U Consumer Finance
"ValU Consumer Finance Company, previously"
(Egyptian Joint Stock Company)
Consolidated financial statements
For the period ended March 31, 2025
Together with Limited review report

bakertilly
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REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

To the members of the board of directors of U Consumer Finance "ValU Consumer Finance Company, previously" (S.A.E)

Introduction

We have reviewed the accompanying consolidated financial position of **U Consumer Finance "ValU Consumer Finance Company, previously" (S.A.E)** as of 31 March 2025 and the related consolidated statements of profit or loss, consolidated comprehensive income, consolidated changes in equity and consolidated cash flows for the three months ended on that date, and summary of the main accounting policies and other explanatory notes, Management is responsible for the preparation and presentation of these consolidated financial statements in accordance with the Egyptian accounting standards, our responsibility is to express a conclusion on these consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with the Egyptian Standard on review engagement no, (2410) "Review of interim financial information performed by the independent Auditor of the entity", A review of financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures, A review is substantially less in scope than an audit conducted in accordance with Egyptian standards on auditing, Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit, Consequently; we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that accompanying interim consolidated financial statements are not prepared, in all material respects for the financial position of the company as of 31 March 2025, and its consolidated financial performance and cash flows for the three months ended in that date in accordance with Egyptian accounting standards.

Cairo: 19 May 2025

Amr Wahid

Auditor

Amr Wahid Abdel Ghaffar

Baker Tilly Mohamed Hilal & Wahid Abdel Ghaffar.

Accountants and Consultants

U Consumer Finance " ValU Consumer Finance Company, previously"
(Egyptian Joint Stock Company)
Consolidated Statement of financial position as of March 31, 2025
(All amount in Egyptian pound)

Translation of financial statements
Originally Issued in Arabic

	Note	31/3/2025	31/12/2024
Assets			
Non - current assets			
Account receivables for consumer finance (Net)	(9)	4 718 397 199	3 841 102 654
Investments at fair value through OCI	(10)	3 050 100	3 050 100
Investments in associates	(12)	117 764 950	117 764 950
Fixed assets	(3)	281 067 561	292 934 845
Right of use assets	(5)	53 974 031	57 131 504
Intangible assets	(4)	162 181 564	169 320 427
Goodwill	(31)	308 228 470	308 228 470
Total of non-current assets		**5 644 663 875**	**4 789 532 950**
Current assets			
Cash and cash equivalents	(6)	458 558 352	751 780 186
Account receivables for consumer finance (Net)	(9)	5 100 934 838	4 711 651 177
Financial investments at fair value through profit or loss	(11)	3 935 064	3 746 775
Debitors and Other debit balances	(8)	494 256 039	304 362 867
Securitization surplus	(24)	284 784 698	292 353 725
Total current assets		**6 342 468 991**	**6 063 894 730**
Total assets		**11 987 132 866**	**10 853 427 680**
Equity			
Issued & paid - in capital	(15)	199 590 140	199 590 140
Legal reserve		99 795 071	99 795 071
Share premium		710 898 836	710 898 836
Impairment reserve for consumer finance		132 083 286	95 596 990
Retained Earnings		618 242 810	530 808 046
Total equity Before Non-controlling interests		**1 760 610 143**	**1 636 689 083**
Non-controlling interests		3 671	654
Total equity and Non-controlling interests		**1 760 613 814**	**1 636 689 737**
Liabilities			
Current liabilities			
Overdraft banks	(7)	1 739 058 502	1 763 930 398
Due to related parties	(14)	61 198 738	24 273 652
Merchants		850 840 649	448 380 459
Creditors and other credit balances	(13)	701 685 837	890 179 143
Provisions	(18)	9 000 000	4 000 000
Current income tax liabilities	(20)	101 222 679	88 411 198
Loans and facilities	(17)	1 402 892 040	548 529 403
Subordinated loans	(16)	140 000 000	110 000 000
Current portion of finance lease liabilities	(5)	18 375 957	18 015 466
Total current liabilities		**5 024 274 402**	**3 895 719 719**
Non - current liabilities			
Loans and Facilities	(17)	4 830 191 067	4 808 438 194
Subordinated loans	(16)	300 000 000	440 000 000
Deferred tax liabilities	(21)	18 966 728	17 624 800
Finance lease Liabilities	(5)	53 086 855	54 955 230
Total non - current liabilities		**5 202 244 650**	**5 321 018 224**
Total liabilities		**10 226 519 052**	**9 216 737 943**
Total equity and liabilities		**11 987 132 866**	**10 853 427 680**

The accompanying notes and accounting policies from page (6) to page (51) are an integral part of these Consolidated financial statements and are to be read therewith.
Limted review's Report " Attached "

Non Executive Chairman
Fatma Ibrahim Lotfi

Managing Director
Walid Mahmoud Hassouna

CFO
Karem Riyad

U Consumer Finance " ValU Consumer Finance Company, previously"

(Egyptian Joint Stock Company)

Consolidated Income statement for the Period ended March 31, 2025

Translation of financial statements Originally Issued in Arabic

(All amount in Egyptian pound)

	Note	For the Period ended 31/3/2025	31/3/2024
Interest from consumer finance		387 791 756	377 337 087
Earned discount		254 263 311	43 425 360
Securitization gain	(24)	285 757 310	87 494 589
Finance cost		(583 421 632)	(268 291 541)
Net operating revenue		**344 390 745**	**239 965 495**
Add/(Deduct):			
Other Revenues	(19)	88 928 498	46 323 284
Interest Income		68 186 933	17 236 428
Net change in fair value through profit or loss		188 289	444 158
Commissions and collection fees		(17 298 205)	(1 991 013)
Fixed assets depreciation	(3)	(17 305 121)	(9 525 185)
Intangible assets amortization	(4)	(7 138 863)	(4 957 670)
Right of use assets amortization	(5)	(3 157 473)	(2 432 767)
Expected Credit Loss	(23)	(19 315 032)	(34 866 669)
Reversal of Expected Credit Losses	(23)	14 592 470	
Provisions formed during the period	(18)	(5 000 000)	(2 000 000)
Foreign currency exchange differences		(1 762 134)	78 052 504
General and administrative expenses	(25)	(286 839 366)	(193 926 454)
Net profit of the period before tax		**158 470 741**	**132 322 111**
(Deduct)/ Add:			
Income tax	(20)	(32 721 840)	(22 382 135)
Deferred tax	(21)	(1 827 841)	(431 602)
Net profit for the Period		**123 921 060**	**109 508 374**
Profit attributable to:			
Non-controlling interests		3 017	(422)
Owners of Company		123 918 043	109 508 796
		123 921 060	**109 508 374**

The accompanying notes and accounting policies from page (6) to page (51) are an integral part of these Consolidated financial statements and are to be read therewith.

Non Executive Chairman	Managing Director	CFO
Fatma Ibrahim Lotfi	Walid Mahmoud Hassouna	Karem Riyad

U Consumer Finance " ValU Consumer Finance Company, previously"
(Egyptian Joint Stock Company)
Consolidated Statement Of Comprehensive Income for the Period ended March 31, 2025

Translation of financial statements
Originally Issued in Arabic

(All amount in Egyptian pound)

	For the period ended	
	31/3/2025	**31/3/2024**
Net profit for the Period	123 921 060	109 508 374
Other Comprehensive Income	--	--
Total comprehensive income for the Period	**123 921 060**	**109 508 374**
Total comprehensive income for the Period Attributable to:		
Non-controlling interests	**3 017**	**(422)**
Owners of Company	**123 918 043**	**109 508 796**
	123 921 060	**109 508 374**

The accompanying notes and accounting policies from page (6) to page (51) are an integral part of these Consolidated financial statements and are to be read therewith.

Non Executive Chairman	Managing Director	CFO
Fatma Ibrahim Lotfi	Walid Mahmoud Hassouna	Karem Riyad

U Consumer Finance " ValU Consumer Finance Company, previously"
(Egyptian Joint Stock Company)
Consolidated Statement of changes in equity For the period ended March 31, 2025
(All amount in Egyptian pound)

	Issued & paid- in capital	Reserves	Share premium	Impairment reserve for consumer finance	Retained Earnings	Equity attributable to owners of the Company	Non-controlling interests	Total Equity & non- Controlling Intrests
Balance as at 1 January 2024	199 590 140	99 795 071	710 898 836	46 676 424	156 383 944	1 213 344 415	(4 310)	1 213 340 105
Total comprehensive income								
Profit for the period	--	--	--	--	109 508 374	109 508 374	(422)	109 507 952
Total comprehensive income	199 590 140	99 795 071	710 898 836	46 676 424	265 892 318	1 322 852 789	(4 732)	1 322 848 057
Impairment reserve for consumer finance	--	--	--	(3 657 142)	3 657 142	--	--	-
Balance as at 31 March 2024	199 590 140	99 795 071	710 898 836	43 019 282	269 549 460	1 322 852 789	(4 732)	1 322 848 057
Balance as at 1 January 2025	199 590 140	99 795 071	710 898 836	95 596 990	530 808 046	1 636 689 083	654	1 636 689 737
comprehensive income								
Profit for the period	--	--	--	--	123 921 060	123 921 060	3 017	123 924 077
Total comprehensive income	199 590 140	99 795 071	710 898 836	95 596 990	654 729 106	1 760 610 143	3 671	1 760 613 814
Impairment reserve for consumer finance	--	--	--	36 486 296	(36 486 296)	--	--	--
Balance as at 31 March 2025	199 590 140	99 795 071	710 898 836	132 083 286	618 242 810	1 760 610 143	3 671	1 760 613 814

The accompanying notes and accounting policies from page (6) to page (51) are an integral part of these Consolidated financial statements and are to be read therewith.

Non Executive Chairman	**Managing Director**	**CFO**
Fatma Ibrahim Lotfi	**Walid Mahmoud Hassouna**	**Karem Riyad**

U Consumer Finance "ValU Consumer Finance Company, previously"
(Egyptian Joint Stock Company)
Consolidated Statement of cash flows for the period ended March 31, 2025

Translation of financial statements
Originally Issued in Arabic

(All amount in Egyptian pound)

	Note	For the Period ended 31/3/2025	For the Period ended 31/3/2024
Cash flows from operating activities			
Profit before income tax		**158 470 741**	**132 322 111**
Adjustments for :			
Fixed assets depreciation	(3)	17 305 121	9 525 185
Intangible assets amortization	(4)	7 138 863	4 957 670
Right of use assets amortization	(5)	3 157 473	2 432 767
Interest income		(68 186 933)	(17 236 428)
Net change in fair value through profit or loss		(188 289)	(444 158)
Finance lease liability interest		5 439 942	2 582 498
Expected Credit Loss	(23)	19 315 032	34 866 669
Reversal Expected Credit Loss	(23)	(14 592 470)	-
Securitization gain	(24)	(285 757 310)	(87 494 589)
Provisions formed during the period		5 000 000	2 000 000
		(152 897 830)	**83 511 725**
Change in:			
Debitors & Other debit balances	(8)	(189 898 017)	(70 427 392)
Account receivables for consumer finance (Net)	(9)	(1 469 231 868)	(977 624 489)
Securitization surplus		7 569 027	23 156 425
Creditors and other credit balances	(13)	(188 493 306)	82 744 932
Debitors		402 460 190	---
Due to related parties	(14)	36 925 086	5 028 425
Net cash (used in) operating activities		**(1 553 566 718)**	**(853 610 374)**
Cash flows from investing activities			
Payments to purchase fixed assets	(3)	(5 437 837)	(43 052 124)
Payments to purchase intangible assets		---	(29 450)
Change in investments in associates		---	110 982
(payments) in financial investments at fair value through profit or loss		---	(1 910 709)
Intrest Income		68 186 933	17 236 428
Net cash Provided From / (used in) investing activities		**62 749 096**	**(27 644 873)**
Cash flows from financing activities			
Proceeds from loans	(17)	876 115 510	376 966 524
Proceeds from Subordinated loans	(16)	(110 000 000)	---
Repayments of financial lease obligations		(6 947 826)	(24 873)
Proceeds from Securitization		463 300 000	875 035 200
Net cash provided from financing activities		**1 222 467 684**	**1 251 976 851**
Net change in cash and cash equivalents during the period		**(268 349 938)**	**370 721 604**
Cash and cash equivalents at the beginning of the period		**(1 012 150 212)**	**(1 169 516 525)**
Cash and cash equivalents at the end of the period	(26)	**(1 280 500 150)**	**(798 794 921)**

The accompanying notes and accounting policies from page (6) to page (51) are an integral part of these Consolidated financial statements and are to be read therewith.

