-	-	-	-	-	-	(546,859)	(546,859)
Transferred to legal and capital reserve	-	-	273,649	-	-	-	273,649	(273,649)	-
Transferred to banking sector support fund	-	-	-	-	-	-	-	(54,686)	(54,686)
Balances as of 30 June 2025	10,000,000	5,000,000	1,161,378	11,884	6,720	(381,952)	798,030	4,017,407	19,815,437

The attached notes from (1) to (35) form a part of the interim condensed standalone financial statements and to be read therewith.



## **1 GENERAL INFORMATION**

Kuwait Finance House Bank – Egypt (Formerly - Ahli United Bank - Egypt) (the Bank) provides institutional, retail banking and investment banking services within the Arab Republic of Egypt through its head office and 44 branches with 1,312 employees as of 30 June 2025. The Bank's activities to be conducted in accordance with the Islamic Shari'a principles as approved by the Bank's Shari'a Supervisory Board.

The Bank's 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 Egyptian Exchange.

The Bank was incorporated under the name Delta International Bank on 8 August 1978 in accordance with Law No.43 of 1974 and its executive Regulations within the Arab Republic of Egypt, and according to the Extraordinary General Assembly held on 21 November 2006, the name of the Bank was changed to become Ahli United Bank - Egypt, then the name of the Bank was changed to become Kuwait Finance House Bank - Egypt according to the Extraordinary General Assembly held on 30 September 2024; such change was registered in the commercial register on 26 January 2025.

These interim condensed standalone financial statements were approved by the board of directors on 28 July 2025.

## **2 SUMMARY OF THE SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies applied in the preparation of these interim condensed 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 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.

## **2 SUMMARY OF THE SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

### **2.1 BASIS OF PREPARATION (CONTINUED)**

The bank has issued condensed standalone financial statements based on the instructions of the Central Bank of Egypt issued on May 3, 2020, which allow banks to issue quarterly condensed financial statements. For matters not covered by the instructions of the Central Bank of Egypt, reference is made to Egyptian accounting standards.

These interim condensed standalone financial statements do not include all the information and disclosures required for the complete annual financial statements, which have been prepared in accordance with the instructions of the Central Bank. They should be read in conjunction with the bank's financial statements as of December 31, 2024.

In preparing these interim condensed standalone financial statements, management has made significant judgments in applying the bank's accounting policy, and the main sources of estimation are the same as those applied in the financial statements for the year ended December 31, 2024.

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)****NOTES TO THE INTERIM CONDENSED STANDALONE FINANCIAL STATEMENTS**

For the Period Ended 30 June 2025

**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:

<i>30 June 2025</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	13,268,334	7,876,190	-	21,144,524
Treasury bills	13,985,799	536,023	-	14,521,822
Financing receivables - Individuals	5,257,101	1,095,585	169,025	6,521,711
Financing receivables - Corporate	56,555,750	28,680,289	1,678,497	86,914,536
Debt Instruments at Fair value through Other Comprehensive Income	8,466,959	256,299	-	8,723,258
Debt instruments at Amortized Cost	3,535,293	-	-	3,535,293
	<u>101,069,236</u>	<u>38,444,386</u>	<u>1,847,522</u>	<u>141,361,144</u>
<i>31 December 2024</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	16,214,626	8,246,564	-	24,461,190
Treasury bills	11,634,377	560,546	-	12,194,923
Financing receivables - Individuals	3,809,310	981,670	159,991	4,950,971
Financing receivables - Corporate	54,487,522	24,046,738	1,504,832	80,039,092
Debt Instruments at Fair value through other comprehensive income	7,488,952	551,275	-	8,040,227
Debt Instruments at Amortized Cost	2,196,242	-	-	2,196,242
	<u>95,831,029</u>	<u>34,386,793</u>	<u>1,664,823</u>	<u>131,882,645</u>

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

<i>30 June 2025</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	963	2,554	-	3,517
Treasury bills	-	2,256	-	2,256
Financing receivables - individuals	68,694	24,453	67,064	160,211
Financing receivables - corporate	779,333	5,719,831	1,303,706	7,802,870
Debt Instruments at Fair value through other comprehensive income	176	1,205	-	1,381
Commitments on financing and collaterals	99,824	141,677	35,526	277,027
	<u>948,990</u>	<u>5,891,976</u>	<u>1,406,296</u>	<u>8,247,262</u>

### 3 FINANCIAL RISKS MANAGEMENT (CONTINUED)

#### 3-1 Quality of Financial Assets (CONTINUED)

<i>31 December 2024</i>	<i>Stage (1) 12 months EGP Thousands</i>	<i>Stage (2) Lifetime EGP Thousands</i>	<i>Stage (3) Lifetime EGP Thousands</i>	<i>Total EGP Thousands</i>
Due from banks	2,502	365	-	2,867
Treasury bills	-	401	-	401
Financing receivables - individuals	101,710	17,249	66,924	185,883
Financing receivables - corporate	1,065,767	5,795,202	1,154,039	8,015,008
Debt Instruments at Fair value through other comprehensive income	192	255	-	447
Commitments on financing and collaterals	92,356	109,194	35,702	237,252
	<u>1,262,527</u>	<u>5,922,666</u>	<u>1,256,665</u>	<u>8,441,858</u>

