

PricewaterhouseCoopers Ezzeldeen, Diab & Co.
Public Accountants

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Al Baraka Bank Egypt - S.A.E

Condensed Consolidated Interim Financial Statements

For the period ended 31 March 2026



Condensed consolidated interim financial statements for the period ended 31 March 2026

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Limited Review Report on Condensed Consolidated Interim Financial Statements

To: Board of Directors of Al Baraka Bank Egypt (S.A.E.)

Introduction

We have performed a limited review on the accompanying condensed consolidated interim statement of financial position of Al Baraka Bank Egypt (S.A.E.) (the Bank) and its subsidiaries (together “the Group”) as at 31 March 2026 and the related condensed consolidated interim statements of income, comprehensive income, changes in equity and cash flows for the three month period then ended, and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with the rules of preparation and presentation of Banks’ financial statements and basis of recognition and measurement issued by the Central Bank of Egypt on 16 December 2008 as amended by the regulation issued on 26 February 2019 and its subsequent interpretive instructions and Central Bank of Egypt board of directors resolution on 3 May 2020 regarding issuing condensed consolidated interim financial statements for Banks and with the requirements of applicable Egyptian laws and regulations. Our responsibility is limited to expressing a conclusion on these condensed consolidated interim financial statements based on our limited review.

Scope of limited Review

We conducted our limited review in accordance with the Egyptian standard on review engagements (2410) “Review of interim financial information performed by the independent auditor of the entity”. A limited review of condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the Group and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these condensed consolidated interim financial statements.

Conclusion

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



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Cairo 11 May 2026



Condensed consolidated interim financial position as of 31 March 2026

	Note	31 March 2026 EGP Thousands	31 December 2025 EGP Thousands
Assets			
Cash and due from Central Bank of Egypt	13	8,796,641	9,187,055
Due from banks, net	14	17,821,359	18,439,917
Financing and credit facilities to customers, net	15	68,455,254	65,825,155
Financial investments			
- Measured at FVPL	16/1	181,272	169,302
- Measured at FVOCI	16/2	13,229,128	12,470,264
- Measured at Amortized cost	16/3	38,695,309	34,735,466
Intangible assets, net		71,572	80,166
Other assets, net	17	3,448,683	3,118,651
Property, plant and equipment, net	18	1,970,075	2,023,405
Total assets		152,669,293	146,049,381
Liabilities and Equity			
Liabilities			
Due to banks	19	309,911	280,341
Customers' deposits	20	128,348,948	122,633,988
Subordinated and other islamic financing	21	4,722,580	4,264,497
Other liabilities	22	2,552,255	1,681,714
Other provisions	23	285,215	278,346
Deferred tax liabilities		76,237	73,369
Current income tax liabilities		1,154,131	1,133,932
Defined benefits obligation		64,582	64,582
Total liabilities		137,513,859	130,410,769
Equity			
Issued and paid-up capital	24	5,089,974	5,089,974
Reserves	25	1,484,642	1,465,824
Retained earnings		8,577,857	9,080,011
Total equity attributable to equity holders of the bank		15,152,473	15,635,809
Non-controlling interests		2,961	2,803
Total equity		15,155,434	15,638,612
Total liabilities and equity		152,669,293	146,049,381

The accompanying notes are an integral part of these financial statements.

(Limited review report attached)

Hisham Abdelsalam
Chief Financial Officer

Hazem Hegazy
Vice Chairman & CEO

Cairo: 11 May 2026



Condensed consolidated interim income statement for the period ended 31 March 2026

	Note	31 March 2026 EGP Thousands	31 March 2025 EGP Thousands
Income from Murabaha, Musharaka, Mudarabah and similar income	5	5,607,630	5,506,720
Cost of deposits and similar expenses	5	(3,714,425)	(3,694,797)
Net income from funds		1,893,205	1,811,923
Fees and commission income	6	308,746	298,879
Fees and commission expenses	6	(45,468)	(39,379)
Net fees and commission income		263,278	259,500
Dividends income		24,958	1,158
Net trading income	7	51,016	40,923
Gains on financial investments		14,543	14,441
Administrative expenses	8	(692,751)	(526,180)
Impairment charge of expected credit losses	9	(297,293)	(218,881)
Other operating expenses	10	(48,801)	(22,496)
Net profit for the period before tax		1,208,155	1,360,388
Income tax expense	11	(391,699)	(406,790)
Net profit for the period		816,456	953,598
Attributable to:			
Equity holders of the Bank		816,298	953,712
Non-controlling interests		158	(114)
Net profit for the period		816,456	953,598
Basic earning per share	12	0.95	1.15

The accompanying notes are an integral part of these financial statement.