Non Executive Chairman	Managing Director	CFO
Fatma Ibrahim Lotfi	Walid Mahmoud Hassouna	Karem Riyad

1- Description of business

1-1 Legal status

ValU Consumer Finance Company (ValU for Instalment Services Company, previously) “Egyptian joint stock” has been established in accordance with the provisions of the Law of Joint Stock Companies, Partnerships Limited by Shares, and Limited Liability Companies, promulgated by Law No. 159 of 1981, and it’s implementing regulations with ratification records report No. 1268 of 2017. The company was registered in the commercial registry in Cairo office with No. 108873 dated August 20, 2017.

On October 25, 2020, the company’s situation was reconciled by leaving the scope of provision of law No. 159 of 1981 and comply under law No. 18 of 2020 so that the name of the company changes into ValU Consumer Finance to engage in the activity of consumer finance provision law No. 18 of 2020 and the decisions of the boards of financial regulatory authority issued instead of ValU for Instalment Services.

According to the Extraordinary General Assembly Meeting held on 19 March 2023, the name of the company was changed to (U Consumer Finance) "Egyptian Joint Stock" and was noted in the Commercial Register on 30 May 2023.

1-2 Purpose of the company

The purpose of the company is to practice consumer finance business in accordance with the provisions of Law No. 18 of 2020 and the decisions in effect, provided that the necessary licenses are issued to practice this activity.

The company may have an interest or participate in any way with companies and others that carry out business like its business, or that may help it achieve its objectives in the previous bodies, or buy it or attach it to them, in accordance with the provisions of the law and its executive regulations.

1-3 Company duration

Duration of company is 25 years from the date of registration in the commercial register.

1-4 Company location

The company’s registered office is located in Smart Village building No. B129, phase 3, KM 28 Cairo Alexandria Desert Road, 6 October, Egypt.

In accordance with the decision of the Extraordinary General Assembly held on May 21, 2023, the company’s headquarters was modified to become Unit No. (406&407&408&409- (VW), first floor above ground, located in the commercial center (Arkan 2) at the entrance to Zayed 2 - Sheikh Zayed City - Giza Government.

1-5 Basis of Consolidation

- **Control**

An investor controls an investee when, and only when, the investor has:

1. Power over the investee.
2. Exposure, or rights, to variable returns from its involvement with the investee; and.
3. The ability to use its power over the investee to affect the amount of the investor's returns.

- **Ongoing Assessment**

The investor shall reassess whether it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

- **Loss of Control**

When the parent loses control of a subsidiary, it shall:

1. Derecognize the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost.
2. Derecognize the carrying amount of any non-controlling interests in the former subsidiary (including any components of other comprehensive income attributable to them).
3. Derecognize any cumulative translation differences recognized in equity.
4. Recognize the fair value of the consideration received, if any, from the transaction, event, or circumstance that resulted in the loss of control.
5. Recognize any retained investment in the former subsidiary at its fair value at the date control is lost;
6. Reclassify to profit or loss, or transfer directly to retained earnings, the amounts recognized in other comprehensive income that relate to the subsidiary.
7. Recognize any resulting difference as a gain or loss attributable to the parent.

When the parent loses control of a subsidiary, it must account for all amounts previously recognized in other comprehensive income relating to that subsidiary on the same basis as would be required if the parent had directly disposed of the related assets or liabilities. Thus, when reclassifying the previously recognized gain or loss from other comprehensive income to profit or loss, the parent shall reclassify the gain or loss from equity to profit or loss (as a reclassification adjustment) at the date it loses control. If a previously recognized revaluation surplus had been transferred directly to retained earnings upon disposal of the asset, the parent shall transfer the revaluation surplus directly to retained earnings upon loss of control.

- **Non-Controlling Interests**

The parent shall attribute profit or loss and each component of other comprehensive income to the owners of the parent and to the non-controlling interests, even if this results in a deficit balance in the non-controlling interests.

- **Uniform Accounting Policies**

If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments shall be made to that member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.

- **Subsidiaries**

Those Companies controlled by the holding company. Control is achieved when the holding company has the ability to control, directly or indirectly, the financial and operating policies of the subsidiaries to obtain benefits from their activities. The consolidated financial statements include the financial statements of the subsidiaries from the date of control until the date that control ceases. The subsidiaries are represented by the following:

Name Of the Company	Nationality	Nature Of the Control	Contribution rate as of 31, 2025
PAY-Nas BV	Holand	Direct	100 %

- **Elimination of Intercompany Transactions**

  Inter-grop balances, transactions, income, expenses, and dividends arising from intragroup activities are fully eliminated during consolidation. Any gains or losses resulting from intragroup transactions that are recognized in the carrying amount of assets (such as fixed assets or inventory) are also eliminated in full. Additionally, unrealized profits and losses from transactions between entities within the Group are eliminated to avoid double counting and to ensure accurate presentation of consolidated results.

- **Consolidated Income Statement**

  The consolidated income statement reflects the aggregate results of operations of the parent company and its subsidiaries, after eliminating all intragroup income and expense transactions. This includes the full elimination of unrealized profits embedded in inventory balances arising from intragroup transactions as of the reporting date, to ensure that only external revenues and costs are reported in the consolidated figures.

- **Business Combinations**

  The acquisition method i applied in business combinations, which involves:

1. Identification of the acquirer.
2. Determination of the acquisition date.
3. Recognition and measurement of the identifiable assets acquired, liabilities assumed, and any contingent liabilities, as well as any non-controlling interest (NCI) in the acquiree.
4. Recognition and measurement of goodwill – or a bargain purchase gain.

All identifiable assets and liabilities acquired are measured at their fair value as of the acquisition date. For each business combination, the acquirer shall measure any existing NCI either at:

A-Fair value

B- The proportionate share of the acquiree's identifiable net assets.

Goodwill

Goodwill is recognized as of the acquisition date and is measured as:

(A) Total of:

(1) In accordance with Egyptian Accounting Standard (EAS) No. 29 – Business Combinations, the acquirer recognizes goodwill on the acquisition date.

(2) The amount of any non-controlling interest in the acquired entity measured accordance with EAS 29– Business Combinations.

(3) The fair value of any previously held equity interest in the acquiree, if the business combination is achieved in stages.

(B) The net fair value of the identifiable assets acquired and liabilities (including contingent liabilities) assumed at the acquisition date, also in accordance with EAS 29.

Consolidation Procedures

The consolidated financial statements of U Consumer Finance (formerly ValU Consumer Finance, an Egyptian joint stock company) are prepared by combining its the financial statements with that of its subsidiaries (Note 1), aggregating like items of assets, liabilities, equity, income, and expenses to present consolidated financial statements treating the Group as a single economic entity. The consolidation process involves the following steps:

- Eliminate the carrying amount of the parent company's investment in each subsidiary against its share of equity in those subsidiaries. Any excess of the investment cost over the Group's share of net assets is recorded as goodwill in the consolidated statement of financial position. Goodwill is subject to annual impairment testing or more frequently if indicators of impairment exist. Any impairment loss is recognized in the consolidated income statement.

- Non-controlling interests (NCI) in the net assets of subsidiaries are disclosed separately from the equity attributable to the shareholders of the parent. NCI includes:
  1. The initial amount recognized at the acquisition date.
  2. The NCI’s share of subsequent changes in the subsidiary’s equity since acquisition.
- All intra-group balances and transactions—including intercompany sales, expenses, and dividends—are eliminated in full during consolidation. Unrealized gains or losses arising from intra-group transactions that affect asset values (e.g., inventory or fixed assets) are also eliminated.
- Consolidated financial statements are prepared using uniform accounting policies for similar transactions and events.
- The results (revenues and expenses) of subsidiaries are included in the consolidated income statement from the acquisition date until the date control ceases.
- The financial position of subsidiaries whose functional currency is neither the functional currency of the holding company nor the currency of an inflationary economy are translated into the presentation currency of the holding company's financial statements for inclusion in the holding company's consolidated statements using the following procedures:
- (a) Translating assets and liabilities for each balance sheet presented (including comparative figures) at the closing rate as of the balance sheet date.
- (b) Translating revenue and expense items for each income statement presented (including comparative figures) at the exchange rates as of the dates of the transactions.
- (c) Recognizing all exchange differences as a separate component of consolidated equity up to the date of disposal of the net investment.
- Accumulated exchange differences arising from translation that relate to minority/non-controlling interests are recognized as part of minority/non-controlling interests in the consolidated balance sheet up to the date of disposal of the net investment. When the holding company disposes of its investment in subsidiaries, the accumulated amount of exchange rate translation differences that were deferred as a separate component of consolidated equity and related to translating the financial statements of subsidiaries from their currency to the currency of the parent company for inclusion in the holding company’s consolidated financial statements is recognized as a gain or loss simultaneously with the recognition of the gain or loss resulting from the disposal of the investment.

2- Basis of preparation of Financial Statements

2-1 Statement of compliance

- These financial statements have been prepared in accordance with the Egyptian Accounting Standards and relevant Egyptian laws and regulations.

2-2 Functional and presentation currency

These financial statements are presented in Egyptian Pounds (EGP), which is the Company’s functional currency and all the financial data presented are in Egyptian Pounds (EGP).

2-3 Use of estimates and judgments

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Company’s accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

- Estimates and assumptions about them are re-viewed on regular basis.
- The change in accounting estimates is recognized in the period where the estimate is changed whether the change affects only that period, or in the period of change and the future periods if the change affects them both.

2-3-1 Fair value measurement

- The fair value of financial instruments is determined based on the market value of the financial instrument or similar financial instruments at the date of the financial statements without deducting any estimated future selling costs.
- In the absence of an active market to determine the fair value of financial instruments, the fair value is estimated using various valuation techniques, taking into consideration the prices of the transactions occurred recently, and guided by the current fair value of other similar tools substantially - discounted cash flow method - or any other evaluation method to get resulting values that can rely on.
- When using the discounted cash flow method to evaluate, the future cash flows are estimated based on the best estimates of management. And the discount rate used is determined in the light of the prevailing market price at the date of the financial statements that are similar in nature and conditions.

