

**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 September 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**

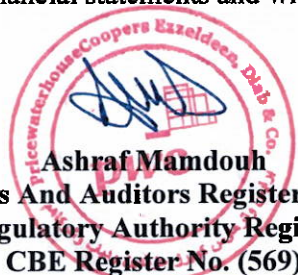
We have performed a limited review on the accompanying condensed interim separate statement of financial position of Abu Dhabi Islamic Bank - Egypt "S.A.E" (the "Bank") as of 30 September 2024 and the related condensed interim separate statements of income, comprehensive income, cash flows and changes in equity for the Nine 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.



**Ashraf Mamdouh**

**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**

**Auditors**



**Hoda 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**

# Abu Dhabi Islamic Bank– Egypt – S.A.E

Translation of Financial Statements originally issued in Arabic

Condensed Interim Separate Financial Position as at 30 September 2024

|   | Note No | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|---|---------|---|--|
| <b>Assets</b>   |         |   |  |
| Cash and due from Central Bank  | 13      | 16,659,355                              | 9,985,375                              |
| Due from banks  | 14      | 90,343,367                              | 48,589,847                             |
| Financing and facilities to banks (after deducting expected credit losses)              | 15      | 2,409,653                               | -                                      |
| Conventional financing to customers (after deducting expected credit losses)            | 16      | 23,346                                  | 16,305                                 |
| Financing and facilities to customers (after deducting expected credit losses)*         | 16      | 89,500,562                              | 64,085,332                             |
| Pre-Promised forward exchange contracts   |         | 15,087                                  | 34                                     |
| <b>Financial Investments</b>  |         |   |  |
| - Financial investments at FVOCI  | 1/17    | 2,431,822                               | 11,696,843                             |
| - Financial investments at amortized cost   | 2/17    | 30,248,253                              | 21,933,121                             |
| Investments in subsidiaries and associates (net)  | 18      | 558,705                                 | 416,605                                |
| Intangible assets (net of accumulated amortization)                                     |         | 19,064                                  | 25,570                                 |
| Other assets*   |         | 4,509,653                               | 3,097,004                              |
| Fixed assets (net of accumulated depreciation)  | 19      | 674,137                                 | 636,177                                |
| Deferred tax assets   |         | 262,615                                 | 164,375                                |
| <b>Total assets</b>   |         | <b>237,655,419</b>                      | <b>160,646,588</b>                     |
| <b>Liabilities and equity</b>   |         |   |  |
| <b>Liabilities</b>  |         |   |  |
| Due to banks  | 20      | 13,801,211                              | 6,478,842                              |
| Customers' deposits   | 21      | 184,217,737                             | 127,127,503                            |
| Pre-Promised forward exchange contracts   |         | 34,832                                  | 3,450                                  |
| Subordinated Financing  | 22      | 5,541,150                               | 3,524,065                              |
| Other liabilities   |         | 10,244,751                              | 6,724,803                              |
| Current income tax liability  |         | 2,036,840                               | 1,507,598                              |
| Other provisions  | 23      | 1,299,582                               | 1,063,315                              |
| Defined benefits obligations  |         | 351,406                                 | 287,359                                |
| <b>Total liabilities</b>  |         | <b>217,526,309</b>                      | <b>146,716,935</b>                     |
| <b>Equity</b>   |         |   |  |
| Issued & Paid up Capital  | 2/24    | 6,000,000                               | 5,000,000                              |
| Reserves  | 25      | 979,986                                 | 668,496                                |
| Difference between face value and present value for Reduced Cost subordinated financing |         | 26,335                                  | 30,435                                 |
| Retained earnings   |         | 13,122,789                              | 8,230,722                              |
| <b>Total equity</b>   |         | <b>20,129,110</b>                       | <b>13,929,653</b>                      |
| <b>Total liabilities and equity</b>   |         | <b>237,655,419</b>                      | <b>160,646,588</b>                     |

The Limited Review Report is attached

The accompanying notes from (1) to (29) are integral part of these financial statements.

\*The comparative figures have been modified to reflect the appropriate classification of the items referred to in Note No (28)

Mohamed Aly

Chief Executive Officer and  
Managing Director



Mohamed Shawky

Chief Financial Officer

Cairo on November 7, 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 September 2024

|   | Note     | Nine months ended<br>30 September 2024 | Nine months ended<br>30 September 2023 | Three months ended<br>30 September 2024 | Three months ended<br>30 September 2023 |
|---|----------|--|--|---|---|
|   | No       | EGP (in thousands)                     | EGP (in thousands)                     | EGP (in thousands)                      | EGP (in thousands)                      |
| Income from Murabaha, Musharaka, Mudaraba and similar income      |          | 25,655,711                             | 13,340,423                             | 10,088,585                              | 5,187,116                               |
| Cost of deposits and similar costs                                |          | (14,813,102)                           | (7,194,791)                            | (6,171,921)                             | (2,874,390)                             |
| <b>Net Income from funds</b>                                      | <b>6</b> | <b>10,842,609</b>                      | <b>6,145,632</b>                       | <b>3,916,664</b>                        | <b>2,312,726</b>                        |
| Fees and commissions income                                       |          | 1,931,153                              | 1,479,154                              | 651,558                                 | 514,545                                 |
| Fees and commissions expenses                                     |          | (484,484)                              | (260,411)                              | (143,990)                               | (117,333)                               |
| <b>Net fees and commission income</b>                             | <b>7</b> | <b>1,446,669</b>                       | <b>1,218,743</b>                       | <b>507,568</b>                          | <b>397,212</b>                          |
| Dividend Income   |          | 1,025                                  | 4,247                                  | 96                                      | -                                       |
| Net trading income  | 8        | 532,325                                | 231,766                                | 130,822                                 | 28,933                                  |
| Administrative expenses   | 9        | (1,749,956)                            | (1,280,466)                            | (626,316)                               | (445,270)                               |
| Other operating expenses  | 10       | (480,453)                              | (461,353)                              | (186,572)                               | (76,313)                                |
| Expected credit losses  | 11       | (1,500,158)                            | (1,066,457)                            | (758,658)                               | (424,185)                               |
| <b>profit for the Period before tax</b>                           |          | <b>9,092,061</b>                       | <b>4,792,112</b>                       | <b>2,983,604</b>                        | <b>1,793,103</b>                        |
| Income tax expense  | 12       | (2,439,229)                            | (1,370,420)                            | (822,720)                               | (458,925)                               |
| <b>Net profit for the Period</b>                                  |          | <b>6,652,832</b>                       | <b>3,421,692</b>                       | <b>2,160,884</b>                        | <b>1,334,178</b>                        |
| <b>Basic earning per share in net profit for the Period (EGP)</b> |          | <b>10.86</b>                           | <b>6.78</b>                            | <b>3.53</b>                             | <b>2.64</b>                             |

The accompanying notes from (1) to (29) 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 September 2024

|   | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>EGP (in thousands) |
|---|--|--|---|---|
| Net profit for the Period   | 6,652,832  | 3,421,693  | 2,160,884   | 1,334,179   |
| <u>Items that are not reclassified to the profit and losses:</u>  |  |  |   |   |
| Change in fair value reserve of equity instruments at fair value through other comprehensive income               | 46,331   | 16,680   | 3,234   | 980   |
| Deferred tax related to items that are not reclassified to the profit or loss                                     | (10,424)   | (3,752)  | (728)   | (220)   |
| <u>Items that are reclassified to profits and losses:</u>   |  |  |   |   |
| Change in fair value reserve of debt instruments at fair value through other comprehensive income                 | 12,701   | (8,755)  | (34,310)  | (11,954)  |
| Expected credit loss for fair value of debt Instruments measured at fair value through other comprehensive income | 2,180  | 1,198  | 182   | -   |
| Deffered tax related to items that are reclassified to the profits and losses                                     | (3,305)  | 1,970  | 7,936   | 2,690   |
| Total other comprehensive income/(loss) for the Period , net of tax   | 47,483   | 7,341  | (23,686)  | (8,505)   |
| Total comprehensive income for the Period , net of tax  | 6,700,315  | 3,429,034  | 2,137,198   | 1,325,674   |

The accompanying notes from (1) to (29) 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 September 2024

|  | Note No. | 30 September 2024<br>EGP (in thousands) | 30 September 2023<br>EGP (in thousands) |
|--|----------|---|---|
| <b>Cash flows from operating activities</b>  |          |   |   |
| profit for the Period before tax   |          | 9,092,061                               | 4,792,112                               |
| <b>Adjustments to reconcile profits with cash flows from operating activities</b>                          |          |   |   |
| Depreciation and Amortization of fixed and intangible assets   |          | 92,595                                  | 61,441                                  |
| Charge /(release) impairment loss of financing and facilities to customers                                 | 11       | 1,410,474                               | 1,047,611                               |
| Charge /(release) impairment loss of financing and facilities to banks                                     | 11       | 5,188                                   | -                                       |
| Collections of loans previously written-off  | 16       | 34,265                                  | 20,404                                  |
| Charge /(release) other provisions   | 23       | 391,043                                 | 120,692                                 |
| Provisions no longer required other than financing provision   | 23       | (342,663)                               | (64,868)                                |
| Provisions used other than financing provision   | 23       | (6,186)                                 | (4,926)                                 |
| Bonds' premium / discount amortization   |          | (805,500)                               | (149,947)                               |
| Foreign currency valuation differences of financing provisions in foreign currencies                       | 16       | 553,224                                 | 132,874                                 |
| Foreign currency valuation differences of provisions in foreign currencies other than financing provisions | 23       | 194,073                                 | 78,769                                  |
| Foreign currency revaluation of due from banks provisions  | 14       | 7,330                                   | 377                                     |
| Foreign currency valuation differences of financial investments at FVOCI in foreign currencies             |          | (109,716)                               | (12,443)                                |
| Foreign currency valuation differences for financial instruments balances in foreign currencies at AC      |          | (2,535,863)                             | 194                                     |
| Foreign currency valuation differences of financial instrument at AC's provisions                          |          | 43,944                                  | 7,090                                   |
| Foreign currency valuation differences of subordinated financing - With coupon                             |          | 1,392,112                               | 1,561,829                               |
| Foreign currency valuation differences of subordinated financing - Reduced Cost                            | 22       | 593,211                                 | 204,223                                 |
| Foreign currency valuation differences of subordinated financing - Reduced Cost - Equity                   |          | 27,662                                  | 15,992                                  |
| Gain / (Losses) from valuation of Pre-Promised forward exchange contracts                                  |          | 29,469                                  | (3,675)                                 |
| (Release) / Charge impairment loss of due from banks   | 11       | 6,619                                   | 8,243                                   |
| (Release) / Charge impairment losses of financial investments at FVOCI                                     | 11       | (2,180)                                 | 1,198                                   |
| Charge /(release) of impairment losses of financial investments at AC                                      | 11       | 80,057                                  | 9,405                                   |
| Charge Impairment Loss of other assets   | 10       | 961                                     | 4,194                                   |
| Gain on sale of fixed assets   | 10       | (8,750)                                 | (41,556)                                |
| Dividends income from equity instruments at FVOCI  |          | (1,025)                                 | (4,247)                                 |
| Amortization of subordinated financing using EIR method  | 22       | 31,762                                  | 19,988                                  |
| <b>Operating profits before changes in assets and liabilities resulting from operating activities</b>      |          | 10,174,167                              | 7,804,974                               |
| <b>Net change in assets and liabilities</b>  |          |   |   |
| Due from banks with maturity more than 90 days   |          | (9,169,626)                             | 2,471,142                               |
| Treasury bills with maturity more than 90 days   |          | 285,356                                 | (4,168,982)                             |
| Financing and facilities to customers and banks*   | 16       | (29,834,959)                            | (6,148,725)                             |
| Other assets*  |          | (1,409,367)                             | (806,111)                               |
| Due to banks   | 20       | 7,322,369                               | 6,226,609                               |
| Customers' deposits  | 21       | 57,090,234                              | 17,567,417                              |
| Pre-Promised forward exchange contracts  |          | (13,140)                                | 10,426                                  |
| Other liabilities  |          | 3,519,949                               | 1,054,134                               |
| Employees' Benefits obligations  |          | 64,047                                  | 27,808                                  |
| Income tax paid  |          | (2,023,156)                             | (818,173)                               |
| <b>Net Cash Flow generated from Operating Activities</b>   |          | 36,005,874                              | 23,220,519                              |