Hisham Abdelsalam
Chief Financial Officer

Hazem Hegazy
Vice Chairman & CEO



Condensed consolidated interim statement of comprehensive Income for the period ended 31 March 2026

	31 March 2026 EGP Thousands	31 March 2025 EGP Thousands
Net profit for the period	816,456	953,598
Comprehensive (loss)/income items that will not be reclassified to the profit or loss:		
Net change in fair value of equity instruments measured at FVOCI	24,892	25,750
Net change in fair value of Mutual Funds measured at FVOCI	58	-
Tax impact related to other comprehensive income that will not be reclassified to the profit or loss	(5,601)	(5,793)
Comprehensive income/(loss) items that is or may be reclassified to the profit or loss:		
Net change in fair value of debt instruments measured at FVOCI	19,586	(39,888)
Expected credit loss for fair value of debt instruments measured at FVOCI	(15,710)	(1,548)
Tax impact related to other comprehensive income that will be reclassified to the profit or loss	(4,407)	9,062
Net other comprehensive income for the period , After tax	18,818	(12,417)
Total comprehensive income for the period , After tax	835,274	941,181
Attributable to:		
Equity holders of the Bank	835,116	941,295
Non-controlling interests	158	(114)
Total comprehensive income for the period , After tax	835,274	941,181

The accompanying notes are an integral part of these financial statement.



Condensed consolidated interim statement of changes in cash flow for the period ended 31 March 2026

	Note	31 March 2026 EGP Thousands	31 March 2025 EGP Thousands
Cash flows from operating activities			
Profit before tax		1,208,155	1,360,388
Adjusted by:			
Property and Equipment depreciation and Intangible assets amortization	8	69,288	37,585
Impairment credit losses	9	297,293	218,881
Impairment charge (Released) of other provisions	23	15,597	11,384
Impairment charge (Released) of assets reverted to the bank	10	-	12,153
Provisions no longer required other than financing provision	23	(252)	(27,297)
Provisions used other than financing provision	23	(8,720)	(5,150)
Amortization of premium / discount for bonds	16/2	191,687	2,835
Exchange translation differences of impairment provisions		112,621	(4,155)
Exchange translation differences of financial investment measured at FVOCI	16/2	(35,714)	(10,527)
Exchange translation differences of financial investment measured at Amortized cost	16/3	(1,051,040)	12,900
Exchange translation differences of subordinated financing	21	596,776	(24,148)
FV revaluation differences of financial investment measured at FVPL	16/1	(11,970)	(9,392)
Loss (Gain) on sale of property and equipment	10	(18,096)	-
Loss (Gain) on sale of assets reverted to the bank	10	(8,611)	-
Dividend income		(24,958)	(1,158)
Operating profits before changes in operating assets and liabilities		1,332,056	1,574,299
Net decrease (increase) in assets and liabilities			
Balances with central banks within the required reserve ratio		453,724	(399,367)
Treasury bills with maturity more than 90 days		(10,762,106)	(6,342,696)
Financing and facilities to customers		(3,028,946)	(3,817,487)
Other assets		(330,466)	338,650
Due to banks		29,570	148,492
Customers' deposits		5,714,960	6,024,454
Other liabilities		831,296	443,055
Current income tax obligations paid		(378,639)	(239,626)
Net cash flows (used in) operating activities		(6,138,551)	(2,270,226)
Cash flows from investing activities			
Acquisition of Property and Equipment	18	(7,144)	(94,264)
Proceeds from sale of Property and Equipment		18,178	-
Acquisition of Intangible assets		(300)	(8,906)
Acquisition of investment measured at FVOCI	16/2	(563,145)	(746,466)
Proceeds from sale of investment measured at FVOCI	16/2	34,000	133,672
Proceeds from sale of investment measured at Amortized cost	16/3	115,525	5,791,735
Proceeds from Dividend income		24,958	1,158
Net cash flows (used in) / generated from investing activities		(377,928)	5,076,929
Cash flows from financing activities			
(Paid) from Subordinated and other financing	21	(138,693)	(137,196)
Cash dividends (Share of employees, remuneration of BOD members,shareholders)		(1,278,505)	(986,182)
Net cash flows (used in) financing activities		(1,417,198)	(1,123,378)
Net increase in cash and cash equivalents during the period		(7,933,677)	1,683,325
Beginning balance of cash and cash equivalents		31,597,738	21,357,036
Cash and cash equivalents at the end of the period	34	23,664,061	23,040,361

The accompanying notes are an integral part of these financial statement.