(In the notes all amounts are shown in EGP unless otherwise stated)

3- Fixed assets

	Electrical Appliances	Computer Equipment	Office furniture & Fixtures	Vehicles	Total
Cost as of 1/1/2024	**56 031 471**	**43 266 686**	**84 219 830**	**14 982 652**	**198 500 639**
Additions during the year	22 578 260	56 038 673	44 074 662	55 693 464	**178 385 059**
Disposals during the year	(63 220)	--	--	(3 880 701)	**(3 943 921)**
Total cost as of 31/12/2024	**78 546 511**	**99 305 359**	**128 294 492**	**66 795 415**	**372 941 777**
Additions during the Period	294 736	54 502	1 593 599	3 495 000	**5 437 837**
Total cost as of 31/3/2025	**78 841 247**	**99 359 861**	**129 888 091**	**70 290 415**	**378 379 614**
Accumulated depreciation					
Accumulated depreciation at 1/1/2024	**10 099 341**	**11 122 045**	**9 406 233**	**371 250**	**30 998 869**
Depreciation during the year	12 966 713	11 120 212	16 854 791	8 840 678	**49 782 394**
Depreciation of disposals	(46 695)	--	--	(727 636)	**(774 331)**
Accumulated depreciation as of 31/12/2024	**23 019 359**	**22 242 257**	**26 261 024**	**8 484 292**	**80 006 932**
Depreciation during the Period	3 865 248	4 093 130	5 840 886	3 505 857	**17 305 121**
Accumulated depreciation as of 31/3/2025	**26 884 607**	**26 335 387**	**32 101 910**	**11 990 149**	**97 312 053**
Net book value as of 31/3/2025	**51 956 640**	**73 024 474**	**97 786 181**	**58 300 266**	**281 067 561**
Net book value as of 31/12/2024	**55 527 152**	**77 063 102**	**102 033 468**	**58 311 123**	**292 934 845**

4- Intangible assets

	31/3/2025	31/12/2024
Cost at the beginning of the year	**198 827 861**	**48 873 377**
Additions during the period \ year	--	149 954 484
Cost at the end of the period \ year	**198 827 861**	**198 827 861**
Accumulated amortization at the beginning of the period\ year	**29 507 434**	**20 475 259**
Amortization during the period \ year	7 138 863	9 032 175
Accumulated amortization at the end of the period \ year	**36 646 297**	**29 507 434**
Net book value at the end of the period \ year	**162 181 564**	**169 320 427**

(In the notes all amounts are shown in EGP unless otherwise stated)

5- Right of use assets & lease liabilities

5-1 Right of use assets

	31/3/2025	31/12/2024
Balance at the beginning of the period \ year	57 131 504	60 030 128
Additions during the period \ year	--	8 696 460
Amortization during the period \ year	(3 157 473)	(11 595 084)
Balance at the end of the period \ year	**53 974 031**	**57 131 504**

5-2 Finance Lease Liabilities

	31/3/2025	31/12/2024
Balance at the beginning of the Period \ year	72 970 696	69 530 966
Additions during the Period \Year	--	8 696 460
Interest during the Period \ Year	5 439 942	11 548 430
Paid during the Period \ year	(6 947 826)	(16 805 160)
Balance at the end of the Period \ year	**71 462 812**	**72 970 696**

	31/3/2025	31/12/2024
Non-current Finance lease liability	53 086 855	54 955 230
Current Finance lease liability	18 375 957	18 015 466
Balance	**71 462 812**	**72 970 696**

6- Cash and cash equivalents

	31/3/2025	31/12/2024
Cash on hand	2 273 103	2 385 082
Banks - current accounts	110 524 175	468 873 500
Deposits at banks	345 761 074	280 521 604
Balance	**458 558 352**	**751 780 186**

7- Banks overdraft

	Limit amount	31/3/2024	31/12/2024
Export Development bank of Egypt*	250 million	253 781 195	253 776 532
Egyptian Arab land bank*	300 million	306 150 448	306 860 716
Suez Canal bank*	650 million	641 346 076	641 430 281
Misr Iran Bank (Mid Bank) *	250 million	255 999 134	255 981 546
Banque Misr*	100 million	102 355 853	101 957 194
ABC Bank*	200 million	179 425 796	203 924 129
Balance		**1 739 058 502**	**1 763 930 398**

* The credit facility is granted for one year and renewed

(In the notes all amounts are shown in EGP unless otherwise stated)

8- Debitor and Other debit balances

	31/3/2025	31/12/2024
Prepaid expenses	153 696 878	121 643 625
Down payments to suppliers	57 134 031	29 079 677
Deposits with others	6 492 841	6 492 841
Employees advances	5 740 214	3 802 069
Electronic payments channels	122 159 661	38 322 798
Accrued revenues	5 285 025	7 776 327
Deposits with others - Securitization operations	101 850 671	62 421 037
Other debtors	42 878 041	35 805 816
	495 237 362	**305 344 190**
Deduct:		
Expected credit loss	(981 323)	(981 323)
	494 256 039	**304 362 867**

*** Expected credit loss**

	31/3/2025	31/12/2024
Balance at the beginning of the period \ year	**(981 323)**	**(7 476 300)**
Reversed during the period \ year	-	6 494 977
Balance at the end of the period \year	**(981 323)**	**(981 323)**

9- Account receivables for consumer finance (Net)

	31/3/2025		
	During the Period	**More than one year**	**Total**
A/R durable goods**	6 646 612 028	6 304 840 449	**12 951 452 477**
Deduct:			
Unearned Interest	(2 091 832 929)	(2 189 788 057)	**(4 281 620 986)**
Cashback - Co-funded	670 706 835	717 055 057	**1 387 761 892**
Expected credit loss of A/R *	(124 551 096)	(113 710 250)	**(238 261 346)**
Balance	**5 100 934 838**	**4 718 397 199**	**9 819 332 037**

	31/12/2024		
	During one year	**More than one year**	**Total**
A/R durable goods**	6 039 380 292	5 094 916 802	**11 134 297 094**
Deduct:			
Unearned Interest	(1 721 354 376)	(1 685 086 200)	**(3 406 440 576)**
Cashback - Co-funded	532 496 648	537 436 291	**1 069 932 939**
Expected credit loss of A/R *	(138 871 387)	(106 164 239)	**(245 035 626)**
Balance	**4 711 651 177**	**3 841 102 654**	**8 552 753 831**

- Expected credit loss of A/R

	31/3/2025	31/12/2024
Beginning Balance	**(245 035 626)**	**(146 971 534)**
Component during the period/ year	(4 722 562)	(171 822 324)
Write off	11 496 842	73 758 232
Ending Balance	**(238 261 346)**	**(245 035 626)**

(In the notes all amounts are shown in EGP unless otherwise stated)

- ** The financed goods and services are as follow:

	31/3/2025	
Description	**Balance**	**Percentage to portfolio**
Electronic devices and mobile phones	3 496 892 169	27%
Furniture	1 295 145 248	10%
Home appliances	2 072 232 396	16%
Clothing	1 036 116 198	8%
Vehicles	1 942 717 872	15%
Others	3 108 348 594	24%
Balance	**12 951 452 477**	**100%**

	31/12/2024	
Description	**Balance**	**Percentage to portfolio**
Electronic devices and mobile phones	3 229 042 218	29%
Furniture	890 770 267	8%
Home appliances	1 781 540 534	16%
Clothing	779 423 984	7%
Vehicles	1 670 194 251	15%
Others	2 783 325 840	25%
Balance	**11 134 297 094**	**100%**

10- Investments at fair value through OCI

	31/3/2025	31/12/2024
EFG EV Fintech Investments	3 000 000	3 000 000
FALAK STARTUPS	50 000	50 000
Paytabs Egypt for Technology solutions	100	100
Balance	**3 050 100**	**3 050 100**

Investment measured at fair value through other comprehensive income are investments that aren't listed in the stock exchange.

11- Financial Investments at fair value through profit or loss

	Share Price	Shares Numbers	31/3/2025	31/12/2024
Azimut fund	1.40274	2 805 270	3 935 064	3 746 775
			3 935 064	**3 746 775**

(In the notes all amounts are shown in EGP unless otherwise stated)

12- Investments in associate's company

The investee company	Nationality	percentage	31/3/2025	31/12/2024
Paytech 3100 BV	Holland	24.192%	117 764 950	117 764 950
		24.192%	**117 764 950**	**117 764 950**

- On September 30, 2023, investments in Paynas BV, a subsidiary, and Paytech 3100 BV, Associate company, were acquired for an amount of 69.6 million Egyptian pounds, and shares were issued in the company's capital.

13- Creditors and other credit balances

	31/3/2025	31/12/2024
Accrued expenses	457 059 678	690 543 985
Tax Authority	75 709 948	47 931 009
National Authority for Social Insurance	1 555 123	771 841
Notes payables	19 077 145	6 310 287
Balances due to the custodian	--	11 114 281
Other credit balances	148 283 943	133 507 740
Balance	**701 685 837**	**890 179 143**

14- Due to related parties

	Nature of the transaction	31/3/2025	31/12/2024
EFG Finance Holding company	Expenses	61 173 964	24 248 878
Etkan for Credit inquiry	Credit inquiry	24 774	24 774
Balance		**61 198 738**	**24 273 652**

15- Capital

- The Company's authorized capital amounts EGP 30 million and issued capital amounts EGP 3 million distributed on 600 000 share of par value EGP 5 each, all shares is paid cash and the shareholders paid all amount of issued capital.
- The Extra-Ordinary General meeting has decided on 12 August 2018 to increase the authorized capital from 30 million to 150 million and the issued capital from 3 million to 40 million by an increase of 37 million distributed on 7 400 000 shares on a par value of EGP 5, the capital increase has been paid in full by the shareholders and the required procedures has been performed and the commercial register has been amended on 4th September 2018.
- On 17 March 2019, the Board has decided to increase the issued capital from 40 million to 70 million distributed on 6 000 000 shares with a par value EGP 5 an increase of EGP 30 million, the capital increase has been paid in full by the shareholders and the required procedures has been performed and the commercial register has been amended on 28th March 2019.
- On 31 March 2019, the board decided to increase issued capital from 70 million to 100 million distributed on 6 000 000shares with a par value EGP 5. The capital increase has been paid in full by the shareholders and the required procedures has been performed and the commercial register has been amended on 11th April 2019.
- On 28 January 2020, the board decided to increase issued capital from 100 million to 140 million distributed on 8 000 000 shares with a par value EGP 5. The capital increase has been paid in full by the shareholders and the required procedures has been performed and the commercial register has been amended on 16th February 2020.

- On 25th February 2020 the Extra -Ordinary General assembly approved to increase the authorized capital from 150 million to 750 million and to increase issued capital from 140 million to EGP 175 million, EGP 35 million in cash with a par EGP 5 distributed on
- 7 Million shares. The capital has been paid in full by the shareholders and the required procedures has been performed and the commercial register has been amended on 29 June 2020.
- On December 5, 2021, the Extraordinary General Assembly unanimously approved the increase in the issued capital, provided that the entire capital increase would be subscribed to from a new shareholder, EFG-VA InvestCO Limited, and that the increase would be at a fair value of 101.30 Egyptian pounds per share, with a total of 157 577 722 Egyptian pounds.