# 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 September 2024– Continued

|  | Note No. | 30 September 2024<br>EGP (in thousands) | 30 September 2023<br>EGP (in thousands) |
|--|----------|---|---|
| <b>Cash flows from investing activities</b>                                  |          |   |   |
| Payments for purchase of fixed assets and branches fixtures                  | 19       | (117,784)                               | (83,341)                                |
| Proceeds from sale of fixed assets   |          | 8,750                                   | 48,467                                  |
| Payments for purchase of intangible assets                                   |          | (6,265)                                 | (250)                                   |
| Payments for purchase of financial investments at FVOCI                      |          | (821,799)                               | (611,368)                               |
| Proceeds from recovery of financial investments at FVOCI                     |          | -                                       | 355,826                                 |
| Payments to purchase of financial investments at amortized cost              |          | (7,946,735)                             | (3,119,108)                             |
| Proceeds from recovery of financial investments at amortized cost            |          | 4,848,701                               | 4,380,487                               |
| Payments to purchase of investments in subsidiaries and associates           |          | (147,000)                               | (9,800)                                 |
| Proceeds from recovery of investments in subsidiaries and associates         |          | 4,900                                   | -                                       |
| Proceeds from dividends income   |          | 1,025                                   | 4,247                                   |
| <b>Net Cash flows (used in) generated from Investing activities</b>          |          | <b>(4,176,207)</b>                      | <b>965,160</b>                          |
| <b>Cash flows from financing activities</b>                                  |          |   |   |
| Issued and Paid-up Capital   |          | -                                       | 1,000,000                               |
| General Reserve  |          | -                                       | 3,584                                   |
| Dividends paid   |          | (528,520)                               | (303,138)                               |
| <b>Net cash flows (used in) generated from financing activities</b>          |          | <b>(528,520)</b>                        | <b>700,446</b>                          |
| <b>Net increase in cash and cash equivalent during the Period</b>            |          | <b>31,301,147</b>                       | <b>24,886,125</b>                       |
| Cash and cash equivalents at the beginning of the Period                     |          | 55,074,429                              | 16,130,675                              |
| <b>Cash and cash equivalents at the end of the Period</b>                    |          | <b>86,375,576</b>                       | <b>41,016,800</b>                       |
| <b>Cash and cash equivalents comprise</b>                                    |          |   |   |
| Cash and due from Central Bank of Egypt                                      | 13       | 16,659,355                              | 11,166,103                              |
| Due from banks   | 14       | 90,370,559                              | 40,082,177                              |
| Treasury bills   |          | 7,941,684                               | 11,597,773                              |
| Central Bank of Egypt Reserve  |          | (19,822,361)                            | (10,231,880)                            |
| Due from banks with maturity more than three months from date of acquisition |          | (869,301)                               | -                                       |
| Treasury bills with maturity more than three months from date of acquisition |          | (7,904,360)                             | (11,597,373)                            |
| <b>Cash and cash equivalents at the end of the Period</b>                    |          | <b>86,375,576</b>                       | <b>41,016,800</b>                       |

The accompanying notes from (1) to (29) are integral part of these financial statements.

\*The comparative figures have been modified to reflect the appropriate classification of the items referred to in Note No (28)

# 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 September 2024

|   | EGP (in thousands) |                    |                  |                    |                    |                                       |                            |                       |  |                      |                   |
|---|--------------------|--------------------|------------------|--------------------|--------------------|---------------------------------------|----------------------------|-----------------------|--|----------------------|-------------------|
|   | Paid<br>up capital | Capital<br>Reserve | Legal<br>reserve | General<br>reserve | Special<br>reserve | General<br>banking<br>risk<br>reserve | General<br>risk<br>reserve | Fair value<br>reserve | Difference<br>between face<br>value and<br>present value<br>for Reduced<br>Cost<br>subordinated<br>financing | Retained<br>earnings | Total             |
| <b>30 September 2023</b>  |                    |                    |                  |                    |                    |                                       |                            |                       |  |                      |                   |
| <b>Balance at 1 January 2023</b>  | 4,000,000          | 4,063              | 149,239          | 51,371             | 17,165             | 9,062                                 | 158,088                    | 83,878                | 35,780   | 4,114,422            | <b>8,623,068</b>  |
| Transferred to reserve accounts   | -                  | 685                | 106,252          | -                  | -                  | (9,062)                               | -                          | -                     | -  | (97,875)             | -                 |
| Dividends distributions to employees, board members and the banking system development fund   | -                  | -                  | -                | -                  | -                  | -                                     | -                          | -                     | -  | (303,138)            | <b>(303,138)</b>  |
| Net change in other comprehensive income items  | -                  | -                  | -                | -                  | -                  | -                                     | -                          | 7,341                 | -  | -                    | <b>7,341</b>      |
| Amortization of the difference between face value and present value of subordinated financing | -                  | -                  | -                | -                  | -                  | -                                     | -                          | -                     | (3,996)  | 19,988               | <b>15,992</b>     |
| Capital Increase  | 1,000,000          | -                  | -                | 3,584              | -                  | -                                     | -                          | -                     | -  | -                    | <b>1,003,584</b>  |
| Net profit for the Period   | -                  | -                  | -                | -                  | -                  | -                                     | -                          | -                     | -  | 3,421,692            | <b>3,421,692</b>  |
| <b>Balance at 30 September 2023</b>   | <b>5,000,000</b>   | <b>4,748</b>       | <b>255,491</b>   | <b>54,955</b>      | <b>17,165</b>      | <b>-</b>                              | <b>158,088</b>             | <b>91,219</b>         | <b>31,784</b>  | <b>7,155,089</b>     | <b>12,768,539</b> |
| <b>30 September 2024</b>  |                    |                    |                  |                    |                    |                                       |                            |                       |  |                      |                   |
| <b>Balance at 1 January 2024</b>  | 5,000,000          | 4,748              | 255,491          | 54,955             | 17,165             | -                                     | 158,088                    | 178,049               | 30,435   | 8,230,722            | <b>13,929,653</b> |
| Transferred to reserve accounts   | -                  | 41,556             | 222,451          | -                  | -                  | -                                     | -                          | -                     | -  | (264,007)            | -                 |
| Dividends distributions to employees, board members and the banking system development fund   | -                  | -                  | -                | -                  | -                  | -                                     | -                          | -                     | -  | (528,520)            | <b>(528,520)</b>  |
| Net change in other comprehensive income items  | -                  | -                  | -                | -                  | -                  | -                                     | -                          | 47,483                | -  | -                    | <b>47,483</b>     |
| Amortization of the difference between face value and present value of subordinated financing | -                  | -                  | -                | -                  | -                  | -                                     | -                          | -                     | (4,100)  | 31,762               | <b>27,662</b>     |
| Shareholders distributions (bonus Issue)  | 1,000,000          | -                  | -                | -                  | -                  | -                                     | -                          | -                     | -  | (1,000,000)          | -                 |
| Net profit for the Period   | -                  | -                  | -                | -                  | -                  | -                                     | -                          | -                     | -  | 6,652,832            | <b>6,652,832</b>  |
| <b>Balance at 30 September 2024</b>   | <b>6,000,000</b>   | <b>46,304</b>      | <b>477,942</b>   | <b>54,955</b>      | <b>17,165</b>      | <b>-</b>                              | <b>158,088</b>             | <b>225,532</b>        | <b>26,335</b>  | <b>13,122,789</b>    | <b>20,129,110</b> |

The accompanying notes from (1) to (29) 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 September 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 2,426 employees on the date of the financial statements.