Condensed consolidated interim statement of shareholders' equity for the period ended 31 March 2026

(EGP Thousands)

	Issued and paid-up capital	Reserves	Retained earnings	Total equity attributable to equity holders of	Non-controlling interests	Total
31 March 2025						
Balance at 1 January 2025	5,089,974	1,189,441	6,271,686	12,551,101	2,986	12,554,087
Net change in other comprehensive income	-	(12,417)	-	(12,417)	-	(12,417)
Net profit for the year	-	-	953,712	953,712	(114)	953,598
Total	5,089,974	1,177,024	7,225,398	13,492,396	2,872	13,495,268
Cash dividends (Share of employees, remuneration of BOD members)	-	-	(986,182)	(986,182)	-	(986,182)
Banking system development fund	-	-	(29,818)	(29,818)	-	(29,818)
Balance at 31 March 2025	5,089,974	1,177,024	6,209,398	12,476,396	2,872	12,479,268
31 March 2026						
Balance at 1 January 2026	5,089,974	1,465,824	9,080,011	15,635,809	2,803	15,638,612
Net change in other comprehensive income	-	18,818	-	18,818	-	18,818
Net profit for the year	-	-	816,298	816,298	158	816,456
Total	5,089,974	1,484,642	9,896,309	16,470,925	2,961	16,473,886
Cash dividends (Share of employees, remuneration of Board members and Shareholders)	-	-	(1,278,505)	(1,278,505)	-	(1,278,505)
Banking system support and development fund	-	-	(39,947)	(39,947)	-	(39,947)
Balance at 31 March 2026	5,089,974	1,484,642	8,577,857	15,152,473	2,961	15,155,434

The accompanying notes are an integral part of these financial statement.



Notes to the condensed consolidated interim financial statements

1. General Information

Al-Ahram Bank (an Egyptian joint stock company) was established as a commercial bank on March 19, 1980, in accordance with the provisions of the Investment Law no 43 of 1974 and its executive regulations and the amendments thereon. In accordance with the extraordinary general assembly resolution of 21 September 1988, the name of the bank was amended to become “Saudi Egyptian Finance Bank”, and according to the resolution of the Extraordinary General Meeting held on 30 April 2009, the Bank’s name was changed to become Al Baraka Bank Egypt – S.A.E.

The Bank provides corporate and retail banking and investments services, which complies with the provisions of Islamic Sharia in all products provided to its clients, in Egypt through its 43 branches in addition to one digital branch served by 1441 staff at the date of the financial statements. The Head Office is in the southern 90th Street, City Centre, the first sector in the Fifth Settlement, New Cairo, Egypt. The Bank is listed on the Egyptian Stock Exchange.

These condensed consolidated financial statements for period ending 31 March 2026 were approved by the Board of Directors on 11 May 2026.

2. Basis of preparation of the consolidated financial statements

The consolidated financial statements have been prepared in accordance with the instructions of the Central Bank of Egypt (CBE) rules approved by its Board of Directors on December 16, 2008; as amended by regulations issued on February 26, 2019, and its subsequent interpretive instructions and with the requirements of applicable Egyptian laws and regulations, and reference is made to the Egyptian Accounting Standards in matters not mentioned in the instructions of Central Bank of Egypt.

In preparing these condensed consolidated interim financial statements, significant judgments were made by the management. In applying the Bank’s accounting policies and the key sources of estimation were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2025.

Basis of consolidation:

The basis of the consolidation is as follows:

- Eliminating all balances and transactions between the Bank and group companies.
- The cost of acquisition of subsidiary companies is based on the company's share in the fair value of assets acquired and obligations outstanding on the acquisition date.
- Minority shareholders represent the rights of others in subsidiary companies.



Notes to the condensed consolidated interim financial statements

3. Financial Risk Management

The bank is exposed to various financial risks, primarily stemming from its core activities and those of some of its subsidiaries. Given that risk is fundamental to financial activity, and that financial activities are based on the principle of risk acceptance, analysis, and management - whether individually or as part of a combination of risks - the bank aims to achieve an appropriate balance between risk and associated benefits, and to minimize potential negative impacts on its financial performance. Among the most significant risks the bank faces are credit risk, market risk, liquidity risk, and other operational risks. Market risk includes foreign exchange rate risk, interest rate risk, and other rate risks.

Risk management policies are established to identify and analyze risks, set limits, and control them. These policies ensure compliance with limits through reliable methods and regularly updated information systems. The bank periodically reviews and adjusts its risk management policies and systems to reflect changes in markets, products, services, and best practices.

Risk management is carried out by the Risk Committee and the Market Risk and Credit Risk Departments, in accordance with policies approved by the Board of Directors. The risk management departments identify, assess, and manage financial risks in close collaboration with the bank's various operating units. The Board of Directors provides written principles for overall risk management, as well as written policies covering specific risk areas such as credit risk, foreign exchange risk, interest rate risk, the use of derivative and non-derivative financial instruments, and liquidity risk. Furthermore, the Risk Committee is responsible for the periodic review of risk management and the control environment, operating independently.

Risk Categories:

The following are part of the risks associated with Al Baraka's banking activities:

3.1 Credit Risk

Credit risk represents the potential losses resulting from the possibility that borrowers or counterparties will fail to meet their contractual obligations. Credit risk arises primarily from bank balances, financing, and facilities extended to banks, individuals, micro, small, and medium enterprises (MSMEs), and institutions, as well as related commitments. It can also arise from collateral/credit guarantees such as financial guarantee contracts, letters of credit, and letters of guarantee.