  The Extraordinary General Assembly also agreed that the increase in the issued capital shall be distributed as follows:
- An amount of 7 777 775 Egyptian pounds equivalent to the nominal value distributed over 1 555 555 nominal shares at a value of 5 Egyptian pounds per share, so that the capital becomes 182 777 775 Egyptian pounds distributed among 36 555 555 shares were taken, and the necessary procedures were taken and notated in the commercial register on February 16, 2022.
- The remaining amount, which represents 149 799 948 Egyptian pounds, represents the difference between the fair value and the nominal value, provided that this difference is set aside in the reserve account and is divided into two parts, a legal reserve of 91 388 888 Egyptian pounds and 58 410 950 Egyptian pounds as reserve premium.
- On August 31, 2023, the Extraordinary General Assembly unanimously approved an increase in the company's issued capital with the subscription of a new shareholder, Pay Tech 3100 BV.
- Financial Group Holding Company, one of the oldest shareholders, subscribed to the increase shares.
- The increase will be at fair value, which is 201.55 Egyptian pounds per share, with a total of 677,706,433 EGP, distributed as follows:
  - An amount of 16,812,365 EGP, equivalent to the nominal value, distributed among 3,362,473 shares with a nominal value of 5 EGP per share.
  - The amount of 660,894,068 EGP represents the difference between the fair value and the nominal value, provided that this difference is kept in the reserves account.
  - Subscription to the increase shares will be as follows
  - The new shareholder, Pay Tech 3100 B.V., subscribes at a nominal value of 2,415,646 shares, with a total of 12,078,230 EGP.
  - The amount of 474 795 221 EGP represents the difference between the fair value and the nominal value, which will be set aside in the reserves account.
  - The shareholder, Finance Holding Financial Group, subscribes at the nominal value of 946,827 shares, with a total of 4 734 135 EGP.
  - The amount of 186,098,847 EGP represents the difference between the fair value and the nominal value, which will be set aside in the reserves account.

(In the notes all amounts are shown in EGP unless otherwise stated)

- The issued and paid-up capital amounts to 199 590 140 Egyptian pounds, distributed among 39 918 028 shares, each share valued at 5 pounds.

- The capital appears distributed among shareholders on March 31, 2025 as follows:

Shareholders	Nationality	Number of shares	Nominal value	Percentages %
Finance Holding Group	Egyptian	35 596 827	177 984 135	89.17
EFG Hermes for managing financial portfolios and investment funds	Egyptian	175 000	875 000	0.44
Hermes Securities Brokerage Company	Egyptian	175 000	875 000	0.44
EFG.V	Mauritius	1 555 555	7 777 775	3.90
EFG Pay Tech 3100 B.V	Holland	2 415 646	12 078 230	6.05
		39 918 028	**199 590 140**	**100**

16- Subordinated loans

- On October 27, 2024, the company signed a supporting loan contract with the IFG Holding Group for a supporting loan in the amount of 150,000,000 Egyptian pounds, for the purpose of financing the necessary operating expenses, represented in paying marketing expenses and paying suppliers' invoices, at an interest rate of 1.5% above the loan corridor announced by the Central Bank annually. The loan is due on October 26, 2029, amortizing 20% annually.
- On November 12, 2024, the company signed a supporting loan contract with the IFG Holding Group for a supporting loan in the amount of 50,000,000 Egyptian pounds, for the purpose of financing the necessary operating expenses, represented by paying marketing expenses and paying suppliers' invoices at an interest rate of 1.5% above the loan corridor announced by the Central Bank annually. The loan is due on November 11, 2029, amortizing 20% annually.
- On January 19, 2025, the company entered into a subordinated loan agreement with EFG Hermes Holding Company for an amount of EGP 40,000,000 to finance the necessary operating expenses, including marketing expenses and supplier bills, at an interest rate of 1.5% above the lending corridor announced by the Central Bank annually. The loan matures on January 18, 2030, with an annual amortization rate of 20%.
- On March 18, 2025, the company entered into a subordinated loan agreement with EFG Holding Group for a subordinated loan amounting to EGP 200,000,000 for the purpose of financing the necessary operating expenses represented in paying marketing expenses and paying suppliers' bills at an interest rate of 1.25% above the corridor for lending announced by the Central Bank annually. The loan is due on March 17, 2030, and is amortized at 20% annually.

(In the notes all amounts are shown in EGP unless otherwise stated)

17- Loans and Facilities

	31/3/2025	31/12/2024
Banque Misr The company signed credit facilities with a total amount of 325 million Egyptian pounds for the purpose of financing working capital expenses related to operational activity.	283 585 653	324 263 790
Al Baraka Bank The company signed credit facilities with a total amount of 600 million Egyptian pounds for the purpose of financing the necessary operating expenses, which include paying marketing expenses only, and not more than 30% of the financing used.	598 913 633	598 438 085
EG Bank The company signed credit facilities with a total amount of 600 million Egyptian pounds for the purpose of financing the necessary operating expenses, which include paying marketing expenses only, and not more than 15% of the financing used.	433 851 068	599 999 998
ABK Bank The company signed credit facilities with a total amount of 200 million Egyptian pounds for the purpose of financing working capital expenses in relation to operational activity.	193 467 405	187 322 521
Arab African international Bank the company signed credit facilities totaling 340 million Egyptian pounds for the purpose of financing working capital expenses related to operational activity	698 100 418	338 529 658
Bank FAB MISR The company signed credit facilities with a total amount of 400 million Egyptian pounds for the purpose of financing working capital expenses in relation to operational activity	396 711 847	392 361 385
NBE Bank The company signed credit facilities with a total amount of 950 million Egyptian pounds for the purpose of financing working capital expenses related to operational activity	973 154 613	950 871 343
Al-Tameer Financial Leasing and Factoring Company (Al-Oula) The company concluded a factoring agreement for purchases with a credit limit of 300 million Egyptian pounds, with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company.	358 470 815	253 875 905

(In the notes all amounts are shown in EGP unless otherwise stated)

Global Corp Finance Company The company concluded a factoring agreement for purchases with a credit limit of 300 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company	298 699 401	298 629 716
Al Tawfeeq Company for Financial Leasing and Factoring The company concluded a factoring agreement for purchases with a credit limit of 50 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company.	49 058 387	49 394 458
EFG Hermes Company The company concluded a factoring agreement for purchases with a credit limit of 275 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company	241 900 733	279 513 091
ABI Factoring Company The company concluded a factoring agreement for purchases with a credit limit of 100 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company.	102 179 331	110 000 000
Industrial Development Bank The company signed credit facilities with a total amount of 500 million Egyptian pounds for the purpose of financing working capital expenses related to operational activity.	491 803 303	499 967 187
Corp for factoring The company concluded a factoring agreement for purchases with a credit limit of 500 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company	493 298 038	473 800 460

(In the notes all amounts are shown in EGP unless otherwise stated)

GB Leasing Company The company concluded a factoring agreement for purchases with a credit limit of 300 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company.	303 591 494	--
Incolease The company concluded a factoring agreement for purchases with a credit limit of 200 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company.	157 916 553	--
Arab African Leasing The company concluded a factoring agreement for purchases with a credit limit of 170 million Egyptian pounds with the aim of giving the company the ability not to abide by the obligation to make immediate payment and giving the company the ability to purchase from its suppliers and enjoy credit terms while those payments are made immediately through the factoring company.	158 380 415	--
Total Loans and Facilities	**6 233 083 107**	**5 356 967 597**
Current loans and Facilities	1 402 892 040	548 529 403
Non – Current loans and Facilities	**4 830 191 067**	**4 808 438 194**

18- Claims Provisions

	31/3/2025	31/12/2024
Balance at the beginning of the period \ year	**4000 000**	**5 000 000**
Component of provisions during the period \ year	5 000 000	3 000 000
Provisions no longer needed during period \ year	--	(4 000 000)
Balance	**9 000 000**	**4 000 000**

19- Other Revenues

	For The Period Ended	
	31/3/2025	31/3/2024
Delay Penalties	19 772 059	27 623 427
Prepaid Cards	9 683 320	--
Early Settlement	59 473 119	18 699 857
Balance	**88 928 498**	**46 323 284**

(In the notes all amounts are shown in EGP unless otherwise stated)

20- Reconciliation of effective tax rate

	31/3/2025	31/12/2024
Net profit before income tax	158 470 741	527 883 095
Applicable tax rate	%22,5	%22,5
Expected income tax on accounting profit using applicable tax rate	**35 655 916**	**188 773 696**
Effect of depreciation	(2 705 217)	(9 011 369)
Other expenses	17 397 747	37 364 995
Other discounts	(17 626 606)	(58 716 124)
Tax accordance to income statement	**32 721 840**	**88 411 198**
Effective tax rate	**20.65%**	**16.78%**

21- Deferred tax (liabilities)

	31/3/2025	31/12/2024
	(Liability)/ Asset	(Liability)/ Asset
Fixed assets' depreciation	(18 966 728)	(17 624 800)
Deferred tax liabilities	**(18 966 728)**	**(17 624 800)**

22- Tax status

22 – Tax Status

22.1 – U Consumer Finance Company

A) Corporate Income Tax

- August 2017 to December 2020: Tax returns were submitted within the statutory deadlines. The tax authority completed the audit and all disputes have been resolved.
- January 2021 to December 2022: Tax returns were also submitted on time; however, the audit process is still pending.

B) Payroll Tax

- August 2017 to December 2021: The tax authority completed the examination, and any resulting disputes have been resolved.
- January 2020 to March 2023: The company regularly settles its monthly payroll tax obligations with the Tax Authority. However, this period has not yet been audited.

C) Stamp Duty Tax

- **August 2017 to 2020:** The tax audit was finalized, and all matters have been resolved.
- **2021 to 2022:** No audit has been carried out during this period.

D) Value added Tax

The company was registered with the added value in accordance with the provisions of Law No. 67 of 2016 and its executive regulations issued on September 8, 2016. The company submits the value-added declarations monthly and the examination has not been done.

(In the notes all amounts are shown in EGP unless otherwise stated)

22-2 Tax position of Valu Payments and Technology Solutions Company (formerly Pay-Nas Payments and Digital Solutions)

A) **Corporate Income Tax**
The company is committed to filing returns by the legal deadlines, but no audit has been conducted from the start of the business to date.

E) **Payroll Tax**
The company submits the forms by the legal deadlines and remits the due tax to the Tax Authority.
No audit has been conducted from the start of the business to date.

F) **Value added Tax**
The company files the returns monthly, but no audit has been conducted from the start of the business to date.

D) **Withholding Tax**
The company is committed to filing the forms by the legal deadlines, but no audit has been conducted from the start of the business to date.

G) **Stamp Duty Tax**
The company was inspected and paid up to 2020, but has not been inspected since that date.