These condensed interim separate financial statements for the period ended September 30, 2024 were approved by the Board of Directors on November 7, 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 RISK 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 September 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 September 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 |
| <b>Financing and facilities</b> |                                       |                                    |  |                                       |                                    |  |
| Stage 1                         | 87,828,937                            | 2,414,725                          | 90,243,662   | 63,080,357                            | -                                  | 63,080,357   |
| Stage 2                         | 5,735,225                             | -                                  | 5,735,225  | 4,393,105                             | -                                  | 4,393,105  |
| Stage 3                         | 2,130,067                             | -                                  | 2,130,067  | 935,396                               | -                                  | 935,396  |
| <b>Total</b>                    | <b>95,694,229</b>                     | <b>2,414,725</b>                   | <b>98,108,954</b>                                      | <b>68,408,858</b>                     | <b>-</b>                           | <b>68,408,858</b>                                      |
| Less:                           |                                       |                                    |  |                                       |                                    |  |
| Expected Credit Losses          | (6,170,321)                           | (5,072)                            | (6,175,393)  | (4,307,221)                           | -                                  | (4,307,221)  |
| <b>Net</b>                      | <b>89,523,908</b>                     | <b>2,409,653</b>                   | <b>91,933,561</b>                                      | <b>64,101,637</b>                     | <b>-</b>                           | <b>64,101,637</b>                                      |

- During the period ended September 30, 2024, the Bank's portfolio of financing and facilities increased by 43.42% (December 31, 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 September 2024

#### 3.FINANCIAL RISK MANAGEMENT- Continued

##### 3/1/2 Financing and facilities to customers

The following table shows the changes in the balances of financing and facilities between the three stages:

|  | EGP (in thousands)  |                      |                      |                   |                     |                      |                      |                   |
|--|---------------------|----------------------|----------------------|-------------------|---------------------|----------------------|----------------------|-------------------|
|  | 30 September 2024   |                      |                      |                   | 31 December 2023    |                      |                      |                   |
|  | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total             | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total             |
| <b>Retail</b>  |                     |                      |                      |                   |                     |                      |                      |                   |
| Balances of financing and facilities as of January 1, 2023   | 17,370,313          | 458,366              | 394,199              | 18,222,878        | 13,233,531          | 510,051              | 647,475              | 14,391,057        |
| Transferred from stage 1                                     | (433,423)           | 359,989              | 73,434               | -                 | (415,805)           | 330,209              | 85,596               | -                 |
| Transferred from stage 2                                     | 65,088              | (111,976)            | 46,888               | -                 | 76,988              | (129,461)            | 52,473               | -                 |
| Transferred from stage 3                                     | 2,456               | 190                  | (2,646)              | -                 | 4,074               | 781                  | (4,855)              | -                 |
| Re-measurement Impact  | (2,915,233)         | (100,662)            | (39,436)             | (3,055,331)       | (2,674,525)         | (129,718)            | (108,054)            | (2,912,297)       |
| Financial assets purchased during the period/year            | 11,778,798          | 77,802               | 7,797                | 11,864,397        | 10,130,536          | 121,169              | 11,606               | 10,263,311        |
| Financial assets disposed of/paid off during the period/year | (2,036,486)         | (204,020)            | (37,803)             | (2,278,309)       | (2,984,486)         | (244,665)            | (129,389)            | (3,358,540)       |
| Used provisions during the period/year                       | -                   | -                    | (127,748)            | (127,748)         | -                   | -                    | (160,653)            | (160,653)         |
| <b>Balance of Financing and Facilities</b>                   | <b>23,831,513</b>   | <b>479,689</b>       | <b>314,685</b>       | <b>24,625,887</b> | <b>17,370,313</b>   | <b>458,366</b>       | <b>394,199</b>       | <b>18,222,878</b> |

|  | EGP (in thousands)  |                      |                      |                   |                     |                      |                      |                   |
|--|---------------------|----------------------|----------------------|-------------------|---------------------|----------------------|----------------------|-------------------|
|  | 30 September 2024   |                      |                      |                   | 31 December 2023    |                      |                      |                   |
|  | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total             | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total             |
| <b>Corporate</b>   |                     |                      |                      |                   |                     |                      |                      |                   |
| Balances of financing and facilities as of January 1, 2023   | 45,710,044          | 3,934,739            | 541,197              | 50,185,980        | 41,586,491          | 3,139,829            | 560,021              | 45,286,341        |
| Transferred from stage 1                                     | (1,752,432)         | 1,725,063            | 27,369               | -                 | (1,453,720)         | 1,418,223            | 35,497               | -                 |
| Transferred from stage 2                                     | 27,065              | (806,264)            | 779,199              | -                 | 312,892             | (324,822)            | 11,930               | -                 |
| Transferred from stage 3                                     | 6,447               | -                    | (6,447)              | -                 | 26,943              | -                    | (26,943)             | -                 |
| Re-measurement Impact  | (937,371)           | (226,264)            | 480,751              | (682,884)         | (488,286)           | (207,539)            | (26,861)             | (722,686)         |
| Foreign exchange translation differences                     | 7,205,625           | 736,400              | 160                  | 7,942,185         | 2,562,802           | 358,936              | 1,226                | 2,922,964         |
| Financial assets purchased during the period/year            | 34,476,682          | 350,365              | 17                   | 34,827,064        | 26,881,998          | 1,145,173            | 9,660                | 28,036,831        |
| Financial assets disposed of/paid off during the period/year | (20,738,635)        | (458,502)            | 249                  | (21,196,888)      | (23,719,076)        | (1,595,061)          | 24,537               | (25,289,600)      |
| Used provisions during the period/year                       | -                   | -                    | (7,115)              | (7,115)           | -                   | -                    | (47,870)             | (47,870)          |
| <b>Balance of Financing and Facilities</b>                   | <b>63,997,425</b>   | <b>5,255,537</b>     | <b>1,815,380</b>     | <b>71,068,342</b> | <b>45,710,044</b>   | <b>3,934,739</b>     | <b>541,197</b>       | <b>50,185,980</b> |

# 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 September 2024

## 3.FINANCIAL RISK MANAGEMENT- Continued

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

The following table shows the changes in expected credit losses between the three stages:

|  | EGP (in thousands)  |                      |                      |                |                     |                      |                      |                |
|--|---------------------|----------------------|----------------------|----------------|---------------------|----------------------|----------------------|----------------|
|  | 30 September 2024   |                      |                      |                | 31 December 2023    |                      |                      |                |
|  | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total          | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total          |
| <b>Retail</b>  |                     |                      |                      |                |                     |                      |                      |                |
| Balances of financing and facilities as of January 1, 2023   | 234,844             | 82,168               | 309,070              | 626,082        | 202,315             | 82,568               | 347,582              | 632,465        |
| Transferred from stage 1                                     | (5,140)             | 3,881                | 1,259                | -              | (4,859)             | 3,858                | 1,001                | -              |
| Transferred from stage 2                                     | 13,198              | (35,755)             | 22,558               | -              | 16,426              | (34,881)             | 18,456               | -              |
| Transferred from stage 3                                     | 565                 | 97                   | (662)                | -              | 1,823               | 441                  | (2,264)              | -              |
| Re-measurement Impact  | 30,780              | 45,172               | 52,391               | 128,342        | 8,318               | 33,986               | 98,360               | 140,663        |
| Financial assets purchased during the period/year            | 25,243              | 11,057               | 2,761                | 39,061         | 18,803              | 17,226               | 6,587                | 42,617         |
| Financial assets disposed of/paid off during the period/year | (6,109)             | (15,488)             | (17,752)             | (39,350)       | (7,982)             | (21,028)             | -                    | (29,010)       |
| Used provisions during the period/year                       | -                   | -                    | (127,729)            | (127,729)      | -                   | -                    | (160,653)            | (160,653)      |
| <b>Balance of expected credit losses</b>                     | <b>293,381</b>      | <b>91,132</b>        | <b>241,894</b>       | <b>626,407</b> | <b>234,842</b>      | <b>82,170</b>        | <b>309,069</b>       | <b>626,082</b> |

|  | EGP (in thousands)  |                      |                      |                  |                     |                      |                      |                  |
|--|---------------------|----------------------|----------------------|------------------|---------------------|----------------------|----------------------|------------------|
|  | 30 September 2024   |                      |                      |                  | 31 December 2023    |                      |                      |                  |
|  | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total            | Stage 1<br>12 Month | Stage 2<br>Life time | Stage 3<br>Life time | Total            |
| <b>Corporate</b>   |                     |                      |                      |                  |                     |                      |                      |                  |
| Balances of financing and facilities as of January 1, 2023   | 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                                     | (35,284)            | 34,692               | 592                  | -                | (17,903)            | 16,847               | 1,056                | -                |
| Transferred from stage 2                                     | 2,391               | (352,486)            | 350,095              | -                | 15,429              | (16,187)             | 758                  | -                |
| Re-measurement Impact  | 11,322              | 311,053              | 911,633              | 1,234,008        | (203,872)           | 398,740              | 4,820                | 199,688          |
| Foreign exchange translation differences                     | 108,689             | 450,002              | (5,467)              | 553,223          | 18,942              | 113,011              | 1,226                | 133,179          |
| Financial assets purchased during the period/year            | 423,844             | 30,496               | -                    | 454,340          | 415,020             | 1,138,224            | 4,364                | 1,557,608        |
| Financial assets disposed of/paid off during the period/year | (328,155)           | (37,729)             | (5,778)              | (371,662)        | (243,504)           | (59,743)             | -                    | (303,247)        |
| Used provisions during the period/year                       | -                   | -                    | (7,134)              | (7,134)          | -                   | -                    | (47,870)             | (47,870)         |
| <b>Balance of expected credit losses</b>                     | <b>1,206,834</b>    | <b>2,572,891</b>     | <b>1,764,189</b>     | <b>5,543,914</b> | <b>1,024,027</b>    | <b>2,136,862</b>     | <b>520,250</b>       | <b>3,681,139</b> |