#### 2-3 Capital risk management

	<i>30 June 2025 EGP Thousands</i>	<i>31 December 2024 EGP Thousands</i>
<b>According to Basel III</b>		
Total Tier 1 (basic capital)	<b>19,982,252</b>	17,948,288
Total Tier 2 (subordinated capital)	<b>983,550</b>	1,137,853
Total Capital Base	<b>20,965,802</b>	19,086,141
Total weighted risk of contingent assets and liabilities	<b>130,846,836</b>	115,541,010
<b>Capital Adequacy Ratio</b>	<b>16.02%</b>	16.52%

#### 3-3 Financial leverage risk management

	<i>30 June 2025 EGP Thousands</i>	<i>31 December 2024 EGP Thousands</i>
Tier 1 of the capital adequacy ratio	<b>19,982,252</b>	17,948,288
Total exposures in & off-Balance Sheet	<b>161,664,575</b>	152,615,009
<b>Leverage ratio%</b>	<b>12.36%</b>	11.76%

Capital adequacy Standard had been prepared based on (Basel III) 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 III) issued during May 2019 And CBE instructions issued in January 2021 regarding the adoption of Standardized Approach for measuring operational risk starting from period 2022 to replace Basic Indicator Approach.

#### **4 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, credit facilities, financing.

**Treasury & Investments:**

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

**Retail:**

It includes activities of current accounts, saving, deposits, credit cards, personal financing.

**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

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For the Period Ended 30 June 2025

**4 SEGMENT ANALYSIS (CONTINUED)**

<i>30 June 2025</i>	<i>Large Institutions</i>	<i>Small &amp; Medium Institutions</i>	<i>Treasury &amp; Investments</i>	<i>Retail</i>	<i>Other Activities</i>	<i>Total</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
<b>Revenues &amp; expenses according to activity segment</b>						
Segment activity revenues	7,047,614	130,491	730,990	5,284,803	673,497	13,867,395
Segment activity expenses	<u>(5,916,624)</u>	<u>(89,769)</u>	<u>(550,057)</u>	<u>(4,705,424)</u>	<u>195,703</u>	<u>(11,066,171)</u>
Net profit before income tax	1,130,990	40,722	180,933	579,379	869,200	2,801,224
Income tax	<u>(250,130)</u>	<u>(10,253)</u>	<u>(171,341)</u>	<u>(130,525)</u>	<u>(464,111)</u>	<u>(1,026,360)</u>
<b>Net profit for the period after tax</b>	<u>880,860</u>	<u>30,469</u>	<u>9,592</u>	<u>448,854</u>	<u>405,089</u>	<u>1,774,864</u>
<b>Assets &amp; liabilities according to activity segment</b>						
Segment activity assets	<u>75,790,264</u>	<u>2,545,121</u>	<u>60,254,204</u>	<u>7,580,777</u>	<u>6,962,311</u>	<u>153,132,677</u>
<b>Total assets</b>	<u>75,790,264</u>	<u>2,545,121</u>	<u>60,254,204</u>	<u>7,580,777</u>	<u>6,962,311</u>	<u>153,132,677</u>
Segment activity liabilities	<u>59,816,236</u>	<u>595,489</u>	<u>2,663,002</u>	<u>64,220,435</u>	<u>6,022,078</u>	<u>133,317,240</u>
<b>Total liabilities</b>	<u>59,816,236</u>	<u>595,489</u>	<u>2,663,002</u>	<u>64,220,435</u>	<u>6,022,078</u>	<u>133,317,240</u>
<b>Other items for segment activity</b>						
Depreciation	(43,849)	(2,844)	(13,868)	(45,648)	(17,899)	(124,108)
ECL (Charge) / Release	(126,947)	(24,233)	-	(342)	404,148	252,626



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For the Period Ended 30 June 2025