23- Expected credit loss

	Accounts Receivables	**31/3/2025**	**31/3/2024**
Formed during the period	(19 315 032)	(19 315 032)	(34 866 669)
Reversal during the period	14 592 470	14 592 470	--
Balance at the End of the Period	**(4 722 562)**	**(4 722 562)**	**(34 866 669)**

24- Securitization Surplus

2nd Issuance (2nd issuance \ 2nd Program)

- On 14/8/2022, the company signed a securitization portfolio transfer contract to EFG Hermes for securitization, according to which the financial rights related to some consumer financing contracts were transferred to EFG Hermes for securitization (the transferee) with a total value of EGP 609 104 635 Egyptian and its present value is EGP 586 799 288 Egyptian pounds.
- The transferred securitization portfolio includes 54 277 consumer financing contracts, which generate cash flows represented in the collection of amounts due from debtors during the period starting on 8/8/2022 and ending on 30/7/2023.
- They are short-term nominal bonds in exchange for financial rights and deferred payment receivables (securitization bonds) that are negotiable and non-convertible into shares and are subject to accelerated call-up starting from the sixth month of issuance (the fourth coupon) for a period of 12 months, with a total value of 532 600 000 Egyptian pounds only with a nominal value (one hundred EGP) per bond, and the bonds are consumed in light of the actual proceeds of the portfolio after 3 months, starting from the day following the date of closing the subscription door, then monthly after the first coupon, with a fixed annual return of 12.90% to banks and 13.50% to the funds and the first coupon is paid after 3 months and then monthly starting from the day following the date of closing the subscription door.
- EFG-Hermes Securitization Company has made a private offering of securitization bonds based on the approval of the Financial Supervisory Authority to offer the bonds, and the subscription to the bonds was fully covered through a private offering that closed on 14/8/2022, and the profits achieved from referring the securitization portfolio amounted to an amount of 33 697 378 Egyptian pounds.

3rd Issuance (3rd Issuance \ 2ndProgram)

- On 20/11/2022, the company signed a contract for the transfer of a securitization portfolio to EFG Hermes Securitization company according to which the financial rights related to some consumer financing contracts have been transferred to EFG Hermes Securitization company (the assignee), and its value amounted to 988 989 471 Egyptian pounds, and its current value is 943 981 848 pounds Egypt.
- The transferred securitization portfolio includes 108 177 consumer financing contracts and 273 812 rights-creating purchase data, generating cash flows represented in collecting the amounts owed by debtors during the period starting on 1/12/2022 and ending on 30/11/2023.
- They are short-term nominal bonds in exchange for financial rights and deferred payments (securitization bonds) that are negotiable, non-convertible into shares, and subject to expedited recall starting from the sixth month of issuance (the fourth coupon) for a period of 12 months, with a total value of 854 500 000 Egyptian pounds only, with a nominal value (one hundred pounds) for one bond. The bonds are consumed considering the actual proceeds of the portfolio after 3 months, starting from the day following the closing date of the subscription door, then monthly after the first coupon, with a fixed annual return of 14.85%. The first coupon is paid after 3 months, then monthly, starting from the day following the closing date of the subscription door.
- EFG Hermes Securitization Company made a special placement of securitization bonds based on the approval of the General Authority for Financial Supervision to put the bonds, and the subscription in the bonds was fully covered through a private placement that closed on 12/12/2022, and the profits achieved from transferring the securitization portfolio amounted to an amount 74 992 538 Egyptian pounds.

4th Issuance (4th Issuance\ 2nd Program)

- On 1/3/2023, the company signed a securitization portfolio transfer contract to EFG Hermes for securitization, according to which the financial rights related to some consumer financing contracts were transferred to EFG Hermes for securitization (the transferee) with a total value of EGP 988 708 222 Egyptian and its present value is EGP 945 360 770 Egyptian pounds.
- The transferred securitization portfolio includes 110 727 consumer financing contracts, which generate cash flows represented in the collection of amounts due from debtors during the period starting on 1/3/2023 and ending on 29/2/2024.
- They are short-term nominal bonds in exchange for financial rights and deferred payments (securitization bonds) that are negotiable, non-convertible into shares, and subject to expedited recall starting from the sixth month of issuance (the fourth coupon) for a period of 12 months, with a total value of 856 500 000 Egyptian pounds only, with a nominal value (one hundred pounds) for one bond. The bonds are consumed considering the actual proceeds of the portfolio after 3 months, starting from the day following the closing date of the subscription door, then monthly after the first coupon, with a fixed annual return of 17.75%. The first coupon is paid after 3 months, then monthly, starting from the day following the closing date of the subscription door.
- EFG Hermes Securitization Company made a special placement of securitization bonds based on the approval of the General Authority for Financial Supervision to put the bonds, and the subscription in the bonds was fully covered through a private placement that closed on 1/3/2023, and the profits achieved from transferring the securitization portfolio amounted to an amount 96 882 414 Egyptian pounds.

5th Issuance (1st Issuance\ 5th Program)

- On 1 June 2023, the Company signed a securitization portfolio transfer contract to IFG Hermes Securitization, whereby the financial rights related to certain consumer finance contracts were transferred to EFG Hermes Securitization Company (the assignee) with a total value of EGP 1 743 443 419 and its current value of EGP 1 506 863 111.
- The assigned securitization portfolio includes 156 776 consumer finance contracts, generating cash flows represented in the collection of amounts due from debtors during the period starting on August 8, 2022 and ending on July 30, 2023.
- They are short-term nominal bonds in exchange for financial rights and post-paid receivables (securitization bonds) negotiable, non-convertible into shares and subject to accelerated call-in starting from the sixth month of issue (fourth coupon) for a period of 36 months with a total value of 1 423 000 000 Egyptian pounds in two tranches.(A) with an amount of 946 295 000 Egyptian pounds and the second tranche (B) with an amount of 476 705 000 Egyptian pounds only with a nominal value of (one hundred pounds) per bond and the bonds are depreciated in light of the actual proceeds of the portfolio after 3 months starting from the day following the closing date of the subscription door and then monthly after the first coupon with a fixed annual return of 19.25% for banks and the first coupon is disbursed after 3 months and then monthly starting from the day following the closing date of the subscription. EFG Hermes Securitization Company has privately offered securitization bonds based on the approval of the Financial Regulatory Authority (FRA) to offer the bonds, and the subscription in the bonds was fully covered through a private placement that closed on June 18, 2023, and the profits realized from the transfer of the securitization portfolio amounted to EGP 74 509 002.

6th Issuance (5th Issuance\ 2nd Program)

- On September 5, 2023, the company signed a contract for transferring a securitization portfolio to EFG Securitization Company, according to which the financial rights related to some consumer financing contracts were transferred to EFG Securitization Company (the assignee). Their total value amounted to 1 087 985 180 Egyptian pounds and their current value. 1 021 294 918 Egyptian pounds.
- The transferred securitization portfolio includes 128 200 consumer financing contracts, generating cash flows represented by the collection of amounts owed by debtors during the period beginning on October 1, 2023 and ending on September 30, 2024.
- These are short-term nominal bonds in exchange for financial rights and deferred receivables (securitization bonds), negotiable, non-convertible into shares, and subject to expedited call-up starting from the sixth month of issuance (fourth coupon) for a period of 12 months with a total value of 922 300 000 Egyptian pounds and nothing more. Nominal (one hundred pounds) for one bond. The bonds are consumed in light of the actual proceeds of the portfolio after 3 months, starting from the day following the closing date of subscription, then monthly after the first coupon, with a fixed annual return of 20.65%. The first coupon is disbursed after 3 months, then monthly, starting from the next day. For the closing date of subscription.
- EFG Securitization Company made a private offering of securitization bonds based on the approval of the Financial Supervisory Authority to offer the bonds. Subscription to the bonds was fully covered through a private offering that closed on September 5, 2023. The profits achieved from transferring the securitization portfolio amounted to 144 960 621. Egyptian Pound.

7th Issuance (6th Issuance\ 2nd Program)

- The assigned securitization portfolio includes 162 590 consumer financing contracts, generating cash flows represented in collecting amounts owed by debtors during the period beginning on January 1, 2024 and ending on December 31, 2024.
- These are short-term nominal bonds in exchange for financial rights and deferred receivables (securitization bonds), negotiable, non-convertible into shares, and subject to accelerated call-up starting from the third month of issuance (fourth coupon) for a period of 12 months with a total value of 953 100 000 Egyptian pounds in four tranches (Tranche (A) in the amount of 419 364 000 Egyptian pounds.
- with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly).
- After the first installment and an annual return (21.50%), it is calculated from the day following the date of closing of the subscription period. The first coupon is disbursed after (3) months from the date of closing of the subscription period, then it is disbursed monthly after the first coupon.
- Transcript (B) in the amount of 209 682 000 Egyptian pounds, with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly) after the first installment, with an annual return (21.25%) (equivalent to the lending rate announced by the Central Bank of Egypt announced on the date

- November 2, 2023, amounting to (20.25%) in addition to a margin of 1%, which is calculated from the day following the date of closing of the subscription period. The first coupon is disbursed after (3) months from the date of closing of the subscription period, then it is disbursed monthly after the first coupon.
- (Tranche (C) in the amount of 209 682 000 Egyptian pounds with a nominal value of 100 Egyptian pounds per bond. Bond consumption begins after three months in light of the actual proceeds of the portfolio, after the first tranche (A) and the second (B) are fully consumed, starting from the day following the closing of the subscription period for For the first installment, then (monthly) after the first installment, with an annual return (22.50%), calculated from the day following the date of closing of the subscription period. The first coupon is disbursed after (3) months from the date of closing of the subscription period, then it is disbursed monthly after the first coupon.
- Tranche (D) in the amount of 114 372 000 Egyptian pounds with a nominal value of 100 Egyptian pounds per bond. Bond consumption begins after three months in light of the actual proceeds of the portfolio, after the first tranche (A) is fully consumed. The second tranche (B) is calculated starting from the day following the closing of Subscription for the first installment, then (monthly) after the first installment, with a variable annual return that currently amounts to (22%), equivalent to the borrowing price announced by the Central Bank of Egypt announced on November 2, 2023, amounting to (20.25%), in addition to a margin of 1.75%. It is calculated from the day following the closing date of subscription. The first coupon is disbursed after (3) months from the closing date of subscription, then it is disbursed monthly after the first coupon.
- Taking into account that the first coupon due to bondholders was determined based on the lending rate announced by the Central Bank on November 2, 2023, the variable return for two tranches (B, D) is recalculated according to the latest lending rate announced by the Central Bank of Egypt (Corridor) preceding the date of determining the coupon. With a maximum of (24.25% + the margin for each tranche) and a minimum of (19.25% + the margin for each tranche).
- EFG Securitization Company conducted a private offering of securitization bonds based on the approval of the Financial Supervisory Authority to offer the bonds. Subscription to the bonds was fully covered through a private offering that closed on December 7, 2023. The profits achieved from transferring the securitization portfolio amounted to 152 541 861 Egyptian pounds.

