

Forvis Mazars Mostafa Shawki
Public Accountants & Consultants

PricewaterhouseCoopers EzzEldeen, Diab& CO.
Public Accountants

Abu Dhabi Islamic Bank - Egypt” S.A.E”
condensed interim separate financial statements
for the financial period ending on June 30, 2024
and the limited review report

Limited Review Report on Condensed Interim Separate Financial Statements

To : Board of Directors of Abu Dhabi Islamic Bank - Egypt "S.A.E"

Introduction

We have performed a limited review on the accompanying condensed interim separate statement of financial position of Abu Dhabi Islamic Bank - Egypt "S.A.E" (the "Bank") as of 30 June 2024 and the related condensed interim separate statements of income, comprehensive income, cash flows and changes in equity for the six months then ended. Management is responsible for the preparation and fair presentation of these condensed interim separate financial statements in accordance with the rules of preparation and presentation of banks' financial statements and basis of recognition and measurement issued by the Central Bank of Egypt on 16 December 2008 as amended by the regulation issued on 26 February 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on 3 May 2020 regarding issuing condensed interim financial statements and with the requirements of applicable Egyptian laws and regulations. Our responsibility is to express a conclusion on these condensed interim separate financial statements based on our limited review.


Scope of Limited Review

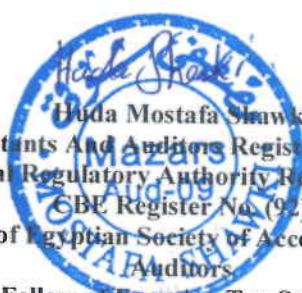
We conducted our limited review in accordance with the Egyptian standard on review engagements No. (2410) "Review of interim financial information performed by the independent auditor of the entity". A limited review of condensed interim separate financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, 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 condensed interim separate financial statements.

Conclusion

In light of our limited review, nothing has come to our attention that causes us to believe that the accompanying condensed interim separate financial statements are not prepared, in all material respects, in accordance with the rules of preparation and presentation of banks' financial statements and basis of recognition and measurement issued by the Central Bank of Egypt on 16 December 2008 as amended by the regulation issued on 26 February 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on 3 May 2020 regarding issuing condensed interim financial statements and with the requirements of applicable Egyptian laws and regulations.

Auditors


Ashraf Mandouh
Accountants And Auditors Register No. (26231)
Financial Regulatory Authority Register No. (383)
CBE Register No. (569)
Fellow of Egyptian Society of Accountants and Auditors
Member of American Institute of Certified Public Accountants
PricewaterhouseCoopers Ezzeldeen, Diab & Co.
Public Accountants
Plot No 211, Second Sector, City Center New
Cairo 11835, Egypt


Huda Mostafa Shawki
Accountants And Auditors Register No. (3451)
Financial Regulatory Authority Register No. (7)
CBE Register No. (92)
Fellow of Egyptian Society of Accountants and Auditors
Fellow of Egyptian Tax Society
Forvis Mazars Mostafa Shawki
Public Accountants & Consultants
153 Mohamed Farid St., Bank Misr Tower, Cairo

Cairo, 8 August 2024

Abu Dhabi Islamic Bank– Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Condensed Interim Separate Financial Position as at 30 June 2024

	Note No	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Assets			
Cash and due from Central Bank	13	15,405,358	9,985,375
Due from banks	14	70,162,815	48,589,847
Financing and facilities to banks (after deducting expected credit losses)	15	2,372,918	-
Conventional financing to customers (after deducting expected credit losses)	16	19,533	16,305
Financing and facilities to customers (after deducting expected credit losses)	16	85,469,800	63,546,882
Pre-Promised forward exchange contracts		7,506	34
Financial Investments			
- Financial investments at FVOCI	1/17	2,322,769	11,696,843
- Financial investments at amortized cost	2/17	27,097,639	21,933,121
Investments in subsidiaries and associates (net)	18	460,705	416,605
Intangible assets (net of accumulated amortization)		18,710	25,570
Other assets		4,662,774	3,635,454
Fixed assets (net of accumulated depreciation)	19	648,219	636,177
Deferred tax assets		258,927	164,375
Total assets		208,907,673	160,646,588
Liabilities and equity			
Liabilities			
Due to banks	20	9,795,952	6,478,842
Customers' deposits	21	163,401,633	127,127,503
Pre-Promised forward exchange contracts		47,739	3,450
Subordinated Financing	22	5,500,141	3,524,065
Other liabilities		9,100,693	6,724,803
Current income tax liability		1,443,985	1,507,598
Other provisions	23	1,304,649	1,063,315
Defined benefits obligations		330,057	287,359
Total liabilities		190,924,849	146,716,935
Equity			
Issued & Paid up Capital	2/24	6,000,000	5,000,000
Reserves	25	1,003,964	668,496
Difference between face value and present value for non-interest subordinated financing		27,710	30,435
Retained earnings		10,951,150	8,230,722
Total equity		17,982,824	13,929,653
Total liabilities and equity		208,907,673	160,646,588

The Limited Review Report is attached

The accompanying notes from (1) to (28) are integral part of these financial statements.

Mohamed Aly

Chief Executive Officer and
Managing Director

Mohamed Shawky

Chief Financial Officer



Cairo on August 8, 2024

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Condensed Interim Separate Income Statement for The Period Ended 30 June 2024

	Note	Six months ended 30 June 2024	Six months ended 30 June 2023	Three months ended 30 June 2024	Three months ended 30 June 2023
	No	EGP (in thousands)	EGP (in thousands)	EGP (in thousands)	EGP (in thousands)
Income from Murabaha, Musharaka, Mudaraba and similar income		15,567,126	8,153,307	8,680,813	4,388,227
Cost of deposits and similar costs		(8,641,181)	(4,320,401)	(4,930,112)	(2,324,217)
Net Income from funds	6	6,925,945	3,832,906	3,750,701	2,064,010
Fees and commissions income		1,279,595	964,609	661,323	483,935
Fees and commissions expenses		(340,494)	(143,078)	(166,562)	(67,939)
Net fees and commission income	7	939,101	821,531	494,761	415,996
Dividend Income		929	4,247	929	4,247
Net trading income	8	401,503	202,833	129,936	87,027
Administrative expenses	9	(1,123,640)	(844,015)	(584,229)	(442,990)
Other operating expenses	10	(293,881)	(376,222)	(122,919)	(99,908)
Expected credit losses	11	(741,500)	(642,272)	(451,629)	(465,623)
profit for the Period before tax		6,108,457	2,999,008	3,217,550	1,562,759
Income tax expense	12	(1,616,508)	(911,494)	(829,933)	(443,495)
Net profit for the Period		4,491,949	2,087,514	2,387,617	1,119,264
Basic earning per share in net profit for the Period (EGP)		7.74	4.43	4.02	2.29

The accompanying notes from (1) to (28) are integral part of these financial statements.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Condensed Interim Separate Statement of Comprehensive Income for Period Ended 30 June 2024

	30 June 2024	30 June 2023	30 June 2024	30 June 2023
	EGP (in thousands)	EGP (in thousands)	EGP (in thousands)	EGP (in thousands)
Net profit for the Period	4,491,949	2,087,514	2,387,617	1,119,264
Items that are not reclassified to the profit and losses:				
Change in fair value reserve of equity instruments at fair value through other comprehensive income	43,097	15,702	3,368	1,217
Deferred tax related to items that are not reclassified to the profit or loss	(9,697)	(3,533)	(758)	(274)
Items that are reclassified to profits and losses:				
Change in fair value reserve of debt instruments at fair value through other comprehensive income	51,008	3,200	(40,982)	4,385
Expected credit loss for fair value of debt Instruments measured at fair value through other comprehensive income	(1,998)	1,198	538	1,198
Deffered tax related to items that are reclassified to the profits and losses	(10,950)	(720)	7,691	(987)
Total other comprehensive income/(loss) for the Period , net of tax	71,460	15,847	(30,143)	5,540
Total comprehensive income for the Period , net of tax	4,563,409	2,103,361	2,357,474	1,124,804

The accompanying notes from (1) to (28) are integral part of these financial statements.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Condensed Interim Separate Statement of Cash Flows for Period Ended 30 June 2024