**4 SEGMENT ANALYSIS (CONTINUED)**

<i>30 June 2024</i>	<i>Large Institutions</i>	<i>Small &amp; Medium Institutions</i>	<i>Treasury &amp; Investments</i>	<i>Retail</i>	<i>Other Activities</i>	<i>Total</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Revenues & expenses according to activity segment						
Segment activity revenues	5,501,381	83,459	1,066,402	3,882,265	4,038,002	14,571,509
Segment activity expenses	(4,073,668)	(123,308)	(739,609)	(3,288,708)	(1,944,983)	(10,170,276)
Net profit (losses) before income tax	1,427,713	(39,849)	326,793	593,557	2,093,019	4,401,233
Income tax (expenses) / income	(311,037)	5,321	(274,807)	(135,654)	91,946	(624,231)
<i>Net profit (losses) for the period after tax</i>	<u>1,116,676</u>	<u>(34,528)</u>	<u>51,986</u>	<u>457,903</u>	<u>2,184,965</u>	<u>3,777,002</u>
Assets & liabilities according to segment activities						
<i>As at 31 December 2024</i>						
Segment activity assets	<u>77,902,945</u>	<u>2,148,885</u>	<u>58,636,336</u>	<u>5,073,689</u>	<u>26,847</u>	<u>143,788,702</u>
<i>Total assets</i>	<u>77,902,945</u>	<u>2,148,885</u>	<u>58,636,336</u>	<u>5,073,689</u>	<u>26,847</u>	<u>143,788,702</u>
Segment activity liabilities	<u>58,031,017</u>	<u>708,764</u>	<u>3,263,289</u>	<u>58,564,813</u>	<u>4,810,373</u>	<u>125,378,256</u>
<i>Total liabilities</i>	<u>58,031,017</u>	<u>708,764</u>	<u>3,263,289</u>	<u>58,564,813</u>	<u>4,810,373</u>	<u>125,378,256</u>
<i>Other items for segment activity</i>						
Depreciation	(21,766)	(1,792)	(9,827)	(29,322)	(19,180)	(81,887)
ECL Charge	(129,185)	(80,952)	(99)	(46,724)	(1,675,736)	(1,932,696)

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For the Period Ended 30 June 2025

**5 NET FINANCING INCOME**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
<b>Financing income and similar revenues from:</b>				
Financing receivables	9,817,283	7,932,945	4,943,292	4,522,895
Treasury bills, bonds and sukuk	3,211,666	2,315,481	1,651,206	1,294,574
Deposits and due from banks	465,736	555,163	207,064	349,661
<b>Total</b>	<b>13,494,685</b>	<b>10,803,589</b>	<b>6,801,562</b>	<b>6,167,130</b>
<b>Cost of deposits and similar expenses on:</b>				
Due to banks	(332,897)	(577,445)	(263,709)	(409,063)
Customers' deposits	(9,485,617)	(6,484,274)	(4,747,149)	(3,768,087)
	(9,818,514)	(7,061,719)	(5,010,858)	(4,177,150)
Term financing	(25,883)	(29,670)	(12,276)	(16,681)
<b>Total</b>	<b>(9,844,397)</b>	<b>(7,091,389)</b>	<b>(5,023,134)</b>	<b>(4,193,831)</b>
<b>Net financing income</b>	<b>3,650,288</b>	<b>3,712,200</b>	<b>1,778,428</b>	<b>1,973,299</b>

Financing income and cost of deposits include income earned and costs incurred on conventional portfolio of financial instruments.

**6 NET FEES AND COMMISSION INCOME**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
<b>Fees and commission revenues:</b>				
Credit related fees & commissions	393,420	471,100	188,993	243,485
Custody fees	38,948	38,211	18,265	14,289
Other fees	65,471	96,204	28,802	50,779
<b>Total</b>	<b>497,839</b>	<b>605,515</b>	<b>236,060</b>	<b>308,553</b>
<b>Fees and commission expenses:</b>				
Other fees	(99,402)	(98,710)	(53,302)	(53,737)
<b>Total</b>	<b>(99,402)</b>	<b>(98,710)</b>	<b>(53,302)</b>	<b>(53,737)</b>
<b>Net fees and commission income</b>	<b>398,437</b>	<b>506,805</b>	<b>182,758</b>	<b>254,816</b>

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For the Period Ended 30 June 2025

**7 DIVIDEND INCOME**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
Financial investments at fair value through other comprehensive income	27,384	1,747	26,420	1,747
<b>Total</b>	<b>27,384</b>	<b>1,747</b>	<b>26,420</b>	<b>1,747</b>

**8 NET TRADING INCOME**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
Foreign exchange trading gains	68,893	190,800	38,455	78,941
Change in fair value of investments at FVTPL	5,739	4,072	3,010	2,343
<b>Total</b>	<b>74,632</b>	<b>194,872</b>	<b>41,465</b>	<b>81,284</b>

**9 RELEASE / (CHARGE) EXPECTED CREDIT LOSSES**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
Financing receivables	256,169	(1,928,296)	229,420	(351,363)
Due from banks	(658)	(1,245)	(192)	927
Debt instruments at FVTOCI	(963)	1,232	12,103	1,258
Treasury bills	(1,922)	(4,387)	797	2,247
<b>Total</b>	<b>252,626</b>	<b>(1,932,696)</b>	<b>242,128</b>	<b>(346,931)</b>

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For the Period Ended 30 June 2025

**10 ADMINISTRATIVE EXPENSES**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
<b>Staff cost:</b>				
Salaries and wages	<b>405,029</b>	337,839	<b>220,788</b>	195,713
Social insurance	<b>16,571</b>	13,550	<b>8,262</b>	6,855
	<b>421,600</b>	351,389	<b>229,050</b>	202,568
Depreciation and amortization	<b>124,108</b>	81,887	<b>62,650</b>	41,239
Other administrative expenses	<b>829,290</b>	614,205	<b>410,271</b>	333,302
<b>Total</b>	<b>1,374,998</b>	1,047,481	<b>701,971</b>	577,109