8th Issuance (7th Issuance\ 2nd Program)

- On March 12, 2024, the company signed a contract for transferring a securitization portfolio to EFG Securitization Company, according to which the financial rights related to some consumer financing contracts were transferred to EFG Securitization Company (the assignee). Their total value amounted to 1 043 980 709 Egyptian pounds and their current value 965 451 505 Egyptian pounds.
- The assigned securitization portfolio includes 122 436 consumer financing contracts, generating cash flows represented in collecting amounts owed by debtors during the period beginning on April 1, 2024 and ending on March 31, 2025.
- These are short-term nominal bonds in exchange for financial rights and deferred receivables (securitization bonds), negotiable, non-convertible into shares, and subject to accelerated call-up starting from the third month of issuance (fourth coupon) for a period of 12 months with a total value of 888 000 000 Egyptian pounds in four tranches (Tranche (A) in the amount of 87 494 589 Egyptian pounds
- with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly).
- After the first installment and an annual return (28.50%), it is calculated from the day following the date of closing of the subscription period. The first coupon is disbursed after (3) months from the date of closing of the subscription period, then it is disbursed monthly after the first coupon.
- Transcript (B) in the amount of 248 640 000 Egyptian pounds, with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly) after the first installment, with an annual return (28.65%) (equivalent to the lending rate announced by the Central Bank of Egypt announced on the date
- EFG Securitization Company conducted a private offering of securitization bonds based on the approval of the Financial Supervisory Authority to offer the bonds. Subscription to the bonds was fully covered through a private offering that closed on March 12, 2024. The profits achieved from transferring the securitization portfolio amounted to 67 592 724 Egyptian pounds.
- An account is opened at the custodian to cope with shortages and deficits in cash flows. ("reserve account") to be deposited in the amount of 13 320 000 Egyptian pounds (Only thirteen million three hundred twenty thousand Egyptian pounds) It is financed through a deduction from the first month cash flow proceeds account, which remains at 1.50% of the existing bond balance (the "reserve account balance"). When the existing amounts in the reserve account exceed the amounts representing the reserve account balance (as defined in this heading), the surplus is transferred to the custodian's reckoning account each month in addition to the return-on-investment funds realized from the cumulative balance of the reserve account.

- In case of a deficit in the calculation of the proceeds to pay all expenses and bondholders' dues from interest and payment of amortization of the principal of the bonds, this deficit shall be financed through the reserve account s Fund ", on the understanding that transfers from the reserve account to pay this deficit would be refunded again from the calculation of the proceeds from the receipts deposited in the following month and that the transfers of the deficit amounts from the reserve account to the calculation of the proceeds would be repeated whenever there was a deficit and those amounts would be refunded to the reserve account.
- An account will be opened at the custodian "Faltering Service Account". This account will be financed by deducting only 12 964 800 Egyptian pounds (representing 1.46% of the value of the bonds at the date of issuance) from the proceeds of the bonds at the date of the effective date of the transfer to the bondholders (seventh issue of the second program). The existing amounts in the Stumbling Service Account are used to meet any shortfall in the calculation of the proceeds to pay all expenses and bondholders' receivables of origin and coupons. This deficit is financed through the Stumbling Service Account after the full balance of the Reserve Account has been consumed.

9th Issuance (8th Issuance\ 2nd Program)

- On May 2, 2024, the company signed a contract for transferring a securitization portfolio to EFG Securitization Company, according to which the financial rights related to some consumer financing contracts were transferred to EFG Securitization Company (the assignee). Their total value amounted to 750 982 115 Egyptian pounds and their current value. 680 983 382 Egyptian pounds.
- The assigned securitization portfolio includes 107 153 consumer financing contracts, generating cash flows represented in collecting amounts owed by debtors during the period beginning on June 1, 2024 and ending on May 31, 2025.
- These are short-term nominal bonds in exchange for financial rights and deferred receivables (securitization bonds), negotiable, non-convertible into shares, and subject to accelerated call-up starting from the third month of issuance (fourth coupon) for a period of 12 months with a total value of 616 750 000 Egyptian pounds in four tranches (Tranche (A) in the amount of 370 050 000 Egyptian pounds
- with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly).
- After the first installment and an annual return (28.50%), it is calculated from the day following the date of closing of the subscription period. The first coupon is disbursed after (3) months from the date of closing of the subscription period, then it is disbursed monthly after the first coupon.
- Transcript (B) in the amount of 246 700 000 Egyptian pounds, with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly) after the first installment, with an annual return (28.65%) (equivalent to the lending rate announced by the Central Bank of Egypt announced on the date.

- EFG Securitization Company conducted a private offering of securitization bonds based on the approval of the Financial Supervisory Authority to offer the bonds. Subscription to the bonds was fully covered through a private offering that closed on June 2, 2024. The profits achieved from transferring the securitization portfolio amounted to 52 835 051 Egyptian pounds.
- An account is opened at the custodian to cope with shortages and deficits in cash flows. ("reserve account") to be deposited in the amount of 15 418 750 Egyptian pounds (Only thirteen million three hundred twenty thousand Egyptian pounds) It is financed through a deduction from the first month cash flow proceeds account, which remains at 2.50% of the existing bond balance (the "reserve account balance"). When the existing amounts in the reserve account exceed the amounts representing the reserve account balance (as defined in this heading), the surplus is transferred to the custodian's reckoning account each month in addition to the return-on-investment funds realized from the cumulative balance of the reserve account.
- In case of a deficit in the calculation of the proceeds to pay all expenses and bondholders' dues from interest and payment of amortization of the principal of the bonds, this deficit shall be financed through the reserve account s Fund ", on the understanding that transfers from the reserve account to pay this deficit would be refunded again from the calculation of the proceeds from the receipts deposited in the following month and that the transfers of the deficit amounts from the reserve account to the calculation of the proceeds would be repeated whenever there was a deficit and those amounts would be refunded to the reserve account.

10th Issuance (9th Issuance\ 2nd Program)

- On June 11, 2024, the company signed a contract for transferring a securitization portfolio to EFG Securitization Company, according to which the financial rights related to some consumer financing contracts were transferred to EFG Securitization Company (the assignee). Their total value amounted to 1 434 962 Egyptian pounds and their current value. 1 311 362 469 Egyptian pounds.
- The assigned securitization portfolio includes 152 762 consumer financing contracts, generating cash flows represented in collecting amounts owed by debtors during the period beginning on July 1, 2024 and ending on June 30, 2025.
- These are short-term nominal bonds in exchange for financial rights and deferred receivables (securitization bonds), negotiable, non-convertible into shares, and subject to accelerated call-up starting from the third month of issuance (fourth coupon) for a period of 12 months with a total value of 1 152 600 000 Egyptian pounds in four tranches (Tranche (A) in the amount of 691 560 000 Egyptian pounds
- with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly).

- After the first installment and an annual return (28.50%), it is calculated from the day following the date of closing of the subscription period. The first coupon is disbursed after (3) months from the date of closing of the subscription period, then it is disbursed monthly after the first coupon.
- Transcript (B) in the amount of 246 700 000 Egyptian pounds, with a nominal value of 100 Egyptian pounds per bond. Bond amortization begins after three months in light of the actual proceeds of the portfolio, starting from the day following the closing of subscription for the first installment, then (monthly) after the first installment, with an annual return (26.30%) (equivalent to the lending rate announced by the Central Bank of Egypt announced on the date
- EFG Securitization Company conducted a private offering of securitization bonds based on the approval of the Financial Supervisory Authority to offer the bonds. Subscription to the bonds was fully covered through a private offering that closed on June 11, 2024. The profits achieved from transferring the securitization portfolio amounted to 196 538 701 Egyptian pounds.
- An account is opened at the custodian to cope with shortages and deficits in cash flows. ("reserve account") to be deposited in the amount of 28 815 000 Egyptian pounds (Only thirteen million three hundred twenty thousand Egyptian pounds) It is financed through a deduction from the first month cash flow proceeds account, which remains at 2.50% of the existing bond balance (the "reserve account balance"). When the existing amounts in the reserve account exceed the amounts representing the reserve account balance (as defined in this heading), the surplus is transferred to the custodian's reckoning account each month in addition to the return-on-investment funds realized from the cumulative balance of the reserve account.
- In case of a deficit in the calculation of the proceeds to pay all expenses and bondholders' dues from interest and payment of amortization of the principal of the bonds, this deficit shall be financed through the reserve account s Fund ", on the understanding that transfers from the reserve account to pay this deficit would be refunded again from the calculation of the proceeds from the receipts deposited in the following month and that the transfers of the deficit amounts from the reserve account to the calculation of the proceeds would be repeated whenever there was a deficit and those amounts would be refunded to the reserve account.

11th Issuance (1st Issuance\ 6th Program)

- On August 14, 2024, the company signed a portfolio transfer agreement with EFG Securities, under which financial rights related to certain consumer finance contracts were transferred to EFG Securities (the transferee). The total value of the transferred portfolio was EGP 1 326 308 210, and its current value is EGP 1 208 559 743.
- The transferred securitized portfolio includes 147 658 consumer finance contracts, generating cash flows through the collection of amounts due from debtors during the period starting from September 1, 2024, and ending on August 31, 2025.

- These are short-term, nominal bonds in exchange for financial rights and deferred payments (securitized bonds), which are tradable, non-convertible into shares, and callable at any time starting from the third month of issuance (coupon 4) for a duration of 12 months, with a total value of EGP 1 091 900 000, divided into two tranches.
- **Tranche (A):** Short-term nominal securitized bonds in exchange for financial rights and deferred payments, tradable and non-convertible into shares, and not callable for the first 6 months, starting from the day after the subscription deadline. The total value is EGP 676 978 000 (Six hundred seventy-six million, nine hundred seventy-eight thousand Egyptian Pounds) with a nominal value of EGP 100 per bond. The bonds will start to be redeemed after three months based on actual collections from the portfolio, with the first payment made starting from the day after the subscription deadline, followed by monthly payments thereafter. The fixed annual return is 25.80%, calculated from the day after the subscription deadline. The first coupon is paid three months after the subscription deadline, and subsequent coupons are paid monthly thereafter.
- **Tranche (B):** Short-term nominal securitized bonds in exchange for financial rights and deferred payments, tradable and non-convertible into shares, and callable starting from the 7th month of issuance (coupon 5) for a duration of 12 months, starting from the day after the subscription deadline. The total value is EGP 414 922 000 (Four hundred fourteen million, nine hundred twenty-two thousand Egyptian Pounds) with a nominal value of EGP 100 per bond. The bonds will start to be redeemed after six months based on actual collections from the portfolio, after full redemption of Tranche (A). The fixed annual return is 26.30%, calculated from the day after the subscription deadline. The first coupon is paid three months after the subscription deadline, and subsequent coupons are paid monthly thereafter.
- EFG Securities launched a private placement of the securitized bonds based on approval from the Financial Regulatory Authority. The bond subscription was fully covered through this private placement, which closed on August 14, 2024. The profit generated from the portfolio transfer amounted to EGP 154 683 223
- A reserve account has been opened with the custodian to cover any shortfall in cash flows, referred to as the "reserve account," into which EGP 27 297 500 (Twenty-seven million, two hundred ninety-seven thousand, five hundred Egyptian Pounds) is deposited. This amount will be funded through a deduction from the cash collection account in the first month of issuance, and it will remain at 2.5% of the outstanding bond balance ("Reserve Account Balance"). If the balance in the reserve account exceeds the reserve balance, the surplus will be transferred to the collection account with the custodian every month, along with investment returns earned from the reserve account balance.
- In case there is a shortfall in the collection account to cover all expenses and payments due to bondholders (including interest and principal repayment), this shortfall will be funded through the reserve account. Any amounts transferred from the reserve account to cover the shortfall will be reimbursed to the reserve account from the cash collection in the following month. This process of transferring and reimbursing amounts will continue each time a shortfall occurs.

12th Issuance (2nd Issuance\ 6th Program)

On October 20, 2024, the company signed a securitization portfolio transfer contract to EFG Securitization Company, pursuant to which the financial rights related to some consumer finance contracts were transferred to EFG Securitization Company (the transferee), with a total value of EGP 802 835 310 and a current value of EGP 737 529 783.