# 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 September 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                            | 84,555,298                    | -                         | -                | 84,555,298         | 1,172,207                 | 4,615,862        | 90,343,367         |
| <u>Debt instruments at FVOCI</u>          |                               |                           |                  |                    |                           |                  |                    |
| - Egyptian treasury Bonds                 | 1,043,729                     | -                         | -                | 1,043,729          | -                         | -                | 1,043,729          |
| - Egyptian Islamic Sukuk                  | 253,829                       | -                         | -                | 253,829            | -                         | -                | 253,829            |
| - Egyptian treasury bills                 | 755,426                       | -                         | -                | 755,426            | -                         | -                | 755,426            |
| <u>Debt instruments at amortized cost</u> |                               |                           |                  |                    |                           |                  |                    |
| - Egyptian treasury Bonds                 | 23,181,670                    | -                         | -                | 23,181,670         | -                         | -                | 23,181,670         |
| - Egyptian treasury bills                 | 7,066,583                     | -                         | -                | 7,066,583          | -                         | -                | 7,066,583          |
| Facilities to banks                       | 2,409,653                     | -                         | -                | 2,409,653          | -                         | -                | 2,409,653          |
| <u>Facilities to Customers</u>            |                               |                           |                  |                    |                           |                  |                    |
| <u>Retail Financings</u>                  |                               |                           |                  |                    |                           |                  |                    |
| - Debit current accounts                  | 5,519                         | 3,459                     | 507              | 9,485              | -                         | -                | 9,485              |
| - Credit cards                            | 1,133,687                     | -                         | -                | 1,133,687          | -                         | -                | 1,133,687          |
| - Personal financings                     | 16,779,694                    | 5,137,577                 | 971,757          | 22,889,028         | -                         | -                | 22,889,028         |
| - Mortgage financings                     | 578,835                       | 14,852                    | -                | 593,687            | -                         | -                | 593,687            |
| <u>Corporate Financings</u>               |                               |                           |                  |                    |                           |                  |                    |
| - Debit current accounts                  | 13,474,692                    | 2,100                     | 83               | 13,476,875         | -                         | -                | 13,476,875         |
| - Credit cards                            | 59                            | -                         | -                | 59                 | -                         | -                | 59                 |
| - Direct financings                       | 55,277,158                    | 517,992                   | 411,001          | 56,206,151         | -                         | -                | 56,206,151         |
| - Syndicated financings                   | 1,385,257                     | -                         | -                | 1,385,257          | -                         | -                | 1,385,257          |
| Less : expected credit losses             | (6,092,269)                   | (59,747)                  | (18,305)         | (6,170,321)        | -                         | -                | (6,170,321)        |
| <b>Balance at 30 September 2024</b>       | <b>201,808,820</b>            | <b>5,616,233</b>          | <b>1,365,043</b> | <b>208,790,096</b> | <b>1,172,207</b>          | <b>4,615,862</b> | <b>214,578,165</b> |
| <b>Balance at 31 December 2023</b>        | <b>134,003,293</b>            | <b>9,814,363</b>          | <b>1,174,867</b> | <b>144,992,523</b> | <b>714,184</b>            | <b>317,865</b>   | <b>146,024,572</b> |



# 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 September 2024

## 4.FINANCIAL RISK MANAGEMENT- Continued

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

#### (B) Activity sectors

The following table represents an analysis of the bank's most important credit risk limits at book value, distributed according to the activity practiced by the bank's clients.

|   | EGP (in thousands)    |                           |                   |                      |                   |                   |                  |                    |
|---|-----------------------|---------------------------|-------------------|----------------------|-------------------|-------------------|------------------|--------------------|
|   | Financial institution | Manufacturing institution | Services          | Wholesale and Retail | Government sector | Retail            | Other activities | Total              |
| Due From Banks                            | 90,343,367            | -                         | -                 | -                    | -                 | -                 | -                | 90,343,367         |
| <u>Debt instruments at FVOCI</u>          |                       |                           |                   |                      |                   |                   |                  |                    |
| - Egyptian treasury Bonds                 | -                     | -                         | -                 | -                    | 1,043,729         | -                 | -                | 1,043,729          |
| - Egyptian Islamic Sukuk                  | -                     | -                         | -                 | -                    | 253,829           | -                 | -                | 253,829            |
| - Egyptian treasury bills                 | -                     | -                         | -                 | -                    | 755,426           | -                 | -                | 755,426            |
| <u>Debt instruments at amortized cost</u> |                       |                           |                   |                      |                   |                   |                  |                    |
| - Egyptian treasury Bonds                 | -                     | -                         | -                 | -                    | 23,181,670        | -                 | -                | 23,181,670         |
| - Egyptian treasury bills                 | -                     | -                         | -                 | -                    | 7,066,583         | -                 | -                | 7,066,583          |
| <u>Facilities to banks</u>                | 2,409,653             | -                         | -                 | -                    | -                 | -                 | -                | 2,409,653          |
| <u>Facilities to Customers</u>            |                       |                           |                   |                      |                   |                   |                  |                    |
| <u>Retail Financings</u>                  |                       |                           |                   |                      |                   |                   |                  |                    |
| - Debit current accounts                  | -                     | -                         | -                 | -                    | -                 | 9,485             | -                | 9,485              |
| - Credit cards                            | -                     | -                         | -                 | -                    | -                 | 1,133,687         | -                | 1,133,687          |
| - Personal financings                     | -                     | -                         | -                 | -                    | -                 | 22,889,028        | -                | 22,889,028         |
| - Mortgage financings                     | -                     | -                         | -                 | -                    | -                 | 593,687           | -                | 593,687            |
| <u>Corporate Financings</u>               |                       |                           |                   |                      |                   |                   |                  |                    |
| - Debit current accounts                  | 38,842                | 10,036,235                | 874,214           | 508,746              | 2,017,575         | -                 | 1,263            | 13,476,875         |
| - Credit cards                            | -                     | 44                        | 14                | 1                    | -                 | -                 | -                | 59                 |
| - Direct financings                       | 636,128               | 33,675,360                | 12,282,414        | 5,779,996            | 3,596,697         | -                 | 235,556          | 56,206,151         |
| - Syndicated financings                   | -                     | 1,329,879                 | 55,378            | -                    | -                 | -                 | -                | 1,385,257          |
| Less : expected credit losses             | (8,972)               | (3,966,893)               | (819,454)         | (291,216)            | (106,876)         | (626,407)         | (350,503)        | (6,170,321)        |
| <b>Balance at 30 September 2024</b>       | <b>93,419,018</b>     | <b>41,074,625</b>         | <b>12,392,566</b> | <b>5,997,527</b>     | <b>37,808,633</b> | <b>23,999,480</b> | <b>(113,684)</b> | <b>214,578,165</b> |
| <b>Balance at 31 December 2023</b>        | <b>49,093,039</b>     | <b>17,239,249</b>         | <b>11,524,647</b> | <b>4,284,714</b>     | <b>45,398,406</b> | <b>17,596,796</b> | <b>887,721</b>   | <b>146,024,572</b> |

# 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 September 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 September 2024                       | EGP                | USD               | Sterling Pound | Euro             | Japanese Yen   | Other currencies | Total              |
| <b>Financial Assets</b>                 |                    |                   |                |                  |                |                  |                    |
| Cash and due from Central Bank of Egypt | 16,238,692         | 314,117           | 7,952          | 49,197           | -              | 49,397           | 16,659,355         |
| Due from banks                          | 47,756,122         | 37,889,000        | 322,426        | 4,138,603        | 6,008          | 231,208          | 90,343,367         |
| Financings and facilities to banks      | -                  | 2,409,653         | -              | -                | -              | -                | 2,409,653          |
| Financings and facilities to customers  | 71,265,619         | 15,775,111        | 47,533         | 2,435,644        | -              | 1                | 89,523,908         |
| Pre-Promised forward exchange contracts | 11,421             | 3,666             | -              | -                | -              | -                | 15,087             |
| Financial investments at FVOCI          | 1,966,692          | 459,580           | -              | 5,350            | -              | -                | 2,431,622          |
| Financial investments at amortized cost | 19,346,006         | 10,608,812        | -              | 293,435          | -              | -                | 30,248,253         |
| Other Financial assets                  | 1,948,565          | 247,934           | 215            | 15,700           | -              | 375              | 2,212,789          |
| <b>Total Financial assets</b>           | <b>158,533,117</b> | <b>67,707,873</b> | <b>378,126</b> | <b>6,937,929</b> | <b>6,008</b>   | <b>280,981</b>   | <b>233,844,034</b> |
| <b>Financial Liabilities</b>            |                    |                   |                |                  |                |                  |                    |
| Due to banks                            | 2,069,615          | 11,551,147        | -              | 11,857           | -              | 168,592          | 13,801,211         |
| Customers' deposits                     | 130,797,888        | 45,565,311        | 368,577        | 6,782,769        | 4,987          | 698,205          | 184,217,737        |
| Pre-Promised forward exchange contracts | 29,526             | 5,306             | -              | -                | -              | -                | 34,832             |
| Subordinated financings                 | -                  | 5,541,150         | -              | -                | -              | -                | 5,541,150          |
| Other Financial liabilities             | 677,187            | 248,394           | 1,358          | 6,973            | -              | (193)            | 933,719            |
| <b>Total Financial Liabilities</b>      | <b>133,574,216</b> | <b>62,911,308</b> | <b>369,935</b> | <b>6,801,599</b> | <b>4,987</b>   | <b>866,604</b>   | <b>204,528,649</b> |
| <b>Net financial position</b>           | <b>24,958,901</b>  | <b>4,796,565</b>  | <b>8,191</b>   | <b>136,330</b>   | <b>1,021</b>   | <b>(585,623)</b> | <b>29,315,385</b>  |
| <b>31 December 2023</b>                 |                    |                   |                |                  |                |                  |                    |
| <b>Total Financial assets</b>           | <b>120,801,099</b> | <b>33,842,399</b> | <b>363,126</b> | <b>2,851,574</b> | <b>-</b>       | <b>112,720</b>   | <b>157,970,918</b> |
| <b>Total Financial Liabilities</b>      | <b>102,482,836</b> | <b>31,294,624</b> | <b>358,125</b> | <b>2,839,849</b> | <b>5,050</b>   | <b>563,899</b>   | <b>137,544,383</b> |
| <b>Net financial position</b>           | <b>18,318,263</b>  | <b>2,547,775</b>  | <b>5,001</b>   | <b>11,725</b>    | <b>(5,050)</b> | <b>(451,179)</b> | <b>20,426,535</b>  |

# 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 September 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 September 2024         | 31 December 2023          |
|--|---------------------------|---------------------------|
| <b>According to Basel II</b>   | <b>EGP (in thousands)</b> | <b>EGP (in thousands)</b> |
| <b>Total basic going concern capital after disposal</b>                                      | <b>19,990,089</b>         | <b>13,912,367</b>         |
| <b>Total additional basic capital</b>  | <b>26,335</b>             | <b>30,435</b>             |
| <b>Total Tier 1 after disposal (basic capital)</b>   | <b>20,016,424</b>         | <b>13,942,802</b>         |
| <b>Total Tier 2 after disposal</b>   | <b>5,618,517</b>          | <b>4,025,585</b>          |
| <b>Total capital base after disposal</b>   | <b>25,634,941</b>         | <b>17,968,387</b>         |
| <b>Total assets and contingent liabilities weighted by credit, market, operational risks</b> | <b>166,818,469</b>        | <b>99,958,242</b>         |
| <b>Capital adequacy ratio of tier 1</b>  | <b>12.00%</b>             | <b>13.95%</b>             |
| <b>Capital adequacy ratio</b>  | <b>15.37%</b>             | <b>17.98%</b>             |