	Note No.	30 June 2024 EGP (in thousands)	30 June 2023 EGP (in thousands)
Cash flows from operating activities			
profit for the Period before tax		6,108,457	2,999,008
Adjustments to reconcile profits with cash flows from operating activities			
Depreciation and Amortization of fixed and intangible assets		60,969	39,968
Charge impairment loss of financing and facilities to customers	11	409,987	631,625
Charge impairment loss of financing and facilities to banks	11	28,597	-
Collections of loans previously written-off	16	22,485	11,177
Charge other provisions	23	126,517	117,140
Provisions no longer required other than financing provision	23	(67,125)	(3,007)
Provisions used other than financing provision	23	(5,604)	(3,261)
Bonds' premium / discount amortization		(726,492)	(104,567)
Foreign currency valuation differences of financing provisions in foreign currencies	16	545,194	133,513
Foreign currency valuation differences of provisions in foreign currencies other than financing provisions	23	187,546	81,959
Foreign currency revaluation of due from banks provisions	14	7,297	376
Foreign currency valuation differences of financial investments at FVOCI in foreign currencies		(115,901)	(12,561)
Foreign currency valuation differences for financial instruments balances in foreign currencies at AC		(1,429,053)	-
Foreign currency valuation differences of financial instrument at AC's provisions		43,511	7,135
Foreign currency valuation differences of subordinated financing - With coupon		1,370,976	295,368
Foreign currency valuation differences of subordinated financing - Zero coupon	22	584,093	204,342
Foreign currency valuation differences of subordinated financing - Zero coupon - Equity		18,282	10,628
Gain / (Losses) from valuation of Pre-Promised forward exchange contracts		32,502	(2,810)
(Release) / Charge impairment loss of due from banks	11	(508)	10,199
(Release) / Charge impairment losses of financial investments at FVOCI	11	(1,998)	1,198
Charge /(release) of impairment losses of financial investments at AC	11	100,934	(750)
Charge Impairment losses of other financial assets	11	204,488	-
Charge Impairment Loss of other assets	10	833	197
Gain on sale of fixed assets	10	(8,750)	(41,556)
Dividends income from equity instruments at FVOCI		(929)	(4,247)
Amortization of subordinated financing using EIR method	22	21,007	13,283
Operating profits before changes in assets and liabilities resulting from operating activities		7,517,315	4,384,357
Net change in assets and liabilities			
Due from banks with maturity more than 90 days		(5,773,112)	3,505,473
Treasury bills with maturity more than 90 days		26,969	(2,802,360)
Financing and facilities to customers and banks	16	(25,305,327)	(5,422,965)
Other assets		(1,230,295)	(523,452)
Due to banks	20	3,317,110	4,691,159
Customers' deposits	21	36,274,130	12,887,598
Pre-Promised forward exchange contracts		4,315	8,428
Other liabilities		2,375,889	680,315
Employees' Benefits obligations		42,698	18,539
Income tax paid		(1,795,320)	(630,974)
Net Cash Flow generated from Operating Activities		15,454,372	16,796,118

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Condensed Interim Separate Statement of Cash Flows for Period Ended 30 June 2024– Continued

	Note No.	30 June 2024 EGP (in thousands)	30 June 2023 EGP (in thousands)
Cash flows from investing activities			
Payments for purchase of fixed assets and branches fixtures	19	(63,857)	(67,172)
Proceeds from sale of fixed assets		8,750	48,466
Payments for purchase of intangible assets		(2,294)	-
Payments for purchase of financial investments at FVOCI		(308,692)	(212,749)
Proceeds from recovery of financial investments at FVOCI		-	50,010
Payments to purchase of financial investments at amortized cost		(3,486,198)	(1,529,612)
Proceeds from recovery of financial investments at amortized cost		2,190,213	3,205,509
Payments to purchase of investments in subsidiaries and associates		(49,000)	(9,800)
Proceeds from recovery of investments in subsidiaries and associates		4,900	-
Proceeds from dividends income		929	4,247
Net Cash flows (used in) generated from Investing activities		(1,705,249)	1,488,899
Cash flows from financing activities			
Issued and Paid-up Capital		-	1,000,000
General Reserve		-	3,584
Dividends paid		(528,520)	(303,138)
Net cash flows (used in) generated from financing activities		(528,520)	700,446
Net increase in cash and cash equivalent during the Period		13,220,603	18,985,463
Cash and cash equivalents at the beginning of the Period		55,074,429	16,130,675
Cash and cash equivalents at the end of the Period		68,295,032	35,116,138
Cash and cash equivalents comprise			
Cash and due from Central Bank of Egypt	13	15,405,358	9,734,707
Due from banks	14	70,182,847	34,549,857
Treasury bills		8,164,722	10,259,876
Central Bank of Egypt Reserve		(17,295,148)	(8,762,403)
Due from banks with maturity more than three months from date of acquisition		-	(435,148)
Treasury bills with maturity more than three months from date of acquisition		(8,162,747)	(10,230,751)
Cash and cash equivalents at the end of the Period		68,295,032	35,116,138

The accompanying notes from (1) to (28) are integral part of these financial statements.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Condensed Interim Separate Statement of Changes in Equity for Period Ended 30 June 2024

	EGP (in thousands)										
	Paid up capital	Capital Reserve	Legal reserve	General reserve	Special reserve	General banking risk reserve	General risk reserve	Fair value reserve	Difference between face value and present value for non- interest subordinated financing	Retained earnings	Total
30 June 2023											
Balance at 1 January 2023	4,000,000	4,063	149,239	51,371	17,165	9,062	158,088	83,878	35,780	4,114,422	8,623,068
Transferred to reserve accounts	-	685	106,252	3,584	-	(9,062)	-	-	-	(97,875)	3,584
Dividends distributions to employees, board members and the banking system development fund	-	-	-	-	-	-	-	-	-	(303,138)	(303,138)
Net change in other comprehensive income items	-	-	-	-	-	-	-	15,847	-	-	15,847
Amortization of the difference between face value and present value of subordinated financing	-	-	-	-	-	-	-	-	(2,655)	13,283	10,628
Capital Increase	1,000,000	-	-	-	-	-	-	-	-	-	1,000,000
Net profit for the Period	-	-	-	-	-	-	-	-	-	2,087,514	2,087,514
Balance at 30 June 2023	5,000,000	4,748	255,491	54,955	17,165	-	158,088	99,725	33,125	5,814,206	11,437,503
30 June 2024											
Balance at 1 January 2024	5,000,000	4,748	255,491	54,955	17,165	-	158,088	178,049	30,435	8,230,722	13,929,653
Transferred to reserve accounts	-	41,556	222,452	-	-	-	-	-	-	(264,008)	-
Dividends distributions to employees, board members and the banking system development fund	-	-	-	-	-	-	-	-	-	(528,520)	(528,520)
Net change in other comprehensive income items	-	-	-	-	-	-	-	71,460	-	-	71,460
Amortization of the difference between face value and present value of subordinated financing	-	-	-	-	-	-	-	-	(2,725)	21,007	18,282
Shareholders distributions (bonus Issue)	1,000,000	-	-	-	-	-	-	-	-	(1,000,000)	-
Net profit for the Period	-	-	-	-	-	-	-	-	-	4,491,949	4,491,949
Balance at 30 June 2024	6,000,000	46,304	477,943	54,955	17,165	-	158,088	249,509	27,710	10,951,150	17,982,824

The accompanying notes from (1) to (28) are integral part of these financial statements.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Interim Separate Financial Statements for The Period Ended 30 June 2024

1. GENERAL INFORMATION

Abu Dhabi Islamic Bank - Egypt (formerly National Development Bank - a joint stock company) was incorporated as an Egyptian joint stock company under Law No. 43/1974 and its executive regulations in the Arab Republic of Egypt. The main office of the Bank is located at 9 Rustom Street - Garden City, Cairo. The bank is listed on the Egyptian Stock Exchange.

ADIB was registered in the Commercial Register on April 3, 2013 by changing the bank's name from National Development Bank to Abu Dhabi Islamic Bank (ADIB) - Egypt.

ADIB provides corporates, retail banking, investment and custody services in the Arab Republic of Egypt through 71 branches and delegates employing 2,408 employees on the date of the financial statements.

These condensed interim separate financial statements for the period ended June 30, 2024 were approved by the Board of Directors on August 8, 2024.

2. BASIS OF PREPARATION OF THE CONDENSED SEPARATE FINANCIAL STATEMENTS

These condensed interim separate financial statements have been prepared in accordance with the rules of preparation and presentation of banks' financial statement issued by the Central Bank of Egypt (CBE) and approved by its board of directors on December 10, 2008, after adding the impact of IFRS (9) "Financial Instruments" along with the instructions of the CBE dated February 26, 2019, and in light of the revised Egyptian Accounting Standards (EAS) issued during the year 2015; related amendments and the provisions of local laws and as per of Egyptian laws and regulations related to the preparation of these separate financial statements and The bank has issued Condensed Financial Statements based on the instructions of the Central Bank of Egypt issued on May 3, 2020. Then revert back to what is not stated in the instructions of the Central Bank of Egypt, to the requirements of the instructions that allow banks to issue Condensed quarterly financial statements

These condensed interim separate financial statements do not include all information and disclosures required for full annual separate financial statements prepared in accordance with CBE rules mentioned above and should be read in conjunction with the bank's financial statements as at year ended December 31, 2023.

In preparing these condensed interim separate financial statements, significant judgements made by the management in applying the bank's accounting policies and the key sources of estimation were the same as those were applied to the separate financial statements as at year ended December 31, 2023.