- The transferred securitization portfolio includes 60 510 consumer finance contracts, generating cash flows represented by the collection of amounts due from debtors during the period starting on November 1, 2024 and ending on October 31, 2025.
- They are short-term nominal bonds in exchange for financial rights and deferred payment receivables (securitization bonds) that are tradable, non-convertible into shares, and subject to early call starting from the third month of issuance (fourth coupon) for a period of 12 months, with a value of 667 300 000 Egyptian pounds in two tranches.

First-tier bonds (A) are short-term nominal securitization bonds in exchange for financial rights and deferred receivables, tradable, non-convertible into shares, and non-callable for a period of (6) months starting from the day following the subscription closing date, with a total value of (413 726 000) EGP (only four hundred and thirteen million, seven hundred and twenty-six thousand Egyptian pounds) with a nominal value of 100 EGP (one hundred pounds) per bond, and the amortization of the bonds begins after three months in light of the actual proceeds of the portfolio, starting from the day following the subscription closing date for the first installment, then (monthly) after the (first) installment, with a fixed annual return (25.80%) calculated from the day following the subscription closing date, and the first coupon is paid after (3) months from the subscription closing date, then it is paid (monthly) after the first coupon.

- Second Tranche (B) Bonds: Short-term nominal securitization bonds in exchange for financial rights and deferred receivables, tradable, non-convertible into shares, and subject to early call starting from the (7)th month of issue, Coupon (5) for a period of (12) months starting from the day following the subscription closing date, with a total value of (253 574 000) EGP (only two hundred and fifty-three million, five hundred and seventy-four thousand Egyptian pounds) with a nominal value of 100 EGP (one hundred pounds) per bond. The bonds will be amortized after six months in light of the actual proceeds of the portfolio, after the completion of the amortization of the first Tranche (A). They will be calculated starting from the day following the subscription closing date for the first installment, then (monthly) after the (first) installment, with a fixed annual return of (26.30%) calculated from the day following the subscription closing date. The first coupon will be paid after (3) months from the subscription closing date, then (monthly) after the first coupon.
- EFG Securitization Company has made a private offering of securitization bonds based on the approval of the Financial Regulatory Authority to offer the bonds, and the subscription to the bonds was fully covered through a private offering that closed on October 20, 2024, and the profits achieved from the transfer of the securitization portfolio amounted to 438 092 138 Egyptian pounds.

- An account is opened with the custodian to address the shortage and deficit in cash flows, and this account is referred to as the "Reserve Account" to deposit an amount of (16 682 500) EGP (only sixteen million, six hundred and eighty-two thousand, five hundred Egyptian pounds) and is financed by deducting from the proceeds account from the cash flows generated in the first month of the issuance, provided that it remains representing (2.5)% of the outstanding balance of the bonds ("Reserve Account Balance"). When the amounts in the reserve account exceed the amounts representing the balance of the reserve account (as defined in this clause), the surplus shall be transferred to the proceeds account with the custodian every month in addition to the investment return on the funds achieved from the cumulative balance of the reserve account.
- In the event of a deficit in the proceeds account to pay all expenses and dues of bondholders from interest and payment of amortization of the principal of the bonds, this deficit shall be financed through the reserve account, provided that the amounts transferred from the reserve account to pay this deficit shall be returned to it again from the proceeds account from the proceeds deposited in the following month, and the transfer of the deficit amounts from the reserve account to the proceeds account shall be repeated whenever there is a deficit and these amounts shall be returned to the reserve account.

13th Issuance (3rd Issuance\ 6th Program)

On December 5, 2024, the company signed a securitization portfolio transfer contract to EFG Securitization Company, pursuant to which the financial rights related to some consumer finance contracts were transferred to EFG Securitization Company (the transferee), with a total value of EGP 623 980 987 and a current value of EGP 573 436 631.

- The transferred securitization portfolio includes 51378 consumer finance contracts, generating cash flows represented by the collection of amounts due from debtors during the period starting on January 1, 2025 and ending on December 31, 2025.
- They are short-term nominal bonds in exchange for financial rights and deferred payment receivables (securitization bonds) that are tradable, non-convertible into shares, and subject to accelerated call starting from the third month of issuance (fourth coupon) for a period of 12 months, with a value of 519 200 000 Egyptian pounds in two tranches.
- First-tier bonds (A) are short-term nominal securitization bonds in exchange for financial rights and deferred receivables, tradable, non-convertible into shares, and non-callable for a period of (6) months starting from the day following the subscription closing date, with a total value of (321 904 000) EGP (only three hundred and twenty-one million, nine hundred and four thousand Egyptian pounds) with a nominal value of 100 EGP (one hundred pounds) per bond, and the amortization of the bonds begins after three months in light of the actual proceeds of the portfolio, starting from the day following the subscription closing date for the first installment, then (monthly) after the (first) installment, with a fixed annual return (25.80%) calculated from the day following the subscription closing date, and the first coupon is paid after (3) months from the subscription closing date, then it is paid (monthly) after the first coupon.

- Second-tranche bonds (B) are short-term nominal securitization bonds in exchange for financial rights and deferred receivables, tradable, non-convertible into shares, and subject to early call starting from the (7)th month of issue, coupon (5) for a period of (12) months starting from the day following the subscription closing date, with a total value of (197296000) EGP (one hundred and ninety-seven million, two hundred and ninety-six thousand Egyptian pounds only) with a nominal value of 100 EGP (one hundred pounds) per bond, and the bonds will be amortized after six months in light of the actual proceeds of the portfolio, after the completion of the amortization of the first tranche (A), and will be calculated starting from the day following the subscription closing date for the first installment, then (monthly) after the (first) installment, with a fixed annual return (26.30%) calculated from the day following the subscription closing date, and the first coupon will be paid after (3) months from the subscription closing date, then it will be paid (monthly) after the first coupon.
- EFG Securitization Company has made a private offering of securitization bonds based on the approval of the Financial Regulatory Authority to offer the bonds, and the subscription to the bonds was fully covered through a private offering that closed on December 5, 2024, and the profits achieved from the transfer of the securitization portfolio amounted to 95 181 884 Egyptian pounds. - An account is opened with the custodian to address the shortage and deficit in cash flows, and this account is referred to as the "Reserve Account" to deposit an amount of (12 980 000) EGP (only twelve million nine hundred and eighty thousand Egyptian pounds) and is financed by deducting from the proceeds account from the cash flows generated in the first month of the issuance, provided that it remains representing (2.5)% of the outstanding balance of the bonds ("Reserve Account Balance"). When the amounts in the reserve account exceed the amounts representing the balance of the reserve account (as defined in this clause), the surplus shall be transferred to the proceeds account with the custodian every month in addition to the investment return on the funds achieved from the cumulative balance of the reserve account. - In the event of a deficit in the proceeds account to pay all expenses and dues of bondholders from interest and payment of amortization of the principal of the bonds, this deficit shall be financed through the reserve account, provided that the amounts transferred from the reserve account to pay this deficit shall be returned to it again from the proceeds account from the proceeds deposited in the following month, and the transfer of the deficit amounts from the reserve account to the proceeds account shall be repeated whenever there is a deficit and these amounts shall be returned to the reserve account.

14th Issuance (4rd Issuance\ 6th Program)

On February 5, 2025, the company signed a securitization portfolio transfer contract to EFG Securitization Company, pursuant to which the financial rights related to some consumer finance contracts were transferred to EFG Securitization Company (the transferee), with a total value of EGP 554 588 032 and a current value of EGP 511 942 701.

- The transferred securitization portfolio includes 40 639 consumer finance contracts, generating cash flows represented by the collection of amounts due from debtors during the period starting on January 1, 2025 and ending on January 31, 2026.
- They are short-term nominal bonds in exchange for financial rights and deferred payment receivables (securitization bonds) that are tradable, non-convertible into shares, and subject to accelerated call starting from the third month of issuance (fourth coupon) for a period of 12 months, with a value of 463 300 000 Egyptian pounds in two tranches.
- The tranche bonds are short-term nominal securitization bonds in exchange for financial rights and deferred receivables, tradable and non-convertible into shares, and non-callable early for a period of (6) months starting from the day following the closing date of the subscription, with a total value of EGP 463 300 000 (only four hundred and sixty-three million and three hundred thousand Egyptian pounds), with a nominal value of EGP 100 (one hundred Egyptian pounds) per bond. Bond amortization begins three months after the closing date of the subscription based on the actual collections of the portfolio, starting from the day following the closing date for the first installment, and then monthly after the first installment, with a fixed annual return of (24%) calculated from the day following the closing date of the subscription. The first coupon will be paid after (3) months from the closing date, and then monthly after the first coupon.
- EFG Securitization Company has made a private offering of securitization bonds based on the approval of the Financial Regulatory Authority to offer the bonds, and the subscription to the bonds was fully covered through a private offering that closed on February 5, 2025, and the profits achieved from the transfer of the securitization portfolio amounted to 65 841 098 Egyptian pounds.
- An account is opened with the custodian to address the shortage and deficit in cash flows, and this account is referred to as the "Reserve Account" to deposit an amount of (11 582 500) EGP (eleven million, five hundred eighty-two thousand, five hundreds) and is financed by deducting from the proceeds account from the cash flows generated in the first month of the issuance, provided that it remains representing (2.5)% of the outstanding balance of the bonds ("Reserve Account Balance"). When the amounts in the reserve account exceed the amounts representing the balance of the reserve account (as defined in this clause), the surplus shall be transferred to the proceeds account with the custodian every month in addition to the investment return on the funds achieved from the cumulative balance of the reserve account. - In the event of a deficit in the proceeds account to pay all expenses and dues of bondholders from interest and payment of amortization of the principal of the bonds, this deficit shall be financed through the reserve account, provided that the amounts transferred from the reserve account to pay this deficit shall be returned to it again from the proceeds account from the proceeds deposited in the following month, and the transfer of the deficit amounts from the reserve account to the proceeds account shall be repeated whenever there is a deficit and these amounts shall be returned to the reserve account.

(In the notes all amounts are shown in EGP unless otherwise stated)

Discounting of commercial papers, discounting of financial receivables and transfer of rights

On November 14, 2024, the company signed a protocol contract for discounting commercial papers, discounting financial dues, and transferring rights with the Arab African International Bank. Discounting financial dues shall be on two levels: the first level: is specific to discounting car sales contracts in installments between the second party and its customers; the second level: is specific to discounting consumer finance contracts and the rights resulting therefrom, and shall be between the second party and its customers. The commercial paper portfolio and/or the rights resulting from car sales contracts in installments and/or the rights resulting from consumer finance contracts for the first and second levels shall be transferred to the Arab African International Bank, not to exceed an amount of EGP 950 000 000 (nine hundred and fifty million Egyptian pounds only), which represents the current value of the portfolio after discounting according to the discount rate stated in this contract, without the right to recourse to the second party, and this has been accepted by the bank. Therefore, after both parties have acknowledged their legal capacity to act and contract.

It includes discounting commercial papers, discounting financial receivables, and transferring rights, numbering 19 219 consumer financing contracts, generating cash flows represented by collecting the amounts due from debtors during the period starting on January 1, 2025 and ending on December 31, 2026.