# 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 September 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 September 2024  | 31 December 2023   |
|---|--------------------|--------------------|
|   | EGP (in thousands) | EGP (in thousands) |
| Tier 1 capital after disposals (1)  | 20,016,424         | 13,942,802         |
| Total on-balance sheet exposures items after deducting tier 1 disposals                             | 241,432,486        | 164,388,489        |
| Pre-promised Islamic Contracts exposures  | 36,696             | 7,050              |
| Exposure resulting from securities financing  | 3,278              | 1,954              |
| Total on-balance sheet exposures, Pre-promised Islamic contracts and financing financial securities | 241,472,460        | 164,397,493        |
| Total contingent liabilities  | 22,501,791         | 14,042,150         |
| Total commitments   | 5,175,676          | 4,537,711          |
| Total exposures off-balance sheet   | 27,677,467         | 18,579,861         |
| Total exposures on-balance sheet and off-balance sheet (2)  | 269,149,927        | 182,977,354        |
| Financial leverage ratio (1/2)  | 7.44%              | 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 September 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 September 30, 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 September 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              |
| <b>30 September 2024</b>                          |                    |                    |                   |                   |                    |
| <b>Revenues and expenses by activity segment</b>  |                    |                    |                   |                   |                    |
| Revenues of activity segment                      | 4,615,954          | 3,542,073          | 3,317,602         | 1,426,782         | 12,902,411         |
| Expenses of activity segment                      | (2,425,248)        | (152,399)          | (1,205,504)       | (27,199)          | (3,810,350)        |
| <b>Net profit for the Period before tax</b>       | <b>2,190,706</b>   | <b>3,389,674</b>   | <b>2,112,098</b>  | <b>1,399,583</b>  | <b>9,092,061</b>   |
| Tax   | (629,546)          | (593,316)          | (486,563)         | (729,804)         | (2,439,229)        |
| <b>Net profit for the Period</b>                  | <b>1,561,160</b>   | <b>2,796,358</b>   | <b>1,625,535</b>  | <b>669,779</b>    | <b>6,652,832</b>   |
| <b>Assets and liabilities by activity segment</b> |                    |                    |                   |                   |                    |
| Assets of activity segment                        | 64,115,434         | 122,644,603        | 27,817,406        | -                 | 214,577,443        |
| Un-classified assets                              | -                  | -                  | -                 | 23,077,976        | 23,077,976         |
| <b>Total assets</b>                               | <b>64,115,434</b>  | <b>122,644,603</b> | <b>27,817,406</b> | <b>23,077,976</b> | <b>237,655,419</b> |
| Liabilities of activity segment                   | 100,329,100        | 19,475,878         | 84,371,035        | -                 | 204,176,013        |
| Un-classified liabilities                         | -                  | -                  | -                 | 13,350,296        | 13,350,296         |
| <b>Total liabilities</b>                          | <b>100,329,100</b> | <b>19,475,878</b>  | <b>84,371,035</b> | <b>13,350,296</b> | <b>217,526,309</b> |

|   | EGP (in thousands) |                   |                   |                   |                    |
|---|--------------------|-------------------|-------------------|-------------------|--------------------|
|   | Corporate          | Investment        | Retail            | Other activities  | Total              |
| <b>31 December 2023</b>                           |                    |                   |                   |                   |                    |
| <b>Revenues and expenses by activity segment</b>  |                    |                   |                   |                   |                    |
| 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)        |
| <b>Net profit for the year before tax</b>         | <b>1,843,761</b>   | <b>2,114,615</b>  | <b>1,596,375</b>  | <b>760,762</b>    | <b>6,315,513</b>   |
| Tax   | (414,878)          | (780,124)         | (379,168)         | (250,765)         | (1,824,935)        |
| <b>Net profit for the year</b>                    | <b>1,428,883</b>   | <b>1,334,491</b>  | <b>1,217,207</b>  | <b>509,997</b>    | <b>4,490,578</b>   |
| <b>Assets and liabilities by activity segment</b> |                    |                   |                   |                   |                    |
| 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         |
| <b>Total assets</b>                               | <b>43,193,792</b>  | <b>81,922,936</b> | <b>20,369,395</b> | <b>15,160,465</b> | <b>160,646,588</b> |
| 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          |
| <b>Total liabilities</b>                          | <b>66,622,150</b>  | <b>10,458,786</b> | <b>60,538,143</b> | <b>9,097,856</b>  | <b>146,716,935</b> |

# 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 September 2024

#### 6. Net Revenues from Funds

|  | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>EGP (in thousands) |
|--|--|--|---|---|
| <b>Income from Murabaha, Musharaka, Mudaraba and other similar income</b>                                    |  |  |   |   |
| <b>Financing and facilities</b>  |  |  |   |   |
| Banks  | 71,596   | -  | 54,814  | -   |
| customers  | 12,878,766   | 7,716,664  | 4,857,657   | 2,762,418   |
| <b>Total</b>   | <b>12,950,362</b>  | <b>7,716,664</b>   | <b>4,912,471</b>  | <b>2,762,418</b>  |
| Financial investments in debt instruments at AC and FVOCI  | 26,783   | 9,079  | 10,026  | 6,074   |
| Deposits and current accounts*   | 12,678,566   | 5,614,680  | 5,166,088   | 2,418,624   |
| <b>Total</b>   | <b>25,655,711</b>  | <b>13,340,423</b>  | <b>10,088,585</b>   | <b>5,187,116</b>  |
| <b>Cost of deposits and similar costs</b>  |  |  |   |   |
| To banks   | (906,103)  | (88,854)   | (383,796)   | (44,445)  |
| To customers   | (13,534,735)   | (6,897,612)  | (5,650,426)   | (2,737,325)   |
| other financings   | (372,084)  | (207,447)  | (137,678)   | (92,388)  |
| Financing financial instruments and sales transactions of financial instruments with a repurchase commitment | (180)  | (878)  | (21)  | (232)   |
| <b>Total</b>   | <b>(14,813,102)</b>  | <b>(7,194,791)</b>   | <b>(6,171,921)</b>  | <b>(2,874,390)</b>  |
| <b>Net Revenues from Funds</b>   | <b>10,842,609</b>  | <b>6,145,632</b>   | <b>3,916,664</b>  | <b>2,312,726</b>  |

\*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

|                                       | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>EGP (in thousands) |
|---------------------------------------|--|--|---|---|
| <b>Fees and commissions income:</b>   |  |  |   |   |
| Credit related fees and commissions   | 1,308,315  | 930,211  | 439,757   | 341,284   |
| Fees of corporate financing           | 22,236   | 26,958   | 5,548   | 9,357   |
| Custody fees                          | 1,220  | 1,156  | 486   | 326   |
| Other fees                            | 599,382  | 520,829  | 205,767   | 163,578   |
| <b>Total</b>                          | <b>1,931,153</b>   | <b>1,479,154</b>   | <b>651,558</b>  | <b>514,545</b>  |
| <b>Fees and commissions expenses:</b> |  |  |   |   |
| Paid brokerage fees                   | (622)  | (397)  | (146)   | (196)   |
| Miscellaneous banking commission      | (16,846)   | (21,778)   | (6,942)   | (8,574)   |
| Miscellaneous card commissions        | (388,581)  | (179,232)  | (106,758)   | (87,255)  |
| Other fees and commissions paid       | (78,435)   | (59,004)   | (30,144)  | (21,308)  |
| <b>Total</b>                          | <b>(484,484)</b>   | <b>(260,411)</b>   | <b>(143,990)</b>  | <b>(117,333)</b>  |
| <b>Net fees and commission income</b> | <b>1,446,669</b>   | <b>1,218,743</b>   | <b>507,568</b>  | <b>397,212</b>  |

# 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 September 2024

## 8. NET TRADING INCOME

|   | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>EGP (in thousands) |
|---|--|--|---|---|
| <b>Foreign exchange operations:</b>                             |  |  |   |   |
| Gain from fx deals  | 539,725  | 224,592  | 109,208   | 26,621  |
| Gain / (Loss) of Islamic forward contracts revaluation          | (29,468)   | 3,675  | 3,034   | 865   |
| Gain / (Loss) of revaluation of Islamic currency swap contracts | 11,363   | 2,322  | 12,469  | 304   |
| Gain / (Loss) of currency option contracts revaluation          | 10,705   | 1,177  | 6,111   | 1,143   |
| <b>Total</b>  | <b>532,325</b>   | <b>231,766</b>   | <b>130,822</b>  | <b>28,933</b>   |

## 9. ADMINISTRATIVE EXPENSES

|                               | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>EGP (in thousands) |
|-------------------------------|--|--|---|---|
| <b>Employees' cost</b>        |  |  |   |   |
| Salaries, wages and benefits  | (765,397)  | (626,648)  | (274,564)   | (216,881)   |
| Social insurance              | (44,776)   | (37,311)   | (15,301)  | (12,900)  |
| <b>Pension cost</b>           |  |  |   |   |
| Defined contribution plans    | (25,283)   | (21,353)   | (8,673)   | (7,412)   |
| Defined benefit plans         | (95,056)   | (59,725)   | (31,686)  | (19,908)  |
| Depreciation and amortization | (92,595)   | (61,441)   | (31,626)  | (21,473)  |
| Other administrative expenses | (726,849)  | (473,987)  | (264,466)   | (166,695)   |
| <b>Total</b>                  | <b>(1,749,956)</b>   | <b>(1,280,465)</b>   | <b>(626,316)</b>  | <b>(445,269)</b>  |

## 10. OTHER OPERATING (EXPENSES)

|   | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>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 | 67,524   | (96,196)   | (13,352)  | (2,406)   |
| Gain (Loss) on sale of assets reverted to bank  | -  | 25,611   | -   | -   |
| Gain on sale of fixed assets  | 8,750  | 41,556   | -   | -   |
| Cost of Programs  | (243,308)  | (166,511)  | (85,245)  | (63,704)  |
| operating lease expense   | (126,579)  | (100,745)  | (44,423)  | (35,129)  |
| (Charge) / Release of impairment other assets   | (961)  | (4,194)  | (128)   | (3,997)   |
| (Charge) / Release Other provisions   | (48,380)   | (55,824)   | 11,012  | 58,309  |
| Other Revenues / (expense)  | (137,499)  | (105,050)  | (54,436)  | (29,386)  |
| <b>Total</b>  | <b>(480,453)</b>   | <b>(461,353)</b>   | <b>(186,572)</b>  | <b>(76,313)</b>   |