**11 OTHER OPERATING (EXPENSES) INCOME**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
FX revaluation (loss) gains from monetary assets and liabilities other than carried at fair value through profit or loss	<b>(221,320)</b>	3,034,669	<b>(173,844)</b>	50,330
Gain on disposals of property, plant and equipment	<b>5,151</b>	14	<b>150</b>	1
Legal provision (charged) / released	<b>(3,855)</b>	844	<b>(3,465)</b>	(1,146)
Claims provision charged	<b>(24,750)</b>	(23,944)	<b>(13,290)</b>	(14,035)
Contingent provision charged	<b>(40,875)</b>	(64,593)	<b>(31,218)</b>	(16,704)
Other income	<b>10,504</b>	2,358	<b>9,507</b>	2,529
<b>Total</b>	<b>(275,145)</b>	2,949,348	<b>(212,160)</b>	20,975

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)****NOTES TO THE INTERIM CONDENSED STANDALONE FINANCIAL STATEMENTS**

For the Period Ended 30 June 2025

**12 INCOME TAX EXPENSES**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
Current Tax	1,044,229	645,508	537,652	426,963
Deferred Tax	(17,869)	(21,277)	(5,158)	(2,277)
<b>Total</b>	<b>1,026,360</b>	<b>624,231</b>	<b>532,494</b>	<b>424,686</b>
Net profit before tax	2,801,224	4,401,233	1,369,581	1,406,062
Income tax (22.5%)	630,275	990,277	308,156	316,364
<b>Tax effect on:</b>				
Income not subject to tax	(6,132)	(12,489)	(3,462)	(5,675)
Provision	9,949	156,084	4,731	26,922
Depreciation differences	(1,798)	(1,208)	(2,697)	(1,089)
Others	411,935	(487,156)	230,925	90,441
<b>Current income tax expense</b>	<b>1,044,229</b>	<b>645,508</b>	<b>537,653</b>	<b>426,963</b>
<b>Effective income tax rate</b>	<b>37.3%</b>	<b>14.7%</b>	<b>39.3%</b>	<b>30.4%</b>

**13 EARNINGS PER SHARE**

	<i>Six Months Ended 30 June 2025 EGP Thousands</i>	<i>Six Months Ended 30 June 2024 EGP Thousands</i>	<i>Three Months Ended 30 June 2025 EGP Thousands</i>	<i>Three Months Ended 30 June 2024 EGP Thousands</i>
Net profit for the period available for distribution	1,774,864	3,777,002	837,087	981,376
Weighted average number of shares (shares thousands)	1,000,000	1,000,000	1,000,000	1,000,000
<b>Earnings per share (EGP/Share)</b>	<b>1.77</b>	<b>3.78</b>	<b>0.84</b>	<b>0.98</b>

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**14 CASH AND BALANCES WITH CENTRAL BANK OF EGYPT**

	<i>30 June 2025</i>	<i>31 December 2024</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Cash	1,068,769	786,817
Balances with CBE (mandatory reserve)	13,164,277	14,500,448
<b>Total</b>	<b>14,233,046</b>	<b>15,287,265</b>
<b>Non-profit bearing balances</b>	<b>14,233,046</b>	<b>15,287,265</b>

**15 DUE FROM BANKS**

	<i>30 June 2025</i>	<i>31 December 2024</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Current accounts	2,288,887	1,749,772
Deposits	18,855,637	22,711,418
	21,144,524	24,461,190
Less: ECL Allowance	(3,517)	(2,867)
<b>Total</b>	<b>21,141,007</b>	<b>24,458,323</b>
Balances at CBE other than those under the mandatory reserve	3,098,567	3,433,392
Local banks	156,408	118,377
Foreign banks	17,889,549	20,909,421
	21,144,524	24,461,190
Less: ECL Allowance	(3,517)	(2,867)
<b>Total</b>	<b>21,141,007</b>	<b>24,458,323</b>
Non-profit bearing balances	2,288,887	1,665,322
Profit bearing balances	18,855,637	22,795,868
	21,144,524	24,461,190
Less: ECL Allowance	(3,517)	(2,867)
<b>Total</b>	<b>21,141,007</b>	<b>24,458,323</b>



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For the Period Ended 30 June 2025

**16 TREASURY BILLS**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
<b>Treasury Bills at Amortized Cost</b>		
365 Days maturity	550,528	564,311
Less: Unearned profit	(14,505)	(3,764)
Less: ECL allowance	(2,256)	(401)
<b>Total (1)</b>	<b>533,767</b>	<b>560,146</b>
<b>Treasury Bills at Fair value through OCI</b>		
365 Days maturity	15,296,750	12,209,249
Less: Unearned profit	(1,238,026)	(572,960)
Change in fair value	(72,925)	(1,913)
<b>Total (2)</b>	<b>13,985,799</b>	<b>11,634,376</b>
<b>Total (1+2)</b>	<b>14,519,566</b>	<b>12,194,522</b>