3. FINANCIAL MARKET MANAGEMENT

the objectives and policies of the bank's financial risk management align with those disclosed in the separate financial statements for the fiscal year ended December 31, 2023.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Interim Separate Financial Statements for The Period Ended 30 June 2024

3. FINANCIAL RISK MANAGEMENT – Continued

3/1 Credit Risk

3/1/1 Loans and Financing

The balances of financing and facilities in terms of credit worthiness are as follows:

	30 June 2024			31 December 2023		
	Financing and facilities to customers	Financing and facilities for banks	Total financing and facilities for banks and customers	Financing and facilities to customers	Financing and facilities for banks	Total financing and facilities for banks and customers
Financing and facilities						
Stage 1	83,256,382	2,401,515	85,657,897	62,714,943	-	62,714,943
Stage 2	5,575,571	-	5,575,571	4,236,763	-	4,236,763
Stage 3	1,924,902	-	1,924,902	1,008,918	-	1,008,918
Total	90,756,855	2,401,515	93,158,370	67,960,624	-	67,960,624
Less:						
Expected Credit Losses	(5,187,716)	(28,597)	(5,216,313)	(4,307,221)	-	(4,307,221)
Profit in suspense	(79,806)	-	(79,806)	(90,216)	-	(90,216)
Net	85,489,333	2,372,918	87,862,251	63,563,187	-	63,563,187

- During the period ended June30, 2024, the Bank's portfolio of financing and facilities increased by 37.08% (December31, 2023, an increase of 13.88%).

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Interim Separate Financial Statements for The Period Ended 30 June 2024

3.FINANCIAL RISK MANAGEMENT- Continued

3/1/2 Financing and facilities to customers

The table below shows the movement between stages for Financing and facilities to customers:

	30 June 2024				31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12 Month	Life time	Life time		12 Month	Life time	Life time	
Retail								
Balance of expected credit losses at the beginning of period/year	17,373,720	465,617	463,320	18,302,657	13,233,531	510,051	647,475	14,391,057
Transferred from stage 1	(397,643)	354,829	42,814	-	(415,805)	330,209	85,596	-
Transferred from stage 2	66,161	(109,613)	43,452	-	76,988	(129,461)	52,473	-
Transferred from stage 3	826	192	(1,018)	-	4,074	781	(4,855)	-
Re-measurement Impact	(2,201,489)	(72,525)	(16,333)	(2,290,347)	(2,576,849)	(122,857)	(39,202)	(2,738,908)
New Financial assets purchased	6,974,648	38,617	3,248	7,016,513	10,130,549	121,559	11,875	10,263,983
Financial assets disposed of/ paid	(1,106,036)	(161,085)	(52,848)	(1,319,969)	(3,078,768)	(244,665)	(129,389)	(3,452,822)
Used provisions	-	-	(90,056)	(90,056)	-	-	(160,653)	(160,653)
Balance of Financing and Facilities	20,710,187	516,032	392,579	21,618,798	17,373,720	465,617	463,320	18,302,657

	30 June 2024				31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12 Month	Life time	Life time		12 Month	Life time	Life time	
Corporate								
Balance of expected credit losses at the beginning of period/year	45,341,223	3,771,146	545,598	49,657,967	41,586,491	3,139,829	560,021	45,286,341
Transferred from stage 1	(1,677,438)	1,662,680	14,758	-	(1,453,720)	1,418,223	35,497	-
Transferred from stage 2	32,495	(680,402)	647,907	-	312,892	(324,822)	11,930	-
Transferred from stage 3	6,447	-	(6,447)	-	26,943	-	(26,943)	-
Re-measurement Impact	(904,097)	(197,193)	337,451	(763,839)	(737,221)	(298,965)	(22,859)	(1,059,045)
Foreign exchange translation differences	7,205,625	736,400	160	7,942,185	2,562,802	358,936	1,226	2,922,964
New Financial assets purchased	30,889,001	122,296	10	31,011,307	26,762,112	1,073,006	10,059	27,845,177
Financial assets disposed of/ paid	(18,347,061)	(355,387)	-	(18,702,448)	(23,719,076)	(1,595,061)	24,537	(25,289,600)
Used provisions	-	-	(7,115)	(7,115)	-	-	(47,870)	(47,870)
Balance of Financing and Facilities	62,546,195	5,059,540	1,532,322	69,138,057	45,341,223	3,771,146	545,598	49,657,967

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Interim Separate Financial Statements for The Period Ended 30 June 2024

3.FINANCIAL RISK MANAGEMENT- Continued

3/1/2 Financing and facilities to customers - Continued

The table below shows the movement between stages for Expected Credit Losses:

	30 June 2024				31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12 Month	Life time	Life time		12 Month	Life time	Life time	
Retail								
Balance of expected credit losses at the beginning of period/year	234,844	82,168	309,070	626,082	202,315	82,568	347,582	632,465
Transferred from stage 1	(4,824)	3,774	1,050	-	(4,859)	3,858	1,001	-
Transferred from stage 2	12,726	(33,016)	20,289	-	16,426	(34,881)	18,456	-
Transferred from stage 3	307	102	(408)	-	1,823	441	(2,264)	-
Re-measurement Impact	24,046	49,497	32,069	105,612	8,318	33,986	98,360	140,663
New Financial assets purchased	13,376	6,336	332	20,044	18,803	17,226	6,587	42,617
Financial assets disposed off paid	(3,207)	(10,970)	(14,292)	(28,469)	(7,982)	(21,028)	-	(29,010)
Used provisions	-	-	(90,045)	(90,045)	-	-	(160,653)	(160,653)
Balance of expected credit losses	277,268	97,891	258,065	633,224	234,842	82,170	309,069	626,082

	30 June 2024				31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12 Month	Life time	Life time		12 Month	Life time	Life time	
Corporate								
Balance of expected credit losses at the beginning of period/year	1,024,027	2,136,863	520,249	3,681,139	1,039,915	545,970	555,895	2,141,780
Transferred from stage 1	(48,332)	48,043	289	(0)	(17,903)	16,847	1,056	-
Transferred from stage 2	3,554	(310,497)	306,943	-	15,429	(16,187)	758	-
Re-measurement Impact	(141,555)	(286,355)	667,072	239,162	(203,872)	398,740	4,820	199,688
Foreign exchange translation differences	111,422	433,613	160	545,194	18,942	113,011	1,226	133,179
New Financial assets purchased	391,281	7,628	-	398,908	415,020	1,138,224	4,364	1,557,608
Financial assets disposed off paid	(282,355)	(15,711)	(4,718)	(302,785)	(243,504)	(59,743)	-	(303,247)
Used provisions	-	-	(7,127)	(7,127)	-	-	(47,870)	(47,870)
Balance of expected credit losses	1,058,041	2,013,583	1,482,869	4,554,492	1,024,027	2,136,862	520,250	3,681,139

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Interim Separate Financial Statements for The Period Ended 30 June 2024

3.FINANCIAL RISK MANAGEMENT- Continued

3/1/3 Concentration risk of financial assets exposed to credit risk

(A) Geographical sectors

The following table represents an analysis of the Bank's most significant credit risk limits at book value, distributed by geographical sector at the end of the current period. When preparing this table, risk is allocated to the geographical sector according to the regions associated with the Bank's customers.

	<u>Arab Republic of Egypt</u>				<u>EGP (in thousands)</u>		
	Great Cairo	Alexandria, Delta & Sinai	Upper Egypt	Total	Gulf Countries	Other Countries	Total
Due from Banks	68,514,379	-	-	68,514,379	1,192,500	455,936	70,162,815
<u>Debt instruments at FVOCI</u>							
- Egyptian treasury Bonds	559,816	-	-	559,816	-	-	559,816
- Egyptian Islamic Sukuk	247,983	-	-	247,983	-	-	247,983
- Egyptian treasury bills	1,140,337	-	-	1,140,337	-	-	1,140,337
<u>Debt instruments at amortized cost</u>							
- Egyptian treasury Bonds	20,178,399	-	-	20,178,399	-	-	20,178,399
- Egyptian treasury bills	6,919,240	-	-	6,919,240	-	-	6,919,240
<u>Facilities to banks</u>	2,372,918	-	-	2,372,918	-	-	2,372,918
<u>Retail Financings</u>							
- Debit current accounts	4,149	1,691	271	6,111	-	-	6,111
- Credit cards	850,261	100,541	22,123	972,925	-	-	972,925
- Personal financings	14,699,141	4,575,045	903,399	20,177,585	-	-	20,177,585
- Mortgage financings	428,321	33,856	-	462,177	-	-	462,177
<u>Corporate Financings</u>							
- Debit current accounts	14,175,598	669	89	14,176,356	-	-	14,176,356
- Credit cards	200	-	-	200	-	-	200
- Direct financings	52,902,995	496,655	391,108	53,790,758	-	-	53,790,758
- Syndicated financings	1,170,743	-	-	1,170,743	-	-	1,170,743
Less : expected credit losses For Customer financings	(5,066,293)	(95,896)	(25,527)	(5,187,716)	-	-	(5,187,716)
Less: Profit in suspense for customer financings	(65,701)	(12,281)	(1,824)	(79,806)	-	-	(79,806)
Balance at 30 June 2024	179,032,486	5,100,280	1,289,639	185,422,405	1,192,500	455,936	187,070,841
Balance at 31 December 2023	133,471,736	9,807,661	1,174,675	144,454,072	714,184	317,865	145,486,121

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Interim Separate Financial Statements for The Period Ended 30 June 2024