# 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 September 2024

## 11. EXPECTED CREDIT LOSSES

|   | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>EGP (in thousands) |
|---|--|--|---|---|
| Financing and facilities to customers   | (1,410,474)  | (1,047,609)  | (1,000,487)   | (415,987)   |
| Financing and facilities to banks       | (5,188)  | -  | 23,409  | -   |
| Due from Banks                          | (6,619)  | (8,243)  | (7,127)   | 1,956   |
| Financial investments at FVOCI          | 2,180  | (1,198)  | 182   | -   |
| Financial investments at amortized cost | (80,057)   | (9,407)  | 20,877  | (10,154)  |
| Other Assets                            | -  | -  | 204,488   | -   |
| <b>Total</b>                            | <b>(1,500,158)</b>   | <b>(1,066,457)</b>   | <b>(758,658)</b>  | <b>(424,185)</b>  |

## 12. INCOME TAX EXPENSES

|              | Nine months ended<br>30 September 2024<br>EGP (in thousands) | Nine months ended<br>30 September 2023<br>EGP (in thousands) | Three months ended<br>30 September 2024<br>EGP (in thousands) | Three months ended<br>30 September 2023<br>EGP (in thousands) |
|--------------|--|--|---|---|
| Current tax  | (2,551,199)  | (1,402,559)  | (819,492)   | (443,699)   |
| Deferred tax | 111,970  | 32,139   | (3,228)   | (15,226)  |
| <b>Total</b> | <b>(2,439,229)</b>   | <b>(1,370,420)</b>   | <b>(822,720)</b>  | <b>(458,925)</b>  |

# 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 September 2024

## 13. CASH AND DUE FROM CENTRAL BANK

|   | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|---|---|--|
| Cash  | 1,331,601                               | 800,804                                |
| Balances with central bank within mandatory reserve ratio | 15,327,754                              | 9,184,571                              |
| <b>Total</b>  | <b>16,659,355</b>                       | <b>9,985,375</b>                       |
| Non-Profit bearing balances                               | 16,659,355                              | 9,985,375                              |
| <b>Total</b>  | <b>16,659,355</b>                       | <b>9,985,375</b>                       |

## 14. Due from Banks

|  | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|--|---|--|
| Current accounts                                       | 228,573                                 | 123,390                                |
| Placements with other banks                            | 90,141,986                              | 48,479,700                             |
| Murabaha due from local banks*                         | 38,576,687                              | 37,047,764                             |
| Restricted wakala due to local banks*                  | (38,576,687)                            | (37,047,764)                           |
|  | <b>90,370,559</b>                       | <b>48,603,090</b>                      |
| (less) Expected Credit Losses                          | (27,192)                                | (13,243)                               |
| <b>Total</b>   | <b>90,343,367</b>                       | <b>48,589,847</b>                      |
| Balances with CB other than mandatory reserve ratio    | 4,494,607                               | 2,339,449                              |
| Local banks  | 80,082,673                              | 45,231,197                             |
| Murabaha due from local banks*                         | 38,576,687                              | 37,047,764                             |
| Restricted wakala due to local banks*                  | (38,576,687)                            | (37,047,764)                           |
| Foreign Banks  | 5,793,279                               | 1,032,444                              |
| (less) Expected Credit Losses                          | (27,192)                                | (13,243)                               |
| <b>Total</b>   | <b>90,343,367</b>                       | <b>48,589,847</b>                      |
| Non-Profit bearing balances                            | 228,573                                 | 123,390                                |
| Variable profit bearing balances                       | 85,649,970                              | 46,142,235                             |
| Fixed profit bearing balances                          | 4,492,016                               | 2,337,465                              |
| (less) Expected Credit Losses                          | (27,192)                                | (13,243)                               |
| <b>Total</b>   | <b>90,343,367</b>                       | <b>48,589,847</b>                      |
| <b>Due from banks' Expected Credit Losses movement</b> |   |  |
| Balance at beginning of the Period/year                | <b>13,243</b>                           | <b>1,558</b>                           |
| Net expected credit loss during the Period/year        | 6,619                                   | 11,326                                 |
| Foreign exchange translation differences               | 7,330                                   | 359                                    |
| <b>Total</b>   | <b>27,192</b>                           | <b>13,243</b>                          |

\*Due from banks include an amount of EGP 38,576,687 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 September 2024

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

|  | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|--|---|--|
| Direct Loans   | 2,414,725                               | -                                      |
| <b>Total</b>   | <b>2,414,725</b>                        | <b>-</b>                               |
| <b>less:</b>   |   |  |
| Expected credit losses   | (5,072)                                 | -                                      |
| <b>Total</b>   | <b>(5,072)</b>                          | <b>-</b>                               |
| <b>Net</b>   | <b>2,409,653</b>                        | <b>-</b>                               |
| <b>Financings and Facilities to banks' Expected Credit Losses movement</b> |   |  |
| Balance at beginning of the Period/year                                    | -                                       | -                                      |
| Net expected credit loss during the Period/year                            | 5,188                                   | -                                      |
| Foreign exchange translation differences                                   | (116)                                   | -                                      |
| <b>Total</b>   | <b>5,072</b>                            | <b>-</b>                               |

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

|  | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|--|---|--|
| <b>Retail</b>  |   |  |
| Debit current accounts   | 9,485                                   | 5,617                                  |
| Credit cards   | 1,133,687                               | 846,104                                |
| Personal financing   | 22,889,028                              | 16,892,873                             |
| Mortgage Financing   | 593,687                                 | 478,284                                |
| <b>Total</b>   | <b>24,625,887</b>                       | <b>18,222,878</b>                      |
| <b>Corporate (including SMEs)</b>  |   |  |
| Debit current accounts   | 13,476,875                              | 8,137,013                              |
| Direct financing   | 56,206,151                              | 41,253,747                             |
| Syndicated financing   | 1,385,257                               | 795,048                                |
| Credit cards   | 59                                      | 172                                    |
| <b>Total</b>   | <b>71,068,342</b>                       | <b>50,185,980</b>                      |
| <b>Total financing and facilities to customers</b>                           | <b>95,694,229</b>                       | <b>68,408,858</b>                      |
| <b>Deduct:</b>   |   |  |
| Expected Credit Losses   | (6,170,321)                             | (4,307,221)                            |
| <b>Total</b>   | <b>(6,170,321)</b>                      | <b>(4,307,221)</b>                     |
| <b>Net</b>   | <b>89,523,908</b>                       | <b>64,101,637</b>                      |
| <b>Classified in balance sheet as follow</b>                                 |   |  |
| Conventional financing to customers (net of expected credit losses)          | 23,346                                  | 16,305                                 |
| Financing and facilities to customers (net of expected credit losses)        | 89,500,562                              | 64,085,332                             |
| <b>Net</b>   | <b>89,523,908</b>                       | <b>64,101,637</b>                      |
| Variable-profit bearing balances   | 60,145,110                              | 41,423,098                             |
| Fixed-profit bearing balances  | 29,378,798                              | 22,678,539                             |
| <b>Total</b>   | <b>89,523,908</b>                       | <b>64,101,637</b>                      |
| <b>Financing and facilities to customers Expected Credit Losses movement</b> |   |  |
|  | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
| <b>Balance at beginning of the Period/year</b>                               | <b>4,307,221</b>                        | <b>2,774,245</b>                       |
| Net expected credit loss during the Period/year                              | 1,410,474                               | 1,577,489                              |
| Recoveries from written off loans  | 34,265                                  | 30,831                                 |
| Used provisions during the Period/year                                       | (134,863)                               | (208,523)                              |
| Foreign exchange translation differences                                     | 553,224                                 | 133,179                                |
| <b>Total</b>   | <b>6,170,321</b>                        | <b>4,307,221</b>                       |

# 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 September 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 September 2024                        | Debit current accounts | Covered Cards | Retail             |                    | Total     |
|--|------------------------|---------------|--------------------|--------------------|-----------|
|  |                        |               | Personal financing | Mortgage Financing |           |
| Balance at beginning of the Period       | -                      | 89,369        | 527,702            | 9,011              | 626,082   |
| Expected credit losses during the Period | -                      | 58,644        | 38,251             | 1,040              | 97,935    |
| Recoveries from written off loans        | -                      | 9,519         | 20,600             | -                  | 30,119    |
| Used provisions during the Period        | -                      | (11,129)      | (116,600)          | -                  | (127,729) |
| Balance at 30 September 2024             | -                      | 146,404       | 469,952            | 10,051             | 626,407   |

| 30 September 2024                        | Debit current accounts | Direct financing | Corporate            |               | Total     |
|--|------------------------|------------------|----------------------|---------------|-----------|
|  |                        |                  | Syndicated financing | Covered Cards |           |
| Balance at beginning of the Period       | 148,911                | 2,971,440        | 560,780              | 8             | 3,681,139 |
| Expected credit losses during the Period | 192,157                | 716,208          | 404,182              | (8)           | 1,312,539 |
| Recoveries from written off loans        | -                      | 4,146            | -                    | -             | 4,146     |
| Used provisions during the Period        | -                      | (7,134)          | -                    | -             | (7,134)   |
| Foreign exchange translation differences | 50,792                 | 411,798          | 90,634               | -             | 553,224   |
| Balance at 30 September 2024             | 391,860                | 4,096,458        | 1,055,596            | -             | 5,543,914 |

EGP (in thousands)

| 31 December 2023                       | Debit current accounts | Covered Cards | Retail             |                    | Total     |
|--|------------------------|---------------|--------------------|--------------------|-----------|
|  |                        |               | Personal financing | Mortgage Financing |           |
| 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            |               | Total     |
|--|------------------------|------------------|----------------------|---------------|-----------|
|  |                        |                  | Syndicated financing | Covered Cards |           |
| 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 September 2024