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

**17 FINANCING RECEIVABLES**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
<b>Individuals</b>		
Overdrafts	145,304	182,972
Credit cards	214,678	185,055
Personal financing	5,670,876	4,253,544
Other financing	490,853	329,400
<b>Total (1)</b>	<b>6,521,711</b>	<b>4,950,971</b>
<b>Corporate</b>		
Overdrafts	13,076,177	13,684,735
Direct financing	62,861,515	55,505,465
Syndication financing	10,976,844	10,848,892
<b>Total (2)</b>	<b>86,914,536</b>	<b>80,039,092</b>
<b>Total Financing receivables (1+2)</b>	<b>93,436,247</b>	<b>84,990,063</b>
Less :ECL allowance	(7,963,081)	(8,200,891)
Less: Profit in suspense	(151,011)	(151,926)
Less :Unearned discount	(246,710)	(309,174)
<b>Net financing receivables</b>	<b>85,075,445</b>	<b>76,328,072</b>

Financing receivables include balances under the conversion process to be complied with Islamic Sharia principles.

Overdraft represents facilities provided to customers on Murabaha basis.

**17 FINANCING RECEIVABLES (CONTINUED)**
**Analysis of expected credit losses of financing receivables:**

	<i>30 June 2025</i>	<i>31 December 2024</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Balance at the beginning of the period/year	8,200,891	4,370,903
ECL Allowance (release) charge during the period/year	(256,169)	2,944,811
Write-off during the period/year	(319)	(1,145,509)
Recoveries from written-off debts	113,891	1,159,683
Foreign currency translation	(95,213)	871,003
<b>Balance at the end of the period/year</b>	<b>7,963,081</b>	<b>8,200,891</b>
	<i>30 June 2025</i>	<i>31 December 2024</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
<b>Retail</b>		
Balance at the beginning of the period/year	185,883	88,744
ECL Allowance (release) charge during the period/year	(25,672)	102,297
Write-off during the period/year	-	(5,158)
<b>Balance at the end of the period/year (1)</b>	<b>160,211</b>	<b>185,883</b>
<b>Corporate</b>		
Balance at the beginning of the period/year	8,015,008	4,282,159
ECL Allowance (release) charge during the period/year	(230,497)	2,842,514
Write-off during the period/year	(319)	(1,140,351)
Recoveries from written-off debts *	113,891	1,159,683
Foreign currency translation	(95,213)	871,003
<b>Balance at the end of the period/year (2)</b>	<b>7,802,870</b>	<b>8,015,008</b>
<b>Total (1) + (2)</b>	<b>7,963,081</b>	<b>8,200,891</b>

\* During the financial year ending December 31, 2024, assets in the form of shares amounting to 953 million Egyptian pounds reverted to the Bank as a settlement for a written-off debt. These shares have been classified as investments at fair value through other comprehensive income, with an option for repurchase within five years and their fair value has been determined based on an accepted valuation method.

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**18 FINANCIAL INVESTMENTS**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
<b><i>Financial investments at fair value through Other Comprehensive Income:</i></b>		
<b>A) Debt instruments</b>		
Treasury Bonds	6,539,890	6,519,120
Non-government Bonds	1,995,942	1,265,014
Sukuk	187,426	256,093
<b>B) Equity instruments</b>		
Unlisted	1,395,136	1,368,884
<b>C) Money Market Funds</b>		
AUBE Mutual Fund THARWA	25,192	22,696
AUBE Mutual Fund ALPHA	37,755	32,269
<b>Total financial investments at FVTOCI (1)</b>	<b>10,181,341</b>	<b>9,464,076</b>
<b><i>Financial investments at Amortized Cost:</i></b>		
<b>A) Debt instruments</b>		
Government Bonds	3,535,293	2,196,242
<b>Total financial investments at Amortized Cost (2)</b>	<b>3,535,293</b>	<b>2,196,242</b>
<b><i>Financial investments at fair value through profit or loss:</i></b>		
<b>Money Market Funds</b>		
AUBE Mutual Fund THARWA	57,941	52,202
<b>Total financial investments at FVTPL (3)</b>	<b>57,941</b>	<b>52,202</b>
<b>Total financial investments (1+2+3)</b>	<b>13,774,575</b>	<b>11,712,520</b>
 Current Balances	 4,363,939	 2,866,524
Non- current Balances	9,410,636	8,845,996
<b>Total financial investments</b>	<b>13,774,575</b>	<b>11,712,520</b>
 Debt Instruments	 12,258,551	 10,236,469
Equity Instruments	1,395,136	1,368,884
Mutual Funds	120,888	107,167
<b>Total financial investments</b>	<b>13,774,575</b>	<b>11,712,520</b>

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.