The bank is also exposed to credit risk from investment activities in debt instruments and outstanding positions from trading activities.

Credit risk is considered the most significant risk to the bank's operations. Therefore, the bank carefully manages its credit risk exposure. The management and control of credit risk within the bank's Retail and Corporate Banking Credit Risk Management Team, under the Risk Management Department, reports regularly to the Risk Committee, senior management, heads of business units, and the Board of Directors.



Notes to the condensed consolidated interim financial statements

3. Financial risk management - continuing

3.1.1 Maximum limit for credit risk before collaterals.

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Financial position items exposed to credit risks		
Due from banks	17,821,359	18,439,917
Financing and credit facilities to customers, net		
Retail		
- Credit cards	507,229	463,694
- Personal financing	12,140,881	11,636,998
- Mortgages	38,817	47,050
Corporate		
- Direct financing	44,007,577	42,463,786
- Syndicated financing	11,760,750	11,213,627
Financial investments		
Debt instruments measured at FVOCI	12,529,953	11,791,204
Debt instruments measured at Amortized cost	38,695,309	34,735,466
Accrued revenues	1,480,653	1,193,208
Total	138,982,528	131,984,950
Off balance sheet items exposed to credit risk		
Letter of Credit (import and export)	218,424	190,246
Letter of Guarantee	6,281,346	6,130,700
Customers Acceptances	764,682	464,131
Total	7,264,452	6,785,077



Notes to the condensed consolidated interim financial statements

3. Financial risk management - continuing

The following table provides information on the quality of financial assets during the Period:

(EGP Thousands)

	31 March 2026				31 December 2025			
	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total
Due from banks								
<u>Credit rating as per CBE classification</u>								
Good debts	17,824,379	-	-	17,824,379	18,442,504	-	-	18,442,504
Total	17,824,379	-	-	17,824,379	18,442,504	-	-	18,442,504
Deduct: Expected credit losses	(3,020)	-	-	(3,020)	(2,587)	-	-	(2,587)
Ending Balance	17,821,359	-	-	17,821,359	18,439,917	-	-	18,439,917

	31 March 2026				31 December 2025			
	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total
Retail								
<u>Credit rating as per CBE classification</u>								
Good financing	11,489,356	468,983	5,183	11,963,522	11,307,068	358,792	-	11,665,860
Regular watch list	-	628,386	1,401	629,787	-	396,889	-	396,889
Special watch list	-	110,174	1,795	111,969	-	95,184	-	95,184
Non-performing financing	-	-	163,495	163,495	-	-	122,676	122,676
Total	11,489,356	1,207,543	171,874	12,868,773	11,307,068	850,865	122,676	12,280,609
Deduct: Expected credit losses	(27,271)	(2,335)	(152,240)	(181,846)	(26,849)	(1,861)	(104,157)	(132,867)
Ending Balance	11,462,085	1,205,208	19,634	12,686,927	11,280,219	849,004	18,519	12,147,742

	31 March 2026				31 December 2025			
	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total
Corporate								
<u>Credit rating as per CBE classification</u>								
Good financing	37,070,044	6,300,604	-	43,370,648	36,290,552	6,505,310	-	42,795,862
Regular watch list	3,868,623	8,701,986	-	12,570,609	2,683,040	8,115,875	-	10,798,915
Special watch list	-	386,560	-	386,560	-	1,106,985	-	1,106,985
Non-performing financing	-	-	3,212,125	3,212,125	-	-	2,393,148	2,393,148
Total	40,938,667	15,389,150	3,212,125	59,539,942	38,973,592	15,728,170	2,393,148	57,094,910
Deduct: Expected credit losses	(86,652)	(913,829)	(2,771,134)	(3,771,615)	(71,649)	(1,337,857)	(2,007,991)	(3,417,497)
Ending Balance	40,852,015	14,475,321	440,991	55,768,327	38,901,943	14,390,313	385,157	53,677,413

	31 March 2026				31 December 2025			
	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total
Debt instruments measured at FVOCI								
<u>Credit rating as per CBE classification</u>								
Good debts	12,529,953	-	-	12,529,953	11,791,204	-	-	11,791,204
Total	12,529,953	-	-	12,529,953	11,791,204	-	-	11,791,204
Ending Balance	12,529,953	-	-	12,529,953	11,791,204	-	-	11,791,204

	31 March 2026				31 December 2025			
	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total	Stage 1 12-Months	Stage 2 Life time	Stage 3 Life time	Total
Debt instruments measured at Amortized cost								
<u>Credit rating as per CBE classification</u>								
Good debts	38,766,462	-	-	38,766,462	34,788,859	-	-	34,788,859
Total	38,766,462	-	-	38,766,462	34,788,859	-	-	34,788,859
Deduct: Expected credit losses	(71,153)	-	-	(71,153)	(53,393)	-	-	(53,393)
Ending Balance	38,695,309	-	-	38,695,309	34,735,466	-	-	34,735,466