## 17. FINANCIAL INVESTMENTS

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

|   | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|---|---|--|
| <b><u>A) Treasury bonds - at Fair Value</u></b>             |   |  |
| Listed in stock exchange market                             | 1,043,729                               | 216,021                                |
| <b>Total Treasury bonds</b>                                 | <b>1,043,729</b>                        | <b>216,021</b>                         |
| <b><u>B) Islamic Sukuk - at Fair Value</u></b>              |   |  |
| Listed in stock exchange market                             | 253,829                                 | 151,943                                |
| <b>Total Islamic Sukuk</b>                                  | <b>253,829</b>                          | <b>151,943</b>                         |
| <b><u>C) Government treasury bills - at Fair Value</u></b>  |   |  |
| Un-Listed in stock exchange market                          | 755,426                                 | 11,032,003                             |
| <b>Total Government treasury bills</b>                      | <b>755,426</b>                          | <b>11,032,003</b>                      |
| <b><u>Detailed T-bills maturities as the following:</u></b> |   |  |
| Treasury bills Within 91 days to maturity                   | 37,324                                  | 8,008,000                              |
| Treasury bills Within 182 days to maturity                  | 2,125                                   | 1,350,000                              |
| Treasury bills Within 273 days to maturity                  | -                                       | 535,250                                |
| Treasury bills Within 364 days to maturity                  | 807,875                                 | 1,353,000                              |
| <b>Total</b>  | <b>847,324</b>                          | <b>11,246,250</b>                      |
| Unearned revenues   | (93,088)                                | (211,233)                              |
| Valuation differences of treasury bills at Fair Value       | 1,190                                   | (3,014)                                |
| <b>Net</b>  | <b>755,426</b>                          | <b>11,032,003</b>                      |
| <b><u>D) Equity instruments at Fair Value</u></b>           |   |  |
| Un-Listed in stock exchange market                          | 343,441                                 | 267,329                                |
| <b>Total equity instruments</b>                             | <b>343,441</b>                          | <b>267,329</b>                         |
| <b><u>E) Mutual funds certificates at FV</u></b>            |   |  |
| Un-Listed in stock exchange market                          | 35,197                                  | 29,547                                 |
| <b>Total mutual funds certificates</b>                      | <b>35,197</b>                           | <b>29,547</b>                          |
| <b>Total financial investments at FVOCI (1)</b>             | <b>2,431,622</b>                        | <b>11,696,843</b>                      |

# 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 September 2024

## 17. FINANCIAL INVESTMENTS – Continued

### 17/2 Financial investments at amortized cost

|  | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|--|---|--|
| <b>A) Government treasury bonds</b>                  |   |  |
| Listed in stock exchange market                      | 23,264,193                              | 16,849,807                             |
| Less: Expected Credit Losses                         | (82,523)                                | (40,754)                               |
| <b>Total government treasury bonds</b>               | <b>23,181,670</b>                       | <b>16,809,053</b>                      |
| <b>B) Government treasury bills</b>                  |   |  |
| Un-Listed in stock exchange market                   | 7,190,703                               | 5,184,182                              |
| Less: Expected Credit Losses                         | (120,864)                               | (38,632)                               |
| <b>Total government treasury bills</b>               | <b>7,069,839</b>                        | <b>5,145,550</b>                       |
| <b>Detailed T-bills maturities as the following:</b> |   |  |
| Treasury bills Within 273 days to maturity           | -                                       | 575,000                                |
| Treasury bills Within 364 days to maturity           | 7,319,341                               | 4,679,389                              |
| <b>Total</b>   | <b>7,319,341</b>                        | <b>5,254,389</b>                       |
| Unearned revenues                                    | (128,638)                               | (70,207)                               |
| Less: Expected Credit Losses                         | (120,864)                               | (38,632)                               |
| <b>Net (1)</b>                                       | <b>7,069,839</b>                        | <b>5,145,550</b>                       |
| Treasury bills sold with repurchase commitment       | (3,231)                                 | (21,319)                               |
| <b>Total</b>   | <b>(3,231)</b>                          | <b>(21,319)</b>                        |
| Unearned revenues                                    | (25)                                    | (163)                                  |
| <b>Net (2)</b>                                       | <b>(3,256)</b>                          | <b>(21,482)</b>                        |
| <b>Net (1+2)</b>                                     | <b>7,066,583</b>                        | <b>5,124,068</b>                       |
| <b>Total financial investments at AC (2)</b>         | <b>30,248,253</b>                       | <b>21,933,121</b>                      |
| <b>Total financial investments (1+2)</b>             | <b>32,679,875</b>                       | <b>33,629,964</b>                      |
| Non-profit bearing balances                          | 378,638                                 | 296,876                                |
| Variable-profit bearing balances                     | 1,306,675                               | 398,158                                |
| Fixed-profit bearing balances                        | 30,994,562                              | 32,934,930                             |
| <b>Total financial investments</b>                   | <b>32,679,875</b>                       | <b>33,629,964</b>                      |

| <b>Debt Instruments Expected Credit Losses movement</b> | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|---|---|--|
| <b>Balance at the beginning of the Period/year</b>      | 79,386                                  | 28,588                                 |
| Net Expected Credit Losses during the Period/year       | 80,057                                  | 43,675                                 |
| Foreign exchange translation differences                | 43,944                                  | 7,123                                  |
| <b>Total</b>  | <b>203,387</b>                          | <b>79,386</b>                          |

# 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 September 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 September 30, 2024, from the comparative figures on December 31, 2023

|   | EGP (in thousands) |            |             |            |
|---|--------------------|------------|-------------|------------|
| 30 September 2024                         | Level One          | Level Two  | Level Three | Total      |
| Financial investments in debt instruments | 1,297,558          | 755,426    | -           | 2,052,984  |
| Mutual funds certificates                 | -                  | -          | 35,197      | 35,197     |
| Equity instruments                        | -                  | -          | 343,441     | 343,441    |
| 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 September 2024

## 18. INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES (NET)

|   | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|---|---|--|
| <b><u>Investments in subsidiaries</u></b>                                 |   |  |
| 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  | 196,000                                 | 98,000                                 |
| ADI Taskeek   | 9,800                                   | 9,800                                  |
| <b>Total</b>  | <b>546,187</b>                          | <b>404,087</b>                         |
| <b><u>Investments in associates</u></b>                                   |   |  |
| Orient Takaful Insurance Company - Egypt                                  | 20,000                                  | 20,000                                 |
| <b>Total</b>  | <b>20,000</b>                           | <b>20,000</b>                          |
| <b>Total financial investments in subsidiaries and associates</b>         | <b>566,187</b>                          | <b>424,087</b>                         |
| Impairment losses in financial investments in subsidiaries and associates | (7,482)                                 | (7,482)                                |
| <b>Net financial investments in subsidiaries and associates</b>           | <b>558,705</b>                          | <b>416,605</b>                         |

- 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:

# 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 September 2024

-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.

### 19. FIXED ASSETS (Net of accumulated depreciation)

|   | Lands & Premises | & Machinery<br>Equipment | Renovations    | Other Assets   | EGP (in thousands)<br>Total |
|---|------------------|--------------------------|----------------|----------------|-----------------------------|
| <b>30 September 2024</b>                      |                  |                          |                |                |                             |
| Cost  | 161,259          | 11,616                   | 374,168        | 1,038,327      | 1,585,370                   |
| Accumulated Depreciation                      | (62,415)         | (6,682)                  | (156,216)      | (685,920)      | (911,233)                   |
| <b>Net Book Value</b>                         | <b>98,844</b>    | <b>4,934</b>             | <b>217,952</b> | <b>352,407</b> | <b>674,137</b>              |
| Net Book Value at the beginning of the Period | 102,883          | 5,027                    | 221,545        | 306,722        | 636,177                     |
| Additions                                     | -                | 721                      | 9,729          | 107,334        | 117,784                     |
| Disposals                                     | (274)            | -                        | -              | -              | (274)                       |
| Depreciation charge for the Period            | (4,039)          | (814)                    | (13,322)       | (61,649)       | (79,824)                    |
| Disposals' Accumulated Depreciation           | 274              | -                        | -              | -              | 274                         |
| <b>Net Book Value</b>                         | <b>98,844</b>    | <b>4,934</b>             | <b>217,952</b> | <b>352,407</b> | <b>674,137</b>              |

|   | Lands & Premises | Machinery &<br>Equipment | Renovations    | Other Assets   | EGP (in thousands)<br>Total |
|---|------------------|--------------------------|----------------|----------------|-----------------------------|
| <b>31 December 2023</b>                     |                  |                          |                |                |                             |
| Cost  | 161,533          | 10,895                   | 364,439        | 930,993        | 1,467,860                   |
| Accumulated Depreciation                    | (58,650)         | (5,868)                  | (142,894)      | (624,271)      | (831,683)                   |
| <b>Net Book Value</b>                       | <b>102,883</b>   | <b>5,027</b>             | <b>221,545</b> | <b>306,722</b> | <b>636,177</b>              |
| 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                      |
| <b>Net Book Value</b>                       | <b>102,883</b>   | <b>5,027</b>             | <b>221,545</b> | <b>306,722</b> | <b>636,177</b>              |

# 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 September 2024

## 20. DUE TO BANKS

|                                  | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|----------------------------------|---|--|
| Current Accounts                 | 888,360                                 | 357,802                                |
| Deposits                         | 12,912,851                              | 6,121,040                              |
| <b>Total</b>                     | <b>13,801,211</b>                       | <b>6,478,842</b>                       |
| Local Banks                      | 1,950,225                               | 4,384                                  |
| Foreign Banks                    | 11,850,986                              | 6,474,458                              |
| <b>Total</b>                     | <b>13,801,211</b>                       | <b>6,478,842</b>                       |
| Non-profit bearing balances      | 888,360                                 | 357,802                                |
| Variable profit bearing balances | 12,912,851                              | 6,121,040                              |
| <b>Total</b>                     | <b>13,801,211</b>                       | <b>6,478,842</b>                       |