4.FINANCIAL RISK MANAGEMENT- Continued

3/1/3 Concentration risk of financial assets exposed to credit risk

(B) Activity sectors

	EGP (in thousands)						
	Financial institution	Manufacturing institution	Services	Wholesale and Retail	Government sector	Retail	Other activities
Due From Banks	70,162,815	-	-	-	-	-	-
<u>Debt instruments at FVOCI</u>							
- Egyptian treasury Bonds	-	-	-	-	559,816	-	-
- Egyptian Islamic Sukuk	-	-	-	-	247,983	-	-
- Egyptian treasury bills	-	-	-	-	1,140,337	-	-
<u>Debt instruments at amortized cost</u>							
- Egyptian treasury Bonds	-	-	-	-	20,178,399	-	-
- Egyptian treasury bills	-	-	-	-	6,919,240	-	-
<u>Facilities to banks</u>	2,372,918	-	-	-	-	-	-
<u>Retail Financings</u>							
- Debit current accounts	-	-	-	-	-	6,111	-
- Credit cards	-	-	-	-	-	972,925	-
- Personal financings	-	-	-	-	-	20,177,585	-
- Mortgage financings	-	-	-	-	-	462,177	-
<u>Corporate Financings</u>							
- Debit current accounts	172,743	9,354,496	841,006	662,215	3,131,876	-	14,020
- Credit cards	-	76	2	73	-	-	49
- Direct financings	464,861	31,388,685	11,928,419	5,950,517	3,234,327	-	823,949
- Syndicated financings	-	1,167,984	2,759	-	-	-	-
Less : expected credit losses For Customer financings	(6,998)	(3,330,245)	(648,590)	(186,312)	(102,837)	(633,224)	(279,510)
Less: Profit in suspense for customer financings	-	(98)	(3,650)	(3,901)	-	(72,157)	-
Balance at 30 June 2024	73,166,339	38,580,898	12,119,946	6,422,592	35,309,141	20,913,417	558,508
Balance at 31 December 2023	49,093,039	17,203,536	11,281,208	4,280,143	45,149,567	17,590,908	887,721

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

3. FINANCIAL RISK MANAGEMENT- Continued

3/2 Market Risk

The Bank is exposed to market risk represented in fluctuations in fair value or future cash flows arising from changes in market prices. The market risk arises from the open positions of the yield rates and foreign currencies, as each is exposed to general and private movements in the market and changes in the level of sensitivity to market rates or prices such as rates of yield and exchange rates. The Bank splits its exposure to market risk into trading and non-trading portfolios. The market risk management is monitored by two separate teams. Market risk reports are reported to the Risk Committee of the Board of Directors and heads of operating units on a regular basis.

The portfolios of financial investments at fair value through profit or loss include those positions resulting from the Bank's direct dealing with customers or with the market, while non-trading portfolios arise primarily from managing the yield rate on assets and liabilities. These portfolios include foreign exchange risk and equity instruments arising from financial investments at amortized cost and financial investments at fair value through other comprehensive income.

3/2/1 Risk of fluctuations in foreign exchange rates

- The Bank is exposed to risk of fluctuations in foreign exchange rates on its financial position and cash flows. The Board of Directors has set limits on foreign exchange at the total value of each of the positions at the end of the day as well as during the day. The following table summarizes the Bank's exposure to foreign exchange risk at the end of the financial year. The following table presents the book value of financial instruments distributed in their respective currencies:

	EGP (in thousands)						
30 June 2024	EGP	USD	Sterling Pound	Euro	Japanese Yen	Other currencies	Total
Financial Assets							
Cash and due from Central Bank of Egypt	15,100,049	213,862	8,395	43,936	62	39,054	15,405,358
Due from banks	40,508,619	25,048,303	342,253	3,881,698	-	381,942	70,162,815
Financings and facilities to banks	-	2,372,918	-	-	-	-	-
Financings and facilities to customers	65,917,226	16,856,451	54,442	2,661,214	-	-	85,489,333
Pre-Promised forward exchange contracts	-	7,506	-	-	-	-	7,506
Financial investments at FVOCI	1,865,075	452,608	-	5,086	-	-	2,322,769
Financial investments at amortized cost	16,428,206	10,393,308	-	276,125	-	-	27,097,639
Other Financial assets	2,499,835	867,084	682	17,463	-	368	3,385,433
Total Financial assets	142,319,010	56,212,040	405,772	6,885,522	62	421,364	203,870,853
Financial Liabilities							
Due to banks	121,640	9,631,736	-	11,272	1,000	30,304	9,795,952
Customers' deposits	118,652,940	37,404,773	405,239	6,269,158	4,801	664,722	163,401,633
Pre-Promised forward exchange contracts	34,150	13,589	-	-	-	-	47,739
Subordinated financings	-	5,500,141	-	-	-	-	5,500,141
Other Financial liabilities	480,746	192,868	697	4,618	-	-	678,929
Total Financial Liabilities	119,289,476	52,743,107	405,936	6,285,048	5,801	695,026	179,424,394
Net financial position	23,029,534	3,468,933	(164)	600,474	(5,739)	(273,662)	24,446,459
31 December 2023							
Total Financial assets	120,801,099	33,842,399	363,126	2,851,574	-	112,720	157,970,918
Total Financial Liabilities	102,482,836	31,294,624	358,125	2,839,849	5,050	563,899	137,544,383
Net financial position	18,318,263	2,547,775	5,001	11,725	(5,050)	(451,179)	20,426,535

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

3. FINANCIAL RISK MANAGEMENT- Continued

3/2/2 Profit Rate Risk

The Bank is exposed to the effects of fluctuations in the prevailing market yield rates, which is the risk of the cash flows of the yield rate of the future cash flows of a financial instrument due to changes in the instrument's yield rate and the risk of the fair value of the rate of yield, which is the risk of fluctuations in the value of the instrument due to changes in market yield rates. The margin of yield may increase as a result of those changes, but profits may fall in the event of unexpected movements. The Asset-Liability Committee (ALCO) sets limits on the level of variation in the re-pricing of the yield that the Bank may hold, and this is monitored daily by the Bank's risks.

3/3 Liquidity Risk

Liquidity risk is the risk that the Bank will encounter difficulties in meeting its obligations associated with its financial obligations at due date and replacing amounts being withdrawn. This could result in failure to meet the repayment obligations of depositors and to meet financing commitments.

3/4 Capital Management

The objectives of the Bank in managing capital, in addition to the apparent equity in the financial position, are as follows:

- Compliance with the legal requirements of capital in the Arab Republic of Egypt and in the countries in which the Bank's branches operate.
- To protect the Bank's ability to continue and enable it to continue to generate yield for shareholders and other parties dealing with the Bank.
- Maintain a strong capital base that supports growth in activity.

Capital adequacy and capital uses are reviewed in accordance with the requirements of the regulatory body (the Central Bank of Egypt in the Arab Republic of Egypt or the supervisory bodies in which the foreign branches of the Bank operate) daily through the Bank's management, through models based on Basel Committee guidelines for banking supervision. The required data are provided to the Central Bank of Egypt on a quarterly basis.

The following table summarizes the basic and supporting capital components and capital adequacy ratios.

	30 June 2024	31 December 2023
According to Basel II	EGP (in thousands)	EGP (in thousands)
Total basic going concern capital after disposal	17,900,594	13,912,367
Total additional basic capital	27,710	30,435
Total Tier 1 after disposal (basic capital)	17,928,304	13,942,802
Total Tier 2 after disposal	5,692,680	4,025,585
Total capital base after disposal	23,620,984	17,968,387
Total assets and contingent liabilities weighted by credit, market, operational risks	150,634,405	99,958,242
Capital adequacy ratio	15.68%	17.98%

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

3.FINANCIAL RISK MANAGEMENT- Continued

3/5 Leverage Ratio

The Board of Directors of the Central Bank of Egypt (CBE) at its meeting dated 7 July 2015 issued a resolution approving the supervisory instructions for the financial leverage, with the banks' commitment to the minimum rate of 3% on a quarterly basis as a binding control ratio starting from 2019.

In preparation for consideration of the first support of the Basel (Minimum Capital Adequacy) in order to preserve the strength and integrity of the Egyptian banking system and to comply with the best international supervisory practices in this regard. The leverage reflects the relationship between the first tier of capital used in the standard Capital adequacy (after disposals), and bank assets (both on and off the balance sheet) are not weighted by risk weights.

The following table summarizes the Leverage ratios.

	30 June 2024	31 December 2023
	EGP (in thousands)	EGP (in thousands)
Tier 1 capital after disposals (1)	17,928,304	13,942,802
Total on-balance sheet exposures items after deducting tier 1 disposals	212,611,295	164,388,489
Pre-promised Islamic Contracts exposures	30,665	7,050
Exposure resulting from securities financing	815	1,954
Total on-balance sheet exposures, Pre-promised Islamic contracts and financing financial securities	212,642,774	164,397,493
Total contingent liabilities	20,146,731	14,042,150
Total commitments	4,968,557	4,537,711
Total exposures off-balance sheet	25,115,288	18,579,861
Total exposures on-balance sheet and off-balance sheet (2)	237,758,063	182,977,354
Financial leverage ratio (1/2)	7.54%	7.62%

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

4.SIGNIFICANT ACCOUNTING ESTIMATES AND ASSUMPTIONS

The Bank shall use estimates and assumptions that affect the amounts of assets and liabilities disclosed during the next fiscal period / year. Estimates and assumptions shall be continually assessed based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances and information available.