<i>30 June 2025</i>	<b>Financial assets at Fair Value through OCI</b>	<b>Financial assets at Amortized Cost</b>	<b>Financial assets Fair Value through P&amp;L</b>	<b>Total EGP Thousands</b>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	
Balance at the beginning of the period	9,464,076	2,196,242	52,202	11,712,520
Additions	1,696,732	1,300,000	-	2,996,732
Disposals / Maturities	(1,163,979)	-	-	(1,163,979)
Amortization of (Premium) / discount	(2,476)	39,051	-	36,575
Change in fair value	230,738	-	5,739	236,477
Foreign currency revaluation	(43,750)	-	-	(43,750)
<b>Balance at the end of the period</b>	<b>10,181,341</b>	<b>3,535,293</b>	<b>57,941</b>	<b>13,774,575</b>

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**18 FINANCIAL INVESTMENTS (CONTINUED)**

<i>31 December 2024</i>	Financial assets at Fair Value through OCI <i>EGP Thousands</i>	Financial assets at Amortized Cost <i>EGP Thousands</i>	Financial assets Fair Value through P&L <i>EGP Thousands</i>	Total <i>EGP Thousands</i>
Balance at the beginning of the year	11,568,779	1,015,527	45,022	12,629,328
Additions	2,231,142	1,721,083	-	3,952,225
Disposals / Maturities	(4,287,928)	(579,818)	(2,210)	(4,869,956)
Amortization of (premium)/discount	(480,935)	39,450	-	(441,485)
Change in fair value	89,281	-	9,390	98,671
Foreign currency revaluation	343,737	-	-	343,737
Balance at the end of the year	<u>9,464,076</u>	<u>2,196,242</u>	<u>52,202</u>	<u>11,712,520</u>

**Gain on Financial Investments**

	<i>Six months ended 30 June 2025 EGP Thousands</i>	<i>Six months ended 30 June 2024 EGP Thousands</i>	<i>Three months ended 30 June 2025 EGP Thousands</i>	<i>Three months ended 30 June 2024 EGP Thousands</i>
Gain on sale of treasury bills	<b>32,732</b>	22,098	<b>7,053</b>	6,544
Gain / (Loss) on sale of financial investment –FVTOCI	<b>15,268</b>	(5,660)	<b>5,460</b>	(8,563)
<b>Total</b>	<u><b>48,000</b></u>	<u>16,438</u>	<u><b>12,513</b></u>	<u>(2,019)</u>

**19 INVESTMENT IN SUBSIDIARIES**

	<i>30 June 2025 EGP Thousands</i>	<i>31 December 2024 EGP Thousands</i>
KFH for Financing Co. (Formerly - AUFC) (Unlisted) - Owned 100%	<b>54,468</b>	54,468
	<u><b>54,468</b></u>	<u>54,468</u>

**20 INVESTMENT PROPERTIES**

	<i>30 June 2025 EGP Thousands</i>	<i>31 December 2024 EGP Thousands</i>
<b><u>Cost:</u></b>		
Cost at the beginning of the period/year	<b>1,250</b>	22,347
Transferred to property, plant and equipment	-	(21,097)
<b>Cost at the end of the period/year</b>	<u><b>1,250</b></u>	<u>1,250</u>
<b><u>Accumulated depreciation</u></b>		
Accumulated depreciation at the beginning of the period/year	<b>(275)</b>	(4,796)
Depreciation charged during the period/year	<b>(13)</b>	(61)
Accumulated depreciation balances transferred to property, plant and equipment	-	4,582
<b>Accumulated depreciation at the ending of the period/year</b>	<u><b>(288)</b></u>	<u>(275)</u>
<b>Net book value at the ending of the period/year</b>	<u><b>962</b></u>	<u>975</u>

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**21 OTHER ASSETS**

	<i>30 June 2025</i>	<i>31 December 2024</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>
Accrued revenue	1,474,973	1,163,786
Prepaid expenses	103,833	66,321
Advances for purchase of property, plant and equipment	456,023	280,804
Assets acquired as settlement of debts (net of impairment)	314,398	314,398
Deposits held with other custody	11,321	9,156
Other assets	507,668	461,323
<b>Total</b>	<b>2,868,216</b>	<b>2,295,788</b>