- The total portfolio provided to Arab African Bank is 189 587 485 and its current value is 169 053 984
- Arab African Bank transferred an amount of 159 427 522 based on the approval of the Financial Regulatory Authority to discount commercial papers, and an amount of 11 375 249 was set aside under the item of setting aside 6% of the nominal value of the portfolio to be deposited and set aside in the intermediate account as a coverage percentage for the returns with a statement of the discount and an authorization from the collection agent to feed the account in the event of any deficit. The profits achieved from discounting commercial papers amounted to 29 528 887 Egyptian pounds.

	5 th Issuance	10th Issuance	11th Issuance	12th Issuance	13th Issuance	14th Issuance	Total
Financial Rights Portfolio	309 419 443	494 305 528	662 808 210	586 709 618	623 980 987	300 439 236	2 977 663 022
Balances with the Custodian	57 143 604	11 902 628	25 930 333	210 836 825	260 941	137 735 405	443 809 736
Total Assets	**366 563 047**	**506 208 156**	**688 738 543**	**797 546 443**	**624 241 928**	**438 174 641**	**3 421 472 758**
Securitization Bonds	**239 085 000**	**326 680 000**	**542 132 000**	**667 300 000**	**519 200 000**	**463 300 000**	**2 757 697 000**
Accrued Interest	**2 135 826**	--	--	**22 929 208**	**2 973 387**	**9 748 340**	**37 796 761**
Total Liabilities	**241 220 826**	**326 680 000**	**542 132 000**	**690 229 208**	**522 173 387**	**473 048 340**	**2 795 493 761**
Excess of Portfolio Assets over Liabilities	**125 342 221**	**179 528 156**	**146 606 543**	**107 307 235**	**102 068 541**	**(34 873 699)**	**625 978 997**
Securitization surplus	**24 524 374**	**87 721 986**	**48 724 970**	**39 839 065**	**27 768 539**	**56 205 764**	**284 784 698**

(In the notes all amounts are shown in EGP unless otherwise stated)

25- General and administrative expenses

	For the Period ended	
	31/3/2025	31/3/2024
Salaries, wages, and equivalents	68 899 853	49 376 894
Marketing and Advertising	49 835 753	53 471 850
Consultancy	67 056 929	57 408 363
Rent and utilities expenses	797 296	1 751 118
Travel, accommodation, and transportation	10 060 936	1 650 480
Leased line and communication	59 277 771	19 863 120
Prepaid Cards	9 195 905	--
Governmental stamp	133 497	1 418 232
Other expenses	21 581 426	8 986 397
Total	**286 839 366**	**193 926 454**

26- Cash and cash equivalents

For preparing the statement of cash flows, cash and cash equivalents are represented in the following:

	For the Period ended	
	31/3/2025	31/3/2024
Cash and cash equivalents as presented in the statement of financial position	458 558 352	707 786 314
Banks overdraft	(1 739 058 502)	(1 507 581 235)
Cash and cash equivalents (adjusted)	**(1 280 500 150)**	**(798 749 921)**

27- Related party transactions

- statement for the Period ended March 31, 2025

Description	Relationship type	Nature of dealing	31/3/2025		31/12/2024		Financial Statements
			Debit	Credit	Debit	Credit	
Arab investment bank	Sister Co.	Current Accounts	366 237 961	--	339 785 493	--	B/S
EFG-Hermes Holding company	holding company	loans	--	440 000 000	--	550 000 000	B/S
		Finance Cost	34 873 055	--	39 895 138	--	P&L
EFG- Hermes Corp-solutions	Sister Co.	Finance Cost	20 021 323	--	37 328 332	--	P&L
	Sister Co.	Other debit balances	23 183 724	--	2 070 776	--	B/S

28- Contingent liabilities

Letter of guarantee

Letter of guarantee represent for some suppliers with an amount of EGP 49 493 743 for buy purchasing.

29- Financial risks:

As a result of its activities, the company is exposed to various financial risks, including market risks (including foreign exchange rate risks, fair value risks for interest rates, and price risks), credit risks, and liquidity risks.

29/1 Market risk

A. Foreign currencies risk

The foreign currencies exchange risk represents the risk of fluctuation in exchange rates, which in turn affects the Company's cash inflows and outflows as well as the value of its assets and liabilities in foreign currencies

B. Interest rate risk

The cash flows of the Company affected by the changes in market rates of interest. To mitigate interest rate risk the Company maintains banks deposits for short-term periods renewed monthly and are negotiated in the re-pricing date comparing to interest rates announced by the central bank or LIBOR.

C. Price risk

The Company is exposed to market price risk for equity instruments, According to the company's investment policy, the following procedures are undertaken to reduce the effect of this risk.

- Performing the necessary studies before investment decision in order to verify that investment is made in potential securities.
- Diversification of investments in different sectors and industries.
- Performing continuous studies required to follow up the Company's investments and their development.

29/2 Credit risk

Financial institutions that the Company deals with are only those enjoying high credit quality. The Company has policies that limit the amount of credit exposure to any one financial institution.

29/3 Liquidity risk

Liquidity risk is represented in the factors, which may affect the Company's ability to pay part of or full amount of its liabilities. According to the Company's policy, sufficient cash balances are retained to meet the Company's current liabilities which minimize the liquidity risk.

29/4 Capital risk

The goal of the Company's management of capital management is to maintain the Company's ability to continue to achieve returns for shareholders and benefits for other parties that use financial statements. The management company also aims to provide and maintain the best capital structure which would lead to lower capital costs.

29/5 Financial instruments' fair value

The financial instruments' fair value does not substantially deviate from its book value at the financial position date.

30- Significant accounting policies applied

The basis of accounting policies presented as follows.

30-1 Translation of the foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of Company companies at the exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the repo rting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction.

30-2 Property, plant, and equipment

30-2-1 Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of certain items of property, plant and equipment. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognized in profit or loss.

30-2-2 Subsequent expenditure

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

30-2-3 Depreciation

Depreciation is calculated to write off the cost of items of property, plant, and equipment less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognized in profit or loss. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Company will obtain ownership by the end of the lease term. Land is not depreciated.

The estimated useful lives of property, plant and equipment for current and comparative periods are as follows:

Assets	Estimated useful life
- electrical appliances	5 years
- Computer equipment	5 years
- Office furniture& Fixtures	5 years
- Vehicles	5 years

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

30-3 Intangible assets

Intangible assets are recorded at historical cost less accumulated amortization and any impairment losses, intangible assets are amortized using the straight-line method and are recognized in profit or loss over their estimated useful lives.

Assets	Estimated useful life
- computer program	5 years

30-4 Financial instruments

30-4-1 Recognition and initial measurement

Trade receivables and debt securities issued are initially recognized when they are originated. All other financial assets and financial liabilities are initially recognized when the Company becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

30-4-2 Classification and subsequent measurement financial assets

On initial recognition, a financial asset is classified as measured at: amortized cost; FVOCI – debt investment; FVOCI – equity investment; or FVTPL.

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

-it is held within a business model whose objective is to hold assets to collect contractual cash flows; and

-its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

-it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and

-its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an instrument-by-instrument basis.

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. This includes all derivative financial assets. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise

30-4-3 Financial assets – Business model assessment

The Company makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed, and information is provided to management. The information considered includes:

- The stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realizing cash flows through the sale of the assets;
- How the performance of the portfolio is evaluated and reported to the Company's management;
- The risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- How managers of the business are compensated – e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- The frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

30-4-4 Financial assets – Assessment whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

-Contingent events that would change the amount or timing of cash flows;

-terms that may adjust the contractual coupon rate, including variable-rate features;

- Prepayment and extension features; and

-Terms that limit the Company's claim to cash flows from specified assets (e.g. non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable compensation for early

termination of the contract.

Additionally, for a financial asset acquired at a discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

30-4-5 Financial assets – Subsequent measurement and gains and losses

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.
Financial assets at amortized cost	These assets are subsequently measured at amortized cost using the effective interest method. The amortized cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in profit or loss. Any gain or loss on derecognition is recognized in profit or loss.
Debt investments at FVOCI	These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in profit or loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.
Equity investments at FVOCI	These assets are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in OCI and are never reclassified to profit or loss.

30-4-6 Financial liabilities – Classification, subsequent measurement and gains and losses

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on derecognition is also recognized in profit or loss.

30-4-7 Derecognition

Financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Company enters into transactions whereby it transfers assets recognized in its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognized.

Financial liabilities

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire.

The Company also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognized in profit or loss.

30-4-8 Offsetting

Financial assets and financial liabilities are offset, and the net amount presented in the statement of financial position when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

30-5 Impairment

30-5-1 non-derivative financial assets

Financial instruments and contract assets

The Company recognizes loss allowances for Expected Credit Loss (ECLs) on:

-Financial assets measured at amortized cost;

-Debt investments measured at FVOCI;

- contract assets.

The Company also recognizes loss allowances for ECLs on loans receivables.

The Company measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

-Debt securities that are determined to have low credit risk at the reporting date; and

-Other debt securities and bank balances for which credit risk (i.e., the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment, that includes forward-looking information.

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due. unless it can be rebutted.

The Company considers a financial asset to be in default when:

-The debtor is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to actions such as realizing security (if any is held); or

-The financial asset is more than 90 days past due unless it can be rebutted.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Company is exposed to credit risk.

30-5-2 Measurement of ECLs

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Company expects to receive).

ECLs are discounted at the effective interest rate of the financial asset.

30-5-3 Credit-impaired financial assets

At each reporting date, the Company assesses whether financial assets carried at amortized cost and debt securities at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- Significant financial difficulty of the debtor;
- A breach of contract such as a default or being more than 90 days past due;
- The restructuring of a loan or advance by the Company on terms that the Company would not consider otherwise;
- It is probable that the debtor will enter bankruptcy or other financial reorganization; or
- The disappearance of an active market for a security because of financial difficulties.

30-5-4 Presentation of allowance for ECL in the statement of financial position

Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

For debt securities at FVOCI, the loss allowance is charged to profit or loss and is recognized in OCI.

30-5-5 Write-off

The gross carrying amount of a financial asset is written off when the Company has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. For individual customers, the Company has a policy of writing off the gross carrying amount when the financial asset is 180 days past due based on historical experience of recoveries of similar assets. For corporate customers, the Company individually makes an assessment with respect to the timing and amount of write-off based on whether there is a reasonable expectation of recovery. The Company expects no significant recovery from the amount written off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

30-5-6 non-financial assets

- At each reporting date, the Company reviews the carrying amounts of its non-financial assets (other than, investment property, contract assets and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset’s recoverable amount is estimated. Goodwill is tested annually for impairment.
- For impairment testing, assets are Companied together into the smallest Company of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGUs. Goodwill arising from a business combination is allocated to CGUs or Companies of CGUs that are expected to benefit from the synergies of the combination.
- The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.
- An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its recoverable amount.
- Impairment losses are recognized in profit or loss. They are allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets in the CGU on a pro rata basis.
- An impairment loss in respect of goodwill is not reversed. For other assets, an impairment loss is reversed only to the extent that the asset’s carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

30-6 Cash and cash equivalents

For the purpose of preparing the statement of cash flows, cash and cash equivalents includes the balances, whose maturity do not exceed three months from the date of acquisition and the balances included cash on hand, current accounts, time deposits with banks.

30-7 Provisions

Provisions are recognized when the Company has a legal or constructive current obligation as a result of a past event and it’s probable that a flow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessment of the time value of money and, where appropriate, the risks specific to the liability. Provisions are reviewed at the financial position date and amended (when necessary) to represent the best current estimate.