A. Estimates:

Information on estimates used in applying accounting policies that have a material impact on the amounts recognized in the financial statements:

- **Classification of financial assets:** assessment of the business model in which the asset shall be retained and evaluated whether contractual terms of the financial asset shall result in the generating of cash flows in the form of payment of profit and installments on the outstanding balances of those assets.

B. Uncertainty Related with Assumptions and Estimates

Uncertainties related with assumptions and estimates of significant risks that may result in material adjustments in the period ended on June30, 2024 shall be appeared in the following notes:

- **Impairment of financial instruments:** An assessment of whether there has been a significant increase in credit risk on financial assets since the initial recognition, taking into account, the impact of future looking factors upon measuring the expected credit losses.
- **valuation of the fair value of financial instruments:** using unobservable inputs upon measuring.
- **Measurement of defined benefit liabilities:** Key actuarial assumptions.
- **Recognition of deferred tax assets:** the existence of future taxable profits that may be benefited from deferred tax losses.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

5. SEGMENTS ANALYSIS

The activity segments shall include the operations, assets used in the rendering of banking services, the management of the risks surrounding them, and the profit related with this activity, which may differ from other activities. The segment analysis of operations in accordance with the banking business shall include:

Corporates / SMEs

Including current account activities, deposits, debit current accounts receivable, finance, credit facilities.

Investment

Including corporate mergers, investment purchasing, financing of corporate restructuring and financial instruments and pre-promised Islamic contracts.

Retail

Including current account activities, savings, deposits, credit cards, personal finance and mortgage finance.

Other activities

Including other banking activities as the management of funds and transactions between activity segments in accordance with the normal course of business of the Bank; assets and liabilities shall include operating assets and liabilities as presented in the Bank's financial position.

	EGP (in thousands)				
	Corporate	Investment	Retail	Other activities	Total
30 June 2024					
Revenues and expenses by activity segment					
Revenues of activity segment	3,209,883	2,166,343	1,975,926	1,005,876	8,358,028
Expenses of activity segment	(1,536,693)	(142,722)	(780,554)	210,398	(2,249,571)
Net profit for the Period before tax	1,673,190	2,023,621	1,195,372	1,216,274	6,108,457
Tax	(450,760)	(422,468)	(277,404)	(465,876)	(1,616,508)
Net profit for the Period	1,222,430	1,601,153	917,968	750,398	4,491,949
Assets and liabilities by activity segment					
Assets of activity segment	60,855,638	99,208,590	24,429,218	-	184,493,446
Un-classified assets	-	-	-	24,414,227	24,414,227
Total assets	60,855,638	99,208,590	24,429,218	24,414,227	208,907,673
Liabilities of activity segment	87,631,038	15,583,455	76,117,497	-	179,331,989
Un-classified liabilities	-	-	-	11,592,860	11,592,860
Total liabilities	87,631,038	15,583,455	76,117,497	11,592,860	190,924,849

	EGP (in thousands)				
	Corporate	Investment	Retail	Other activities	Total
31 December 2023					
Revenues and expenses by activity segment					
Revenues of activity segment	3,776,767	2,239,373	2,983,338	1,477,011	10,476,489
Expenses of activity segment	(1,933,006)	(124,758)	(1,386,963)	(716,249)	(4,160,976)
Net profit for the year before tax	1,843,761	2,114,615	1,596,375	760,762	6,315,513
Tax	(414,878)	(780,124)	(379,168)	(250,765)	(1,824,935)
Net profit for the year	1,428,883	1,334,491	1,217,207	509,997	4,490,578
Assets and liabilities by activity segment					
Assets of activity segment	43,193,792	81,922,936	20,369,395	-	145,486,123
Un-classified assets	-	-	-	15,160,465	15,160,465
Total assets	43,193,792	81,922,936	20,369,395	15,160,465	160,646,588
Liabilities of activity sectors	66,622,150	10,458,786	60,538,143	-	137,619,079
Un-classified liabilities	-	-	-	9,097,856	9,097,856
Total liabilities	66,622,150	10,458,786	60,538,143	9,097,856	146,716,935

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

6. Net Revenues from Funds

	Six months ended 30 June 2024 EGP (in thousands)	Six months ended 30 June 2023 EGP (in thousands)	Three months ended 30 June 2024 EGP (in thousands)	Three months ended 30 June 2023 EGP (in thousands)
Income from Murabaha, Musharaka, Mudaraba and other similar income				
Financing and facilities				
Banks	16,782	-	16,782	-
customers	8,021,109	4,954,246	4,632,521	2,614,269
Total	8,037,891	4,954,246	4,649,303	2,614,269
Financial investments in debt instruments at AC and FVOCI*	16,757	3,005	9,660	3,005
Deposits and current accounts*	7,512,478	3,196,056	4,021,850	1,770,953
Total	15,567,126	8,153,307	8,680,813	4,388,227
Cost of deposits and similar costs				
Deposits and current accounts:				
To banks	(522,307)	(44,409)	(314,130)	(19,604)
To customers	(7,884,310)	(4,160,287)	(4,483,278)	(2,246,465)
other financings	(234,405)	(115,059)	(132,637)	(57,851)
Financing financial instruments and sales transactions of financial instruments with a repurchase commitment	(159)	(646)	(67)	(297)
Total	(8,641,181)	(4,320,401)	(4,930,112)	(2,324,217)
Net Revenues from Funds	6,925,945	3,832,906	3,750,701	2,064,010

*The return from deposits and current accounts with banks includes the return resulting from the Murabaha contract with a local bank, and the returns, profits and losses resulting from Financial investments in government debt instruments belonging to this bank in accordance with the investment-restricted Wakala, which requires investing these amounts in government debt instruments within the limits of the return expected and agreed upon.

7. NET FEES AND COMMISSION INCOME

	Six months ended 30 June 2024 EGP (in thousands)	Six months ended 30 June 2023 EGP (in thousands)	Three months ended 30 June 2024 EGP (in thousands)	Three months ended 30 June 2023 EGP (in thousands)
Fees and commissions income:				
Credit related fees and commissions	868,558	588,927	485,572	293,886
Fees of corporate financing	16,688	17,601	3,079	8,785
Custody fees	734	830	344	485
Other fees	393,615	357,251	172,328	180,779
Total	1,279,595	964,609	661,323	483,935
Fees and commissions expenses:				
Paid brokerage fees	(476)	(201)	(378)	(77)
Miscellaneous banking commission	(9,904)	(13,204)	(5,497)	(5,500)
Credit cards paid commissions	(281,823)	(91,976)	(135,871)	(43,694)
Other fees and commissions paid	(48,291)	(37,697)	(24,816)	(18,668)
Total	(340,494)	(143,078)	(166,562)	(67,939)
Net fees and commission income	939,101	821,531	494,761	415,996

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

8. NET TRADING INCOME

	Six months ended 30 June 2024 EGP (in thousands)	Six months ended 30 June 2023 EGP (in thousands)	Three months ended 30 June 2024 EGP (in thousands)	Three months ended 30 June 2023 EGP (in thousands)
Foreign exchange operations:				
Gain from fx deals	430,516	197,971	184,747	82,702
Gain / (Loss) of Islamic forward contracts revaluation	(32,501)	2,810	(7,235)	(3,422)
Gain / (Loss) of revaluation of Islamic currency swap contracts	(1,106)	2,018	(47,706)	7,713
Gain / (Loss) of currency option contracts revaluation	4,594	34	130	34
Total	401,503	202,833	129,936	87,027

9. ADMINISTRATIVE EXPENSES

	Six months ended 30 June 2024 EGP (in thousands)	Six months ended 30 June 2023 EGP (in thousands)	Three months ended 30 June 2024 EGP (in thousands)	Three months ended 30 June 2023 EGP (in thousands)
Employees' cost				
Salaries, wages and benefits	(490,833)	(409,767)	(261,064)	(217,696)
Social insurance	(29,475)	(24,411)	(15,027)	(12,447)
Pension cost				
Defined contribution plans	(16,610)	(13,941)	(9,294)	(7,564)
Defined benefit plans	(63,370)	(39,817)	(31,685)	(19,909)
Depreciation and amortization	(60,969)	(39,968)	(30,933)	(20,218)
Other administrative expenses	(462,383)	(316,111)	(236,226)	(165,156)
Total	(1,123,640)	(844,015)	(584,229)	(442,990)

10. OTHER OPERATING (EXPENSES)

	Six months ended 30 June 2024 EGP (in thousands)	Six months ended 30 June 2023 EGP (in thousands)	Three months ended 30 June 2024 EGP (in thousands)	Three months ended 30 June 2023 EGP (in thousands)
Gain / (Loss) on translation of monetary assets and liabilities denominated in foreign currencies other than those held for trading or initially designated at FVPL	80,876	(93,790)	(13,655)	(53,356)
Gain (Loss) on sale of assets reverted to bank	-	25,611	-	24,711
Gain on sale of fixed assets	8,750	41,556	8,750	36,272
Cost of Programs	(158,062)	(93,988)	(92,164)	(52,128)
operating lease expense	(82,156)	(65,617)	(42,068)	(34,390)
(Charge) of impairment other assets	(833)	(197)	(203)	(100)
Other provisions	(59,392)	(114,133)	66,231	1,787
Other (expense)	(83,064)	(75,664)	(49,810)	(22,704)
Total	(293,881)	(376,222)	(122,919)	(99,908)