Notes to the condensed consolidated interim financial statements

3. Financial risk management - continuing

The following table shows changes in customer financing balances during the Period

(EGP Thousands)

Retail	31 March 2026				31 December 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12-Months	Life time	Life time		12-Months	Life time	Life time	
Balance at 1 January 2026	11,307,068	850,865	122,676	12,280,609	7,791,661	504,027	57,735	8,353,423
Transferred to (from) stage 1	(654,217)	640,002	14,215	-	(426,627)	376,658	49,969	-
Transferred to (from) stage 2	175,323	(214,512)	39,189	-	165,638	(182,285)	16,648	-
Transferred to (from) stage 3	835	3,526	(4,361)	-	3,871	1,760	(5,632)	-
New financial assets purchased or issued	2,524,361	72,050	1,453	2,597,864	7,132,787	463,725	10,140	7,606,651
Matured or disposed financial assets	(1,864,014)	(144,388)	(1,298)	(2,009,700)	(3,360,261)	(313,020)	(6,185)	(3,679,465)
Ending Balance	11,489,356	1,207,543	171,874	12,868,773	11,307,068	850,865	122,676	12,280,609

Corporate	31 March 2026				31 December 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12-Months	Life time	Life time		12-Months	Life time	Life time	
Balance at 1 January 2026	38,973,592	15,728,170	2,393,148	57,094,910	33,667,530	11,105,551	2,273,093	47,046,174
Transferred to (from) stage 1	(1,043,492)	1,043,492	-	-	(9,631,705)	9,376,259	255,446	-
Transferred to (from) stage 2	601,526	(1,360,191)	758,665	-	479,357	(630,751)	151,394	-
Transferred to (from) stage 3	-	-	-	-	-	-	-	-
New financial assets purchased or issued	12,144,177	4,021,843	-	16,166,020	36,251,118	3,986,803	-	40,237,922
Matured or disposed financial assets	(10,169,442)	(4,607,205)	(24,269)	(14,800,916)	(21,699,001)	(8,053,665)	(249,238)	(30,001,905)
Foreign exchange translation differences	432,306	563,041	84,581	1,079,928	(93,707)	(56,027)	(37,547)	(187,281)
Ending Balance	40,938,667	15,389,150	3,212,125	59,539,942	38,973,592	15,728,170	2,393,148	57,094,910

The following table shows changes in ECL balances during the financial period between the three stages:

(EGP Thousands)

Retail	31 March 2026				31 December 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12-Months	Life time	Life time		12-Months	Life time	Life time	
Balance at 1 January 2026	26,849	1,861	104,157	132,867	35,063	1,792	38,390	75,245
Transferred to (from) stage 1	(1,000)	884	116	-	(2,008)	1,222	787	-
Transferred to (from) stage 2	482	(1,130)	648	-	453	(1,000)	547	-
Transferred to (from) stage 3	837	3,526	(4,363)	-	3,871	1,760	(5,632)	-
Charged/(Released) during the Period	103	(2,806)	51,296	48,593	(10,530)	(1,913)	70,528	58,085
Written off during the Period	-	-	(670)	(670)	-	-	(4,918)	(4,918)
Recoveries during the Period	-	-	1,056	1,056	-	-	4,455	4,455
Ending Balance	27,271	2,335	152,240	181,846	26,849	1,861	104,157	132,867

Corporate	31 March 2026				31 December 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	12-Months	Life time	Life time		12-Months	Life time	Life time	
Balance at 1 January 2026	71,649	1,337,857	2,007,991	3,417,497	106,211	868,757	1,978,940	2,953,908
Transferred to (from) stage 1	(1,859)	1,859	-	-	(333,401)	333,146	255	-
Transferred to (from) stage 2	7,010	(552,495)	545,485	-	22,071	(26,311)	4,240	-
Transferred to (from) stage 3	-	-	-	-	-	-	-	-
Charged/(Released) during the Period	(37,305)	123,959	168,031	254,685	277,324	177,867	480,862	936,053
Written off during the Period	-	-	(6,227)	(6,227)	-	-	(477,507)	(477,507)
Recoveries during the Period	-	-	1,481	1,481	-	-	45,998	45,998
Foreign exchange translation differences	47,157	2,649	54,373	104,179	(556)	(15,602)	(24,797)	(40,955)
Ending Balance	86,652	913,829	2,771,134	3,771,615	71,649	1,337,857	2,007,991	3,417,497

Notes to the condensed consolidated interim financial statements
3 Financial risk management - continuing
3.1.2 Concentration of the risks of financial assets exposed to the credit risk.
3.1.2.1 Geographical Segments:

The following table provides a breakdown of the gross amount of the most significant credit risk limits to which the bank is exposed at the end of the current reporting Period, the gross amount of all financial assets including financing and credit facilities is segmented into the geographical regions of the bank's clients:

(EGP Thousands)

	<u>Arab Republic of Egypt</u>			<u>Total</u>	<u>Gulf</u>	<u>Other</u>	<u>Total</u>
	<u>Great Cairo</u>	<u>Alex and Delta</u>	<u>Upper Egypt</u>				
Cash and due from Central Bank of Egypt	8,634,726	132,519	29,396	8,796,641	-	-	8,796,641
Due from banks	13,709,105	-	-	13,709,105	2,516,130	1,599,144	17,824,379
<u>Gross financing and credit facilities to customers</u>							
Retail							
- Credit cards	445,572	60,505	12,535	518,612	-	-	518,612
- Personal financing	14,674,045	3,296,351	331,964	18,302,360	-	-	18,302,360
- Mortgages	46,326	2,111	-	48,437	-	-	48,437
Corporate							
- Direct financing	37,610,194	8,947,041	226,469	46,783,704	-	-	46,783,704
- Syndicated financing	13,115,379	-	-	13,115,379	-	-	13,115,379
<u>Financial investments</u>							
- Debt instruments measured at FVOCI	12,532,011	-	-	12,532,011	-	-	12,532,011
- Debt instruments measured at Amortized cost	38,766,462	-	-	38,766,462	-	-	38,766,462
Balance at 31 March 2026	139,533,820	12,438,527	600,364	152,572,711	2,516,130	1,599,144	156,687,985
Balance at 31 December 2025	133,104,221	12,084,651	718,464	145,907,336	2,549,621	1,225,938	149,682,895

Notes to the condensed consolidated interim financial statements
3 Financial risk management - continuing
3.1.2 Concentration of the risks of financial assets exposed to the credit risk. - continuing
Activity Segments

The following table analyses the Group's main credit exposure to their book value categorized by the Bank's customers' activities.:

(EGP Thousands)

	Financial institutions	Manufacturing	Real estate	Wholesale and retail trade	Governmental	Other activities	Individuals	Total
Cash and due from Central Bank of Egypt	8,796,641	-	-	-	-	-	-	8,796,641
Due from banks	17,824,379	-	-	-	-	-	-	17,824,379
<u>Gross financing and credit facilities to customers</u>								
Retail								
- Credit cards	-	-	-	-	-	-	518,612	518,612
- Personal financing	-	-	-	-	-	-	18,302,360	18,302,360
- Mortgages	-	-	-	-	-	-	48,437	48,437
Corporate								
- Direct financing	8,958,423	22,835,817	-	5,615,663	-	9,373,801	-	46,783,704
- Syndicated financing	-	4,888,401	-	1,479,801	958,486	5,788,691	-	13,115,379
<u>Financial investments</u>								
- Debt instruments measured at FVOCI	3,968,081	-	1,834,129	-	6,729,801	-	-	12,532,011
- Debt instruments measured at Amortized cost	-	-	-	-	38,766,462	-	-	38,766,462
Balance at 31 March 2026	39,547,524	27,724,218	1,834,129	7,095,464	46,454,749	15,162,492	18,869,409	156,687,985
Balance at 31 December 2025	40,895,292	25,754,151	1,847,678	7,462,383	41,635,777	14,002,861	18,084,753	149,682,895



Notes to the condensed consolidated interim financial statements

3 Financial risk management - continuing

3.2 Market Risk

Market Risks represent the potential losses resulting from unfavorable movements in market prices that may negatively affect the values of the bank's investment positions. Market risk results from open positions of the rate of return, currencies, and equity products, as each of them is exposed to general and specific risks in the market and changes in the level of sensitivity to market rates or to prices such as interest rates, exchange rates and prices of equity instruments. The bank distinguishes between the trading book portfolio and the non-trading book portfolio in measuring market risks.

The management of market risk arising from trading or non-trading activities is concentrated in the Bank's risk management and is monitored by two separate teams. Periodic reports on market risks are submitted to the Board of Directors and the members of the Assets and Liabilities Committee (ALCO).

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

3.2.1 Risk of Fluctuation of Foreign Currencies Exchange Rates

The Bank's financial position and cash flows are exposed to fluctuations in foreign currency exchange rates. The Board sets limits on the level of exposure by currency and in aggregate for both overnight and intra-day positions, which are monitored daily. The table below summarizes the Bank's exposure to foreign exchange rate risk and financial instruments at carrying amounts, categorized by currency.