**22 PROPERTY, PLANT AND EQUIPMENT**

<i>30 June 2025</i>	<i>Lands and Buildings</i>	<i>Leased assets improvements</i>	<i>Equipment and Machinery</i>	<i>Others</i>	<i>Total</i>
	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>	<i>EGP Thousands</i>
<b>Net book value at the beginning of the period</b>	<b>454,077</b>	<b>176,074</b>	<b>124,547</b>	<b>702,071</b>	<b>1,456,769</b>
Additions	-	27,981	5,506	99,231	132,718
Depreciation charge	(5,466)	(13,976)	(9,688)	(94,965)	(124,095)
<b>Net book value at the end of the period</b>	<b>448,611</b>	<b>190,079</b>	<b>120,365</b>	<b>706,337</b>	<b>1,465,392</b>
<b>Balance at the end of current period represents in:</b>					
Cost	563,353	409,021	210,309	1,217,358	2,400,041
Accumulated depreciation	(114,742)	(218,942)	(89,944)	(511,021)	(934,649)
<b>Net book value at the end of the period</b>	<b>448,611</b>	<b>190,079</b>	<b>120,365</b>	<b>706,337</b>	<b>1,465,392</b>
<i>31 December 2024</i>					
<b>Net book value at the beginning of the year</b>	<b>448,467</b>	<b>144,933</b>	<b>105,836</b>	<b>399,485</b>	<b>1,098,721</b>
Additions	-	55,813	35,610	425,128	516,551
Transfer from investment property	16,515	-	-	-	16,515
Depreciation charge	(10,905)	(24,672)	(16,899)	(122,542)	(175,018)
<b>Net book value at the end of the year</b>	<b>454,077</b>	<b>176,074</b>	<b>124,547</b>	<b>702,071</b>	<b>1,456,769</b>
<b>Balance at the end of the year represents in:</b>					
Cost	563,353	381,040	204,803	1,119,758	2,268,954
Accumulated depreciation	(109,276)	(204,966)	(80,256)	(417,687)	(812,185)
<b>Net book value at the end of the year</b>	<b>454,077</b>	<b>176,074</b>	<b>124,547</b>	<b>702,071</b>	<b>1,456,769</b>

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**23 DUE TO BANKS**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
Current accounts	99,419	81,362
Deposits from Banks	2,122,141	3,000,000
<b>Total</b>	<b>2,221,560</b>	<b>3,081,362</b>
Local banks	2,122,141	3,000,000
Foreign banks	99,419	81,362
<b>Total</b>	<b>2,221,560</b>	<b>3,081,362</b>

**24 CUSTOMERS' DEPOSITS**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
Demand deposits	56,588,458	41,234,552
Time deposits	46,661,829	57,503,181
Certificates of deposit	14,006,779	10,501,524
Saving deposits	6,469,844	7,104,626
Other deposits	1,058,548	745,008
<b>Total</b>	<b>124,785,458</b>	<b>117,088,891</b>
Corporate deposits	94,184,722	91,480,228
Individual deposits	30,600,736	25,608,663
<b>Total</b>	<b>124,785,458</b>	<b>117,088,891</b>
Non-profit bearing balances	10,103,731	9,255,596
Floating profit bearing balances	104,251,128	98,376,475
Fixed profit bearing balances	10,430,599	9,456,820
<b>Total</b>	<b>124,785,458</b>	<b>117,088,891</b>
Current balances	112,160,146	106,281,825
Non-current balances	12,625,312	10,807,066
<b>Total</b>	<b>124,785,458</b>	<b>117,088,891</b>

**25 TERM FINANCING**

	Rates	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
European Bank for Reconstruction and Development (EBRD)	Variable	425,118	581,015
		<b>425,118</b>	<b>581,015</b>

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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**26 OTHER LIABILITIES**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
Accrued finance costs	887,029	1,048,096
Clearing operations – CBE	376,324	343,166
Margin deposits	1,329,372	370,858
Accrued tax	1,134,483	987,228
Unearned revenue	41,124	35,043
Accrued expenses	746,859	787,713
Other credit balances	763,053	498,231
<b>Total</b>	<b>5,278,244</b>	<b>4,070,335</b>

**27 OTHER PROVISIONS**

<i>30 June 2025</i>	<i>Provision for legal claims</i> <i>EGP Thousands</i>	<i>Provision for Tax &amp; other claims</i> <i>EGP Thousands</i>	<i>Provision for Contingent liabilities</i> <i>EGP Thousands</i>	<i>Total</i> <i>EGP Thousands</i>
Beginning balance	41,187	229,823	237,252	508,262
Foreign currency revaluation	-	-	(1,100)	(1,100)
Utilized during the period	-	(303)	-	(303)
Charged during the period	3,855	24,750	40,875	69,480
<b>Ending balance</b>	<b>45,042</b>	<b>254,270</b>	<b>277,027</b>	<b>576,339</b>

  

<i>31 December 2024</i>				
Beginning balance	41,085	190,353	105,341	336,779
Foreign currency revaluation	-	-	1,843	1,843
Utilized during the year	(468)	(17,299)	-	(17,767)
Charged during the year	570	56,769	130,068	187,407
<b>Ending balance</b>	<b>41,187</b>	<b>229,823</b>	<b>237,252</b>	<b>508,262</b>

**28 CAPITAL****28.1 AUTHORIZED CAPITAL**

Authorized capital amounts to EGP 20 billion as at 30 June 2025 (31 December 2024: EGP 20 billion).

**28.2 ISSUED AND PAID-UP CAPITAL**

Issued and paid-up capital amounts to EGP 10 billion as at 30 June 2025 (31 December 2024: EGP 10 billion) represented by 1 billion Shares (31 December 2024: 1 billion Shares) at a par value 10 EGP for each.