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

11. EXPECTED CREDIT LOSSES

	Six months ended 30 June 2024 EGP (in thousands)	Six months ended 30 June 2023 EGP (in thousands)	Three months ended 30 June 2024 EGP (in thousands)	Three months ended 30 June 2023 EGP (in thousands)
Financing and facilities to customers	(409,987)	(631,625)	(113,890)	(455,558)
Financing and facilities to banks	(28,597)	-	(28,597)	-
Due from Banks	508	(10,199)	(10,376)	(6,464)
Financial investments at FVOCI	1,998	(1,198)	538	(1,198)
Financial investments at amortized cost	(100,934)	750	(94,816)	(2,403)
Other Assets	(204,488)	-	(204,488)	-
Total	(741,500)	(642,272)	(451,629)	(465,623)

12. INCOME TAX EXPENSES

	Six months ended 30 June 2024 EGP (in thousands)	Six months ended 30 June 2023 EGP (in thousands)	Three months ended 30 June 2024 EGP (in thousands)	Three months ended 30 June 2023 EGP (in thousands)
Current tax	(1,731,706)	(958,859)	(835,546)	(444,395)
Deferred tax	115,198	47,365	5,613	900
Total	(1,616,508)	(911,494)	(829,933)	(443,495)

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

13. CASH AND DUE FROM CENTRAL BANK

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Cash	2,147,545	800,804
Balances with central bank within mandatory reserve ratio	13,257,813	9,184,571
Total	15,405,358	9,985,375
Non-Profit bearing balances	15,405,358	9,985,375
Total	15,405,358	9,985,375

14. Due from Banks

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Current accounts	202,951	123,390
Placements with other banks	69,979,896	48,479,700
Murabaha due from local banks*	33,689,651	37,047,764
Restricted wakala due to local banks*	(33,689,651)	(37,047,764)
	70,182,847	48,603,090
(less) Expected Credit Losses	(20,032)	(13,243)
Total	70,162,815	48,589,847
Balances with CB other than mandatory reserve ratio	4,037,335	2,339,449
Local banks	64,497,015	45,231,197
Murabaha due from local banks*	33,689,651	37,047,764
Restricted wakala due to local banks*	(33,689,651)	(37,047,764)
Foreign Banks	1,648,497	1,032,444
(less) Expected Credit Losses	(20,032)	(13,243)
Total	70,162,815	48,589,847
Non-Profit bearing balances	202,951	123,390
Variable profit bearing balances	65,945,159	46,142,235
Fixed profit bearing balances	4,034,737	2,337,465
(less) Expected Credit Losses	(20,032)	(13,243)
Total	70,162,815	48,589,847
Due from banks' Expected Credit Losses movement		
Balance at beginning of the Period/year	13,243	1,558
Net expected credit loss during the Period/year	(508)	11,326
Foreign exchange translation differences	7,297	359
Total	20,032	13,243

*Due from banks include an amount of EGP 33,689,651 representing a Murabaha with a local bank corresponding to an investment-restricted Wakala due to the same bank for the same amount to invest the amount of the restricted Wakala in government debt instruments, An offset was conducted between them as they fulfil the requirements of offsetting between the assets and liabilities mentioned in the rules of preparing and presenting the financial statements issued by the Central Bank of Egypt on 16 December 2008.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

15. Financing and facilities to banks (after deducting expected credit losses)

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Negotiable instruments	2,401,515	-
Total	2,401,515	-
less:		
Expected credit losses	(28,597)	-
Total	(28,597)	-
Net	2,372,918	-
Financings and Facilities to banks' Expected Credit Losses movement		
Balance at beginning of the Period/year	-	-
Net expected credit loss during the Period/year	28,597	-
Total	28,597	-

16. FINANCING AND FACILITIES TO CUSTOMERS (after deducting expected credit losses)

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Retail		
Debit current accounts	6,111	5,617
Credit cards	972,925	847,935
Personal financing	20,177,585	16,970,821
Mortgage Financing	462,177	478,284
Total	21,618,798	18,302,657
Corporate (including SMEs)		
Debit current accounts	14,176,356	8,137,013
Direct financing	53,790,758	40,725,734
Syndicated financing	1,170,743	795,048
Credit cards	200	172
Total	69,138,057	49,657,967
Total financing and facilities to customers	90,756,855	67,960,624
Deduct:		
Expected Credit Losses	(5,187,716)	(4,307,221)
Profit in suspense	(79,806)	(90,216)
Total	(5,267,522)	(4,397,437)
Net	85,489,333	63,563,187
Classified in balance sheet as follow		
Conventional financing to customers (net of expected credit losses)	19,533	16,305
Islamic Financing to customers (net of expected credit losses)	85,469,800	63,546,882
Net	85,489,333	63,563,187
Variable-profit bearing balances	58,616,798	40,884,648
Fixed-profit bearing balances	26,872,535	22,678,539
Total	85,489,333	63,563,187
Financing and facilities to customers Expected Credit Losses movement		
	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Balance at beginning of the Period/year	4,307,221	2,774,245
Net expected credit loss during the Period/year	409,987	1,577,489
Recoveries from written off loans	22,485	30,831
Used provisions during the Period/year	(97,171)	(208,523)
Foreign exchange translation differences	545,194	133,179
Total	5,187,716	4,307,221

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

16. FINANCINGS AND FACILITIES TO CUSTOMERS (after deducting expected credit losses) - Continued

Movement of Expected Credit Losses for the customers' financing and facilities based on types:

EGP (in thousands)					
30 June 2024	Debit current accounts	Covered Cards	Retail Personal financing	Mortgage Financing	Total
Balance at beginning of the Period	-	89,369	527,702	9,011	626,082
Expected credit losses during the Period	-	51,379	25,024	1,001	77,404
Recoveries from written off loans	-	6,257	13,525	-	19,782
Used provisions during the Period	-	(7,320)	(82,724)	-	(90,044)
Balance at 30 June 2024	-	139,685	483,527	10,012	633,224

30 June 2024	Debit current accounts	Direct financing	Corporate Syndicated financing	Covered Cards	Total
Balance at beginning of the Period	148,911	2,971,440	560,780	8	3,681,139
Expected credit losses during the Period	30,885	21,595	280,105	(1)	332,584
Recoveries from written off loans	-	2,702	-	-	2,702
Used provisions during the Period	-	(7,127)	-	-	(7,127)
Foreign exchange translation differences	50,074	408,044	87,076	-	545,194
Balance at 30 June 2024	229,870	3,396,654	927,961	7	4,554,492

EGP (in thousands)					
31 December 2023	Debit current accounts	Covered Cards	Retail Personal financing	Mortgage Financing	Total
Balance at beginning of the year	-	56,138	574,267	2,060	632,465
Expected credit losses during the year	-	37,416	83,784	6,951	128,151
Recoveries from written off loans	-	13,881	12,238	-	26,119
Used provisions during the year	-	(18,066)	(142,587)	-	(160,653)
Balance at 31 December 2023	-	89,369	527,702	9,011	626,082

31 December 2023	Debit current accounts	Direct financing	Corporate Syndicated financing	Covered Cards	Total
Balance at beginning of the year	72,461	2,010,480	58,839	-	2,141,780
Expected credit losses during the year	76,450	870,939	501,941	8	1,449,338
Recoveries from written off loans	-	4,712	-	-	4,712
Used provisions during the year	-	(47,870)	-	-	(47,870)
Foreign exchange translation differences	-	133,179	-	-	133,179
Balance at 31 December 2023	148,911	2,971,440	560,780	8	3,681,139

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

17.FINANCIAL INVESTMENTS

17/1 Financial investments at fair value through other comprehensive income

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
<u>A) Treasury bonds - at Fair Value</u>		
Listed in stock exchange market	559,816	216,021
Total Treasury bonds	559,816	216,021
<u>B) Islamic Sukuk - at Fair Value</u>		
Listed in stock exchange market	247,983	151,943
Total Islamic Sukuk	247,983	151,943
<u>C) Government treasury bills - at Fair Value</u>		
Un-Listed in stock exchange market	1,140,337	11,032,003
Total Government treasury bills	1,140,337	11,032,003
<u>Detailed T-bills maturities as the following:</u>		
Treasury bills Within 91 days to maturity	1,975	8,008,000
Treasury bills Within 182 days to maturity	1,850	1,350,000
Treasury bills Within 273 days to maturity	5,225	535,250
Treasury bills Within 364 days to maturity	1,257,875	1,353,000
Total	1,266,925	11,246,250
Unearned revenues	(141,526)	(211,233)
Valuation differences of treasury bills at Fair Value	14,938	(3,014)
Net	1,140,337	11,032,003
<u>D) Equity instruments at Fair Value</u>		
Un-Listed in stock exchange market	342,052	267,329
Total equity instruments	342,052	267,329
<u>E) Mutual funds certificates at FV</u>		
Un-Listed in stock exchange market	32,581	29,547
Total mutual funds certificates	32,581	29,547
Total financial investments at FVOCI (1)	2,322,769	11,696,843