(Equivalent EGP Thousands)

31 March 2026	EGP	USD	GBP	EUR	Other	Total
Financial assets						
Cash and due from Central Bank of Egypt	8,567,226	145,110	7,055	46,415	30,835	8,796,641
Due from banks	5,208,254	12,213,319	87,599	203,389	108,798	17,821,359
Gross financing and credit facilities to customers	57,890,999	10,499,516	-	64,739	-	68,455,254
Financial Investments measured at FVPL	181,272	-	-	-	-	181,272
Financial Investments measured at FVOCI	12,848,110	-	-	311,795	69,223	13,229,128
Financial Investments measured at Amortized cost	22,706,065	15,023,709	-	965,535	-	38,695,309
Other financial assets	1,347,285	161,720	108	40,697	47	1,549,857
Total financial assets	108,749,211	38,043,374	94,762	1,632,570	208,903	148,728,820
Financial liabilities						
Due to banks	-	293,201	88	5,524	11,098	309,911
Customers' deposits	93,598,706	32,947,066	94,378	1,599,876	108,922	128,348,948
Subordinated and other Islamic financing	608	4,721,972	-	-	-	4,722,580
Other financial liabilities	184,082	88,249	244	34,041	52,683	359,299
Total financial liabilities	93,783,396	38,050,488	94,710	1,639,441	172,703	133,740,738
Net on-balance sheet financial position - Surplus / (Deficit)	14,965,815	(7,114)	52	(6,871)	36,200	14,988,082
31 December 2025						
Total financial assets	105,222,986	35,320,318	84,768	1,457,191	384,932	142,470,195
Total financial liabilities	90,745,342	35,316,663	86,056	1,457,123	361,983	127,967,167
Net on-balance sheet financial position - Surplus / (Deficit)	14,477,644	3,655	(1,288)	68	22,949	14,503,028

Notes to the condensed consolidated interim financial statements
3 Financial risk management - continuing
3.2.2 Profit Rate Risk

The Bank is exposed to the effects of volatility in the prevailing market interest levels on both fair value and cash flow risks, profit margin may increase because of those changes, but profits may decrease due to unexpected changes in the market. The Board set limits on the gaps of profit rate repricing that may be undertaken, which is monitored by the bank's Risk Management Department.

The table below summarizes the Bank's exposure to profit rate risks. It includes the Bank's financial instruments at carrying amounts, categorized by the earlier of repricing or contractual maturity dates.

(EGP Thousands)

	Up to one month	More than one month up to 3 months	More than 3 months up to one year	More than one year up to 3 years	More than 3 years	Non-Profit Bearing	Total
31 March 2026							
<u>Assets sensitive to yield rates</u>							
Due from banks	13,253,256	3,675,800	-	-	-	-	16,929,056
Treasury bills	1,318,481	3,833,620	22,242,692	-	-	-	27,394,793
Gross financing and credit facilities to customers	53,173,396	1,029,632	5,434,095	4,008,725	8,762,867	-	72,408,715
Financial Investments measured at FVOCI & Amortized cost	2,008,621	740	6,580,284	11,660,820	3,651,157	-	23,901,622
Total assets not sensitive to profit rates and total held for trading investments	-	-	-	-	-	10,570,353	10,570,353
Total financial assets (1)	69,753,754	8,539,792	34,257,071	15,669,545	12,414,024	10,570,353	151,204,539
<u>Obligations sensitive to interest rates</u>							
Due to banks	291,163	-	-	-	-	-	291,163
Customers' deposits	62,176,607	9,358,424	13,390,262	32,611,949	250,498	-	117,787,740
Subordinated and other Islamic financing	-	900,350	2,730,338	-	1,091,892	-	4,722,580
Total non-interest-rate-sensitive liabilities	-	-	-	-	-	10,579,956	10,579,956
Total financial liabilities (2)	62,467,770	10,258,774	16,120,600	32,611,949	1,342,390	10,579,956	133,381,439
Net current gap (1) - (2)	7,285,984	(1,718,982)	18,136,471	(16,942,404)	11,071,634	-	17,832,703
31 December 2025							
Total financial assets (1)	30,763,358	58,572,721	21,084,254	16,119,625	7,073,511	10,820,034	144,433,503
Total financial liabilities (2)	20,695,327	49,937,060	19,417,958	27,199,437	1,302,990	8,626,054	127,178,826
Net current gap (1) - (2)	10,068,031	8,635,661	1,666,296	(11,079,812)	5,770,521	-	15,060,697



Notes to the condensed consolidated interim financial statements

3. Financial risk management - continuing

3.3 Liquidity Risk

Liquidity risk is defined as the risk of the Bank's inability to meet cash flows or collateral requirements associated with its financial obligations. This could result in a failure to meet obligations to pay depositors and meet funding commitments.

Non-derivative cash flows

All balances shown in the table below represent the undiscounted cash flows of the bank's financial liabilities based on the remaining contractual maturities and based on the behavioral study of non-contractual products, at the date of balance sheet.