On 20 March, 2025, the Ordinary General Assembly approved to increase of the issued and paid up capital to reach 15 billion Egyptian pounds, an increase of 5 billion Egyptian pounds, to be distributed in the form of bonus shares out of retained earnings based on the percentage of each shareholder's contribution and the same nominal value of the share at a value of 10 Egyptian pounds per share, and marking is underway in the Commercial Register.

**KUWAIT FINANCE HOUSE BANK – EGYPT (Formerly - Ahli United Bank - Egypt) (S.A.E.)****NOTES TO THE INTERIM CONDENSED STANDALONE FINANCIAL STATEMENTS**

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**29 CASH AND CASH EQUIVALENTS**

For the purpose of statement of cash-flow presentation; cash and cash equivalents include the following balances:

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>30 June 2024</i> <i>EGP Thousands</i>
Cash	1,068,769	1,635,757
Due from banks with original maturities less than 3 months	8,339,496	17,823,670
<b>Total</b>	<b>9,408,265</b>	<b>19,459,427</b>

**30 CONTINGENT LIABILITIES AND COMMITMENTS****30.1 LEGAL CLAIMS**

There is a number of existing cases filed against the Bank as at 30 June 2025 without provision as the Bank does not expect to incur losses from it.

**30.2 COMMITMENT**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
Acceptances	261,471	265,602
Letters of guarantee	11,213,171	12,408,576
Letters of credit	571,590	713,483
Non-cancellable commitments for credit facilities	-	94,466
Commitments under operating lease contracts	404,800	364,532
Fixed Assets and Branches Construction	222,623	249,166
<b>Total</b>	<b>12,673,655</b>	<b>14,095,825</b>

**31 RELATED PARTY TRANSACTIONS**

The Bank is a subsidiary of Kuwait Finance House B.S.C. (c) (Formerly - Ahli United Bank - B.S.C.) (c) (The Parent) which owns 95.68 % of the ordinary shares and the remaining stake of 4.32 % owned by other shareholders. In addition, Bank owns 100% of the subsidiary KFH for financing co. (Formerly - AUFC).

Following are the related party transactions:

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>31 December 2024</i> <i>EGP Thousands</i>
<b>Interim Condensed Standalone Balance Sheet</b>		
Due from banks	4,645,340	5,556,457
Financing receivables	871,650	881,897
Due to banks	86,721	62,446
Customers' deposits	23,034	21,927

**31 RELATED PARTY TRANSACTIONS (CONTINUED)**

	<i>30 June 2025</i> <i>EGP Thousands</i>	<i>30 June 2024</i> <i>EGP Thousands</i>
<b>Interim Condensed Standalone Income Statement</b>		
Financing income and similar revenues	<b>222,452</b>	180,226
Cost of deposits and similar expenses	<b>(3,286)</b>	(2,951)
Fees and commissions income	<b>638</b>	126
Other Income	<b>1,140</b>	1,140

The average monthly salaries inclusive of all other allowances, incentive or Profit Share for top 20 staff as of 30 June 2025 is EGP 7,698 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 till 2019 has been assessed and settled with the tax authority.
- The Bank has taken into consideration the periods which have not been examined yet 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 2022 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 EVENTS**

The Extraordinary General Assembly held on 30 September 2024, decided to amend Article 2 of the Bank's statute to change the name of the Bank from “Ahli United Bank - Egypt” to “Kuwait Finance House Bank – Egypt” and it was registered in the commercial register on 26 January 2025.

On April 17, 2025, the Monetary Policy Committee of the Central Bank of Egypt decided to reduce the rates of overnight deposit and lending, as well as the central Bank's main operation rate by 225 basis points to 25%, 26%, and 25.50% respectively. The committee also decided to lower the credit and discount rate by 225 basis points to reach 25.50%.

On May 22, 2025, the Monetary Policy Committee of the Central Bank of Egypt decided to reduce the rates of overnight deposit and lending, as well as the central Bank's main operation rate by 100 basis points to 24%, 25%, and 24% percent, respectively. The Committee also decided to cut the discount rate by 100 basis points to 24.50%.

**35 SUBSEQUENT EVENTS**

On July 7, 2025, a fire broke out in one of the largest communication and digital infrastructure centers in the Arab Republic of Egypt, which led to a temporary impact on some electronic communication channels. This resulted in a slowdown or partial disruption in banking service applications, some electronic payment services, and ATMs, in addition to a temporary suspension in the activity of the Egyptian Stock Exchange. Considering this emergency situation, the Central Bank of Egypt took several exceptional and immediate actions, including raising cash withdrawal limits and extending working hours in some branches to ensure the continuity of providing basic banking services to customers. Communication and internet services were later restored, and banking operating systems returned to normal, which led to the termination of the exceptional actions.

Following a thorough evaluation, management concluded that these events had no financial impact on the financial statements in the subsequent period.