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

17. FINANCIAL INVESTMENTS – Continued

17/2 Financial investments at amortized cost

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
A) Government treasury bonds		
Listed in stock exchange market	20,282,147	16,849,807
Less: Expected Credit Losses	(103,748)	(40,754)
Total government treasury bonds	20,178,399	16,809,053
B) Government treasury bills		
Un-Listed in stock exchange market	7,048,062	5,184,182
Less: Expected Credit Losses	(120,083)	(38,632)
Total government treasury bills	6,927,979	5,145,550
Detailed T-bills maturities as the following:		
Treasury bills Within 273 days to maturity	-	575,000
Treasury bills Within 364 days to maturity	7,266,264	4,679,389
Total	7,266,264	5,254,389
Unearned revenues	(218,201)	(70,207)
Less: Expected Credit Losses	(120,083)	(38,632)
Net (1)	6,927,979	5,145,550
Repurchase Agreements		
Treasury bills sold with repurchase commitment	(8,673)	(21,319)
Total	(8,673)	(21,319)
Unearned revenues	(66)	(163)
Net (2)	(8,739)	(21,482)
Net (1+2)	6,919,240	5,124,068
Total financial investments at AC (2)	27,097,639	21,933,121
Total financial investments (1+2)	29,420,408	33,629,964
Non-profit bearing balances	374,633	296,876
Variable-profit bearing balances	996,959	398,158
Fixed-profit bearing balances	28,048,816	32,934,930
Total financial investments	29,420,408	33,629,964

Debt Instruments Expected Credit Losses movement	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Balance at the beginning of the Period/year	79,386	28,588
Net Expected Credit Losses during the Period/year	100,934	43,675
Foreign exchange translation differences	43,511	7,123
Total	223,831	79,386

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

17. FINANCIAL INVESTMENTS – Continued

17/3 Fair value measurement

- The Bank determines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between Market participants at the measurement date, taking into account when measuring the fair value the characteristics of the asset or liability in the event that market participants take into account the characteristics of the asset or liability. These characteristics are taken into account when pricing the asset and/or liability at the measurement date. These characteristics include the condition and location of the asset and the limitations on Selling or using the asset to view market participants.
- The bank uses the market approach to determine the fair value of financial assets and liabilities, considering that this approach uses prices and other relevant information Relevancy arising from market transactions involving assets or liabilities or a group of assets and liabilities, and that is identical or comparable. So may The Bank uses valuation techniques consistent with the market approach such as market multiples derived from comparable groups. And then it is necessary to choose The appropriate multiplier is within the scope of the use of subjective judgment, taking into account the quantitative and qualitative factors of the measurement.
- When it is not possible to rely on the market approach in determining the fair value of a financial asset or a financial liability, the bank uses the income approach to determine the value. fair value according to which future amounts such as cash flows or income and expenses are converted to a current (discounted) amount so that it reflects the Fair Value Current market expectations about future amounts.
- When it is not possible to rely on the market approach or the income approach in determining the fair value of a financial asset or a financial liability, the bank uses the cost approach in To replace the asset in its current condition (the current replacement cost), so that it reflects Determine the fair value so that the amount currently being demanded reflects the value The fair cost to a market participant as a buyer of acquiring an alternative asset with a similar benefit that a market participant as a buyer would not pay in The asset is more than the amount at which the benefit is exchanged for the asset.

-Level 1 - Level 1 inputs are quoted (unadjusted) prices in active markets for identical assets or liabilities that the bank can

Accessed in the measurement history.

-Level 2 - the second level inputs are all inputs other than the prices announced within the first level, and these inputs are

A note of the asset or liability, directly or indirectly.

-Level 3 - Level three inputs are the unobservable inputs of the asset or liability.

The following table shows the change in the methods for measuring the fair value of financial assets through OCI on June 30, 2024, from the comparative figures on December 31, 2023

	EGP (in thousands)			
30 June 2024	Level One	Level Two	Level Three	Total
Financial investments in debt instruments	807,799	1,140,337	-	1,948,136
Mutual funds certificates	-	-	32,581	32,581
Equity instruments	-	-	342,052	342,052
31 December 2023	Level One	Level Two	Level Three	Total
Financial investments in debt instruments	367,964	11,032,003	-	11,399,967
Mutual funds certificates	-	-	29,547	29,547
Equity instruments	-	-	267,329	267,329

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

18. INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES (NET)

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Investments in subsidiaries		
Cairo National Company for Brokerage and Securities	76,797	76,797
National Company for Trading and Development (Entad)	19,207	19,207
ADI Holding	4,980	4,980
ADI Capital	11,575	11,575
ADI Properties	13	13
ADIB Investment	-	4,900
ADI Finance	154,315	154,315
ADI MicroFinance	73,500	24,500
ADI Consumer Finance	98,000	98,000
ADI Taskeek	9,800	9,800
Total	448,187	404,087
Investments in associates		
Orient Takaful Insurance Company - Egypt	20,000	20,000
Total	20,000	20,000
Total financial investments in subsidiaries and associates	468,187	424,087
Impairment losses in financial investments in subsidiaries and associates	(7,482)	(7,482)
Net financial investments in subsidiaries and associates	460,705	416,605

- Financial investments in subsidiaries have been determined according to a study carried out by the bank to identify companies in which the bank has, directly and indirectly, the ability to control their financial and operational policies.
- The board of directors of the bank approved in March 2021 the establishment of Abu Dhabi Islamic Microfinance Company - under establishment, with a paid-up capital of 25 million Egyptian pounds (represented by 2.5 million shares with a nominal value of 10 Egyptian pounds per share). Additionally, the extraordinary general assembly of Abu Dhabi Islamic Microfinance Company approved on October 4, 2023, an increase in the issued capital through the issuance of 5,000,000 shares at a value of 50,000,000 pounds, with subscription limited to existing shareholders at the nominal value of the share, which is 10 pounds per share.
- Based on the decision of the bank's board of directors on July 8, 2021, and the approval of the Central Bank on July 24, 2021, the procedures for establishing ADI Taskeek Company began. The paid-up capital reached 10 million pounds in May 2023, represented by 1 million shares with a nominal value of 10 pounds per share, with the bank's contribution reaching 98%.
- The impairment losses include the dissolution of financial investments in subsidiaries and associate companies, amounted by 7,482 thousand Egyptian pounds, primarily as follows:
 - The impairment of Cairo National Investment and Securities Company amounted to 2,502 thousand Egyptian pounds due to a decline in the share price from 11.30 to 10.93 Egyptian pounds according to a fair value study.
 - The impairment of Abu Dhabi Holding for Financial Investments amounted to 4,980 thousand Egyptian pounds according to the latest fair value study.
- On March 24, 2024, the ordinary general assembly of ADIB investment company was held to discuss the liquidation of the company's assets and the distribution of deposited balances and their returns to the shareholders.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

19. FIXED ASSETS (Net of accumulated depreciation)

					EGP (in thousands)
	& Lands Premises	& Machinery Equipment	Renovations	Other Assets	Total
30 June 2024					
Cost	161,259	11,328	371,237	987,619	1,531,443
Accumulated Depreciation	(61,068)	(6,409)	(151,736)	(664,011)	(883,224)
Net Book Value	100,191	4,919	219,501	323,608	648,219
Net Book Value at the beginning of the Period	102,883	5,027	221,545	306,722	636,177
Additions	-	433	6,798	56,626	63,857
Disposals	(274)	-	-	-	(274)
Depreciation charge for the Period	(2,692)	(541)	(8,842)	(39,740)	(51,815)
Disposals' Accumulated Depreciation	274	-	-	-	274
Net Book Value	100,191	4,919	219,501	323,608	648,219

					EGP (in thousands)
	& Lands Premises	Machinery & Equipment	Renovations	Other Assets	Total
31 December 2023					
Cost	161,533	10,895	364,439	930,993	1,467,860
Accumulated Depreciation	(58,650)	(5,868)	(142,894)	(624,271)	(831,683)
Net Book Value	102,883	5,027	221,545	306,722	636,177
Net Book Value at the beginning of the year	114,777	5,696	234,995	130,486	485,954
Additions	-	360	3,953	228,183	232,496
Disposals	(11,061)	-	-	(9,873)	(20,934)
Depreciation charge for the year	(5,512)	(1,029)	(17,403)	(51,420)	(75,364)
Disposals' Accumulated Depreciation	4,679	-	-	9,346	14,025
Net Book Value	102,883	5,027	221,545	306,722	636,177

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

20. DUE TO BANKS

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Current Accounts	814,286	357,802
Deposits	8,981,666	6,121,040
Total	9,795,952	6,478,842
Local Banks	481,079	4,384
Foreign Banks	9,314,873	6,474,458
Total	9,795,952	6,478,842
Non-profit bearing balances	814,286	357,802
Variable profit bearing balances	8,981,666	6,121,040
Total	9,795,952	6,478,842