## 21. CUSTOMERS' DEPOSITS

|                                 | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|---------------------------------|---|--|
| Demand deposits                 | 57,693,871                              | 45,666,977                             |
| Time and call deposits          | 65,121,871                              | 34,140,019                             |
| Saving and deposit certificates | 39,421,575                              | 32,858,686                             |
| Saving deposits                 | 18,794,439                              | 10,612,357                             |
| Other deposits                  | 3,185,981                               | 3,849,464                              |
| <b>Total</b>                    | <b>184,217,737</b>                      | <b>127,127,503</b>                     |
| Corporate deposits              | 104,285,263                             | 69,408,517                             |
| Retail deposits                 | 79,932,474                              | 57,718,986                             |
| <b>Total</b>                    | <b>184,217,737</b>                      | <b>127,127,503</b>                     |
| Non-profit bearing balances     | 18,603,906                              | 15,219,394                             |
| Fixed profit bearing balances   | 165,613,831                             | 111,908,109                            |
| <b>Total</b>                    | <b>184,217,737</b>                      | <b>127,127,503</b>                     |

# 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 September 2024

#### 22. Subordinated financing

|  | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|--|---|--|
| Subordinated Financing at Reduced Cost*                          | 1,677,590                               | 1,052,617                              |
| Subordinated Financing with coupon**                             | 3,863,560                               | 2,471,448                              |
| <b>Total</b>   | <b>5,541,150</b>                        | <b>3,524,065</b>                       |
| <b>Subordinated Financing at Reduced Cost*</b>                   |   |  |
| Balance at the beginning of the financial period                 | 1,052,617                               | 821,667                                |
| Subordinated financing cost using effective interest rate method | 31,762                                  | 26,735                                 |
| Foreign currency translation differences                         | 593,211                                 | 204,215                                |
| <b>Total</b>   | <b>1,677,590</b>                        | <b>1,052,617</b>                       |

#### **\*Subordinated Financing at Reduced cost**

The subordinated financing with an amount of 39 million US dollars granted by the Abu Dhabi Islamic Bank, the UAE, under a framework agreement for a wakala agreement for investment starting from December 27, 2012 which was renewed in 2016 a supplementary agreement for the same contract by extending the term of the contract to end on December 27, 2023.

On March 30, 2022, an agreement was concluded to end on March 29, 2029. The expected profit rate of the Muwakill will be 6.25% which is less than the prevailing rate at that period which resulted in the bank recorded the amount with its fair value and adding to the equity an 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.

#### **\*\*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**

\*\*On July 7, 2023, the bank obtained supportive financing, compatible with the principles of the Cooperative Court, in the amount of 50 million US dollars from the International Finance Corporation Murabaha for a period of 5 years to start on July 7, 2023, which entails our emerging effects at a rate of 9.433% of the investment amount, which does not differ by air from the discount rate in Market.

# 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 September 2024

## 23. OTHER PROVISIONS

|  | EGP (in thousands)                 |               |  |                  |
|--|------------------------------------|---------------|--|------------------|
|  | Provisions for<br>Potential Claims | Tax Provision | Provision for<br>Contingent<br>Liabilities | Total            |
| <b>30 September 2024</b>                 |                                    |               |  |                  |
| Balance at beginning of the Period       | 68,646                             | 42,626        | 952,043                                    | 1,063,315        |
| Charged during the Period                | 2,111                              | 650           | 388,282                                    | 391,043          |
| Provisions no longer required            | (325)                              | -             | (342,338)                                  | (342,663)        |
| Used provision during the Period         | (1,921)                            | (4,265)       | -  | (6,186)          |
| Foreign exchange translation differences | -                                  | -             | 194,073                                    | 194,073          |
| <b>Balance at end of the period</b>      | <b>68,511</b>                      | <b>39,011</b> | <b>1,192,060</b>                           | <b>1,299,582</b> |
|  | Provisions for<br>Potential Claims | Tax Provision | Provision for<br>Contingent<br>Liabilities | Total            |
| <b>31 December 2023</b>                  |                                    |               |  |                  |
| 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           |
| <b>Balance at end of the year</b>        | <b>68,646</b>                      | <b>42,626</b> | <b>952,043</b>                             | <b>1,063,315</b> |



# 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 September 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 September 2024  |                      |                    | 31 December 2023   |                      |                    |
|---------------------------------------|--------------------|----------------------|--------------------|--------------------|----------------------|--------------------|
|                                       | Number of Shares   | Nominal Value        | Contribution Ratio | Number of Shares   | Nominal Value        | Contribution Ratio |
| 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%               |
| <b>Total</b>                          | <b>431,040,239</b> | <b>4,310,402,390</b> | <b>71.8%</b>       | <b>359,200,200</b> | <b>3,592,002,000</b> | <b>71.8%</b>       |

## 25. RESERVES

|                       | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>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    | 225,531                                 | 178,049                                |
| <b>Total Reserves</b> | <b>979,986</b>                          | <b>668,496</b>                         |

## 26. Contingent Liabilities and Commitments

|                                     | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|-------------------------------------|---|--|
| Letters of Credit (import / export) | 11,522,027                              | 3,971,484                              |
| Letters of guarantee                | 26,561,547                              | 20,480,992                             |
| Acceptance Letter                   | 4,793,958                               | 1,677,299                              |
| Financial guarantees                | 4,275,555                               | 2,584,024                              |
| <b>Total</b>                        | <b>47,153,087</b>                       | <b>28,713,799</b>                      |

# 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 September 2024

## 27. RELATED PARTIES TRANSACTIONS

| Relationship Nature    | Account Nature      | Transaction Nature   | 30 September 2024<br>EGP (in thousands) | 31 December 2023<br>EGP (in thousands) |
|------------------------|---------------------|--|---|--|
| Major Shareholders     | Assets              | Due from banks   | 8,398                                   | 1,257                                  |
| Major Shareholders     | Assets              | Other Assets   | 74,297                                  | 58,592                                 |
| Major Shareholders     | Liabilities         | Subordinated financing   | 3,126,425                               | 1,979,410                              |
| Major Shareholders     | Liabilities         | Due to banks   | 321,351                                 | 48,199                                 |
| Major Shareholders     | Liabilities         | Management fees  | 240,708                                 | 200,838                                |
| Major Shareholders     | Liabilities         | Other Liabilities  | 5,112,810                               | 3,798,573                              |
| Major Shareholders     | Shareholders equity | Difference between face value and present value for subordinated financing | 26,335                                  | 30,435                                 |
| Subsidiaries Companies | Assets              | Other Assets   | 126,591                                 | 55,047                                 |
| Subsidiaries Companies | Liabilities         | provision for impairment of other assets                                   | 4,600                                   | 3,638                                  |
| Subsidiaries Companies | Assets              | Financing and facilities to customers                                      | 751,891                                 | 589,088                                |
| Subsidiaries Companies | Assets              | Expected Credit Losses   | 81,570                                  | 94,763                                 |
| Subsidiaries Companies | Liabilities         | Customers deposits   | 220,799                                 | 174,850                                |
| Associates Companies   | Liabilities         | Customers deposits   | 346,543                                 | 137,440                                |

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

| Relationship Nature    | Account Nature | Transaction Nature   | 30 September 2024<br>EGP (in thousands) | 30 September 2023<br>EGP (in thousands) |
|------------------------|----------------|--|---|---|
| Major Shareholders     | Expenses       | Cost of subordinated financing at Reduced Cost                     | (130,960)                               | (19,988)                                |
| Major Shareholders     | Expenses       | Cost of subordinated financing with coupon                         | (82,231)                                | (152,652)                               |
| Major Shareholders     | Expenses       | Cost of deposits and current accounts paid to banks                | (293,581)                               | -                                       |
| Subsidiaries Companies | Revenues       | Other operating income   | 94                                      | 94                                      |
| Subsidiaries Companies | Revenues       | Income from Murabaha, Musharaka, Mudaraba and other similar income | 109,326                                 | 50,988                                  |
| Subsidiaries Companies | Expenses       | Cost of deposits and similar expenses                              | (10,885)                                | (8,119)                                 |
| Subsidiaries Companies | Expenses       | Fees and commissions expenses                                      | (2)                                     | (403)                                   |
| Subsidiaries Companies | Expenses       | Expected Credit Losses Charge                                      | 1,822                                   | (6,751)                                 |

Wages, salaries and in kind benefits on September 30, 2024 shall include an amount of 58,614 thousand Egyptian pounds (September 30,2023 : 46,574 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 September 2024

#### 28. Amending the comparative figures of prior years

Past due accrued receivable of financings to customers and penalty fees have been reclassified from other assets to financings and facilities to customers in the comparative balance sheet to appropriately reflects the nature of such items. This re-classification didn't result any changes in the bank's net assets from last year. Further there is no significant change on balance sheet and cash flow statements during first and second quarters of 2024.

|   | Note      | 31 December 2023<br>Balance Before<br>Adjustment<br>EGP (in thousands) | Adjustment<br>EGP (in thousands) | 31 December 2023<br>Balance After<br>Adjustment<br>EGP (in thousands) |
|---|-----------|--|----------------------------------|---|
| <b>Balance Sheet Items</b>  | <b>No</b> |  |                                  |   |
| Financing and facilities to customers (net of expected credit losses) | 16        | 63,546,882   | 538,450                          | 64,085,332  |
| Other assets  |           | 3,635,454  | (538,450)                        | 3,097,004   |
|   |           |  |                                  |   |
|   | Note      | 31 December 2023<br>Balance Before<br>Adjustment<br>EGP (in thousands) | Adjustment<br>EGP (in thousands) | 31 December 2023<br>Balance After<br>Adjustment<br>EGP (in thousands) |
| <b>Cash Flow Statement Items</b>                                      | <b>No</b> |  |                                  |   |
| Financing and facilities to customers (net of expected credit losses) | 16        | (6,043,788)  | (104,937)                        | (6,148,725)   |
| Other assets  |           | (911,048)  | 104,937                          | (806,111)   |
|   |           |  |                                  |   |
|   | Note      | 1 January 2022<br>Balance Before<br>Adjustment<br>EGP (in thousands)   | Adjustment<br>EGP (in thousands) | 1 January 2022<br>Balance After<br>Adjustment<br>EGP (in thousands)   |
| <b>Balance Sheet Items</b>  | <b>No</b> |  |                                  |   |
| Financing and facilities to customers (net of expected credit losses) |           | 56,774,656   | 249,214                          | 57,023,870  |
| Other assets  |           | 2,649,627  | (249,214)                        | 2,400,413   |

#### 29. 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".
- S&P credit rating agency announced a positive adjustment to its outlook for Egypt's credit rating while maintaining the credit rating at "B-".
- Fitch credit rating agency announced an upgrading of Egypt's credit rating from "B-" to "B" with s stable outlook.