21. CUSTOMERS' DEPOSITS

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Demand deposits	54,546,954	45,666,977
Time and call deposits	51,775,751	34,140,019
Saving and deposit certificates	37,086,277	32,858,686
Saving deposits	15,765,615	10,612,357
Other deposits	4,227,036	3,849,464
Total	163,401,633	127,127,503
Corporate deposits	91,058,378	69,408,517
Retail deposits	72,343,255	57,718,986
Total	163,401,633	127,127,503
Non-profit bearing balances	18,746,799	15,219,394
Fixed profit bearing balances	144,654,834	111,908,109
Total	163,401,633	127,127,503

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

22. Subordinated financing

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Subordinated Financing without coupon*	1,657,717	1,052,617
Subordinated Financing with coupon**	3,842,424	2,471,448
Total	5,500,141	3,524,065
<u>Subordinated Financing without coupon*</u>		
Balance at the beginning of the financial period	1,052,617	821,667
Subordinated financing cost using effective interest rate method	21,007	26,735
Foreign currency translation differences	584,093	204,215
Total	1,657,717	1,052,617

***Subordinated Financing with no coupon**

The subordinated financing without interest represents an amount of 39 million US dollars granted by the Abu Dhabi Islamic Bank, the UAE, under a framework agreement for the agency with investment for a period of 6 years, starting from December 27, 2012, and in 2016 a supplementary agreement was concluded for the support financing contract by extending the term of the contract to end on December 27, 2023. On March 30, 2022, another supplementary agreement was concluded for the support financing contract, by extending the contract term to end on March 29, 2029 instead of December 27, 2023. The bank recorded the supporting financing at the current value using a discount rate of 3.25%, and these supplementary agreements resulted in the loading of equity net The amount of 12.465 thousand Egyptian pounds, which represents the difference between the nominal value and the present value of the financing at the date of the term extension agreement.

This agreement also resulted in an expected profit for the agent of 6.25% of the investment amount.

****Subordinated Financing with coupon**

Abu Dhabi Islamic Bank – UAE

** On 29 September 2016 the bank was granted an additional subordinated financing of USD 9mn from Abu Dhabi Islamic Bank-UAE under Wakala investment agreement for 7 years starting from 29 September 2016 with a profit rate equals to 6.50% from the investment amount, which is not significantly different from the market discount rate.

**On 28 March 2019, the bank was granted an additional subordinated financing of USD 30mn from Abu Dhabi Islamic Bank-UAE under Wakala investment agreement for 7 years starting from 28 March 2019 with a profit rate equals 9.88% from the investment amount, which is not significantly different from the market discount rate.

International Finance Corporation

Abu Dhabi Islamic Bank - Egypt has signed a supportive financing agreement compatible with the principles of Islamic law with the International Finance Corporation, with a Murabaha system, at a value of 50 million USD, and the financing period is 5 years, starting from the date of July 7, 2023, which aims to support the bank's capital and the strength of its financial position.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

23. OTHER PROVISIONS

	EGP (in thousands)			
	Provisions for Potential Claims	Tax Provision	Provision for Contingent Liabilities	Total
30 June 2024				
Balance at beginning of the Period	68,646	42,626	952,043	1,063,315
Charged during the Period	1,524	650	124,343	126,517
Provisions no longer required	(302)	-	(66,823)	(67,125)
Used provision during the Period	(1,339)	(4,265)	-	(5,604)
Foreign exchange translation differences	-	-	187,546	187,546
Balance at 30 June 2024	68,530	39,011	1,197,109	1,304,649
	Provisions for Potential Claims	Tax Provision	Provision for Contingent Liabilities	Total
31 December 2023				
Balance at beginning of the year	14,711	40,588	679,606	734,905
Charged during the year	56,840	5,133	254,554	316,527
Provisions no longer required	(101)	-	(64,304)	(64,405)
Used provision during the year	(2,804)	(3,095)	-	(5,899)
Foreign exchange translation differences	-	-	82,187	82,187
Balance at 31 December 2023	68,646	42,626	952,043	1,063,315

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

24. CAPITAL

24.1 The Authorized Capital

- The authorized capital amounted to EGP 10 billion (December 31, 2023: EGP 7 billion).

24.2 Issued and paid up capital

- The issued and paid-up capital amounted to 6 billion Egyptian pounds (represented by 600 million shares with a nominal value of 10 Egyptian pounds per share) (December 31, 2023: 5 billion Egyptian pounds).

Shareholder Name	30 June 2024			31 December 2023		
	Number of Shares	Nominal Value of Shares	Nominal Value of Shares	Number of Shares	Nominal Value of Shares	Nominal Value of Shares
Abu Dhabi Islamic Bank	319,225,034	3,192,250,340	53.2%	266,020,862	2,660,208,620	53.2%
Emirates International Investment co.	80,648,000	806,480,000	13.4%	67,206,667	672,066,670	13.4%
Respond Investment	31,167,205	311,672,050	5.2%	25,972,671	259,726,710	5.2%

25. RESERVES

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Legal Reserve	477,943	255,491
General Reserve	54,955	54,955
Special Reserve	17,165	17,165
Capital Reserve	46,304	4,748
General Risk Reserve	158,088	158,088
Fair value reserve	249,509	178,049
Total reserves at the end of the Period/year	1,003,964	668,496

26. Contingent Liabilities and Commitments

	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Letters of Credit (import / export)	10,158,488	3,971,484
Letters of guarantee	25,337,247	20,480,992
Acceptance Letter	3,188,860	1,677,299
Financial guarantees	4,467,411	2,584,024
Total	43,152,006	28,713,799

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

27. RELATED PARTIES TRANSACTIONS

Transactions balances with related parties included through the year are as follows:

Relationship Nature	Account Nature	Transaction Nature	30 June 2024 EGP (in thousands)	31 December 2023 EGP (in thousands)
Major Shareholders	Assets	Due from banks	9,291	1,257
Major Shareholders	Assets	Other Assets	67,729	58,592
Major Shareholders	Liabilities	Subordinated financing	3,098,626	1,979,410
Major Shareholders	Liabilities	Due to banks	213,395	48,199
Major Shareholders	Liabilities	Management fees	246,083	200,838
Major Shareholders	Liabilities	Other Liabilities	4,956,286	3,798,573
Major Shareholders	Shareholders equity	Difference between face value and present value for subordinated financing	27,710	30,435
Subsidiaries Companies	Assets	Other Assets	112,438	55,047
Subsidiaries Companies	Liabilities	provision for impairment of other assets	4,472	3,638
Subsidiaries Companies	Assets	Financing and facilities to customers	714,524	589,088
Subsidiaries Companies	Assets	Expected Credit Losses	-	-
Subsidiaries Companies	Liabilities	Customers deposits	128,038	174,850
Associates Companies	Liabilities	Customers deposits	343,746	137,440

The related parties transactions during the period are represented as follows:

Relationship Nature	Account Nature	Transaction Nature	30 June 2024 EGP (in thousands)	30 June 2023 EGP (in thousands)
Major Shareholders	Expenses	Cost of subordinated financing with no coupon using EIR method	(83,448)	(13,283)
Major Shareholders	Expenses	Cost of subordinated financing with coupon	(51,350)	(101,776)
Major Shareholders	Expenses	Cost of deposits and current accounts paid to banks	(155,396)	-
Subsidiaries Companies	Revenues	Other operating income	62	62
Subsidiaries Companies	Revenues	Income from Murabaha, Musharaka, Mudaraba and other similar income	61,446	31,050
Subsidiaries Companies	Expenses	Cost of deposits and similar expenses	(6,193)	(5,283)
Subsidiaries Companies	Expenses	Fees and commissions expenses	(22)	(71)
Subsidiaries Companies	Expenses	Expected Credit Losses Charge	1,977	(91,547)

*Wages, salaries and in kind benefits on June 30, 2024 shall include an amount of 39,261 thousand Egyptian pounds (June 30,2023 : 30,673 thousand Egyptian pounds) which shall represent the total amount of the largest twenty employees' remuneration, salaries and benefits in the bank combined.

Abu Dhabi Islamic Bank (ADIB) – Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Notes to Condensed Separate Interim Financial Statements for The Period Ended 30 June 2024

28. SIGNIFICANT EVENTS

Economic factors

- In order to support the goal of price stability, the Monetary Policy Committee (MPC) decided to raise the overnight deposit and lending interest rates and the Central Bank's main operation rate. By 200 basis points on February 4, 2024, reaching 21.25%, 22.25%, and 21.75%, respectively. Then, on March 6, 2024, the Monetary Policy Committee of the Central Bank of Egypt decided to raise the overnight deposit and lending rates and the Central Bank's main operation rate by 600 basis points to reach 27.25%, 28.25% and 27.75%, respectively. The credit and discount rates were also raised by 600 basis points to reach 27.75%. in addition to Liberation of Exchange Rates
- Moody's credit rating agency announced a positive adjustment to its outlook for Egypt's credit rating while maintaining the credit rating at "Caa1".
- Fitch and S&P credit rating agency announced a positive adjustment to its outlook for Egypt's credit rating while maintaining the credit rating at "B-".