(EGP Thousands)

	Up to one month	More than one month up to 3 months	More than 3 months up to one year	More than one year up to 3 years	More than 3 years	Total
31 March 2026						
Financial liabilities						
Due to banks	310,725	-	-	-	-	310,725
Customers' deposits	38,236,939	14,568,839	29,350,578	49,514,022	6,886,616	138,556,995
Subordinated and other Islamic financing	103,130	2,877,523	508,777	554,846	1,109,834	5,154,111
Total financial liabilities (contractual and non contractual maturity dates)	38,650,794	17,446,362	29,859,355	50,068,868	7,996,450	144,021,830
Total financial assets (contractual and non contractual maturity dates)	28,003,734	15,192,225	55,960,812	29,210,520	40,391,886	168,759,177
31 December 2025						
Total financial liabilities (contractual and non contractual maturity dates)	39,006,244	13,228,073	34,631,644	43,194,305	7,432,439	137,492,705
Total financial assets (contractual and non contractual maturity dates)	33,862,592	53,796,536	22,982,417	19,393,416	27,857,224	157,892,185

All financial assets are available to meet all liabilities and to cover the outstanding financing commitments include Cash and due from CBE, Due from banks, T-bills and other government notes, financing and advances to customers in the normal course of business, a proportion of customer financing contractually matured within one year, will be extended. In addition, debt instrument and treasury bills and other governmental notes have been pledged to secure liabilities. Also, The Bank would be able to meet the unexpected net cash outflows by selling securities and accessing additional funding sources.

3.4 Fair Value of Financial Assets & Liabilities

3.4.1 Fair value measurement

- The Bank determines the fair value on the basis that it is the price to be obtained for the sale of an asset or to be paid for the transfer of an obligation in an organized transaction between market participants on the date of measurement, taking into account when measuring the fair value the asset's characteristics or obligation if market participants take those characteristics into account when pricing the asset and/or obligation on the date of measurement.
- The Bank uses the market approach to determine the fair value of financial assets and liabilities as it uses prices and other relevant information arising from market transactions involving assets, liabilities or a range of assets and liabilities, which are identical or comparable. The Bank may therefore use valuation methods consistent with the market approach such as market multipliers derived from comparable groups. The selection of an appropriate multiplier from within the scope requires the use of a personal judgement considering the quantitative and qualitative factors of measurement.
- When the market input cannot be relied upon to determine the fair value of a financial asset or liability, the Bank uses the income method to determine the fair value under which future amounts such as cash flows or income and expenses are converted into a current amount (discounted) so that the fair value measure reflects current market expectations about future amounts.
- When the Bank cannot rely on the market approach or income method to determine the fair value of its' financial asset or financial liability, the bank uses the cost method to determine fair value in order to reflect the amount currently claimed to replace the asset in its current state (the current replacement cost) so that the fair value reflects the cost incurred by the participant in the market as a buyer of acquiring an alternative asset of similar benefits since the participant in the market as a buyer will not pay for an asset more than the amount that replaces benefit of the asset.



Notes to the condensed consolidated interim financial statements

3. Financial risk management - continuing

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the bank can access at the measurement date.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

The following table provides the fair value measurement hierarchy of the assets and liabilities according to EAS.

(EGP Thousands)

Financial Assets	31 March 2026			Total
	Level 1	Level 2	Level 3	
Debt instruments	7,162,942	5,800,152	-	12,963,094
Equity Instruments	211,790	183,330	485,327	880,447

Financial Assets	31 December 2025			Total
	Level 1	Level 2	Level 3	
Debt instruments	6,264,484	5,942,935	-	12,207,419
Equity Instruments	184,355	169,302	494,705	848,362

3.5 Capital Management

For capital management purposes, the bank's capital includes total equity as reported in the balance sheet plus some other elements that are managed as capital. The Bank manages its capital to ensure that the following objectives are achieved:

- Complying with the legal capital requirements in the Arab Republic of Egypt and other countries in which bank's branches operate.
- Protecting the Bank's ability to continue as a going concern and enabling the generation of yield for shareholders and other parties dealing with the bank.
- Maintaining a strong capital base to enhance growth of the Bank's operations .

Capital adequacy and the use of regulatory capital are monitored daily by the Bank's management, employing techniques based on the guidelines developed by the Basel Committee as implemented by the banking supervision unit in the Central Bank of Egypt.

The required data is submitted to the Central Bank of Egypt monthly.

Central Bank of Egypt requires the following:

- Maintaining EGP 5 billion as a minimum requirement for the issued and paid-in capital, noting that at the reporting date the issued and paid-up capital has reached EGP 5,090 million.
- Maintaining a ratio between the capital base and the total credit and market and operating risks and the excess value of the top 50 customers over the regulatory limits and the excess value of the regulatory limits for the recruitment of countries equal to or greater than 10%.

The numerator in capital adequacy comprises the following two tiers:

Tier One: Comprises of paid-in capital, retained earnings and reserves resulting from the distribution of profits and interim profits except the general banking risk reserve and deducting previously recognized goodwill and any retained losses.

Tier Two :Represents the going concern capital which is composed of general risk provision according to stage one ECL to the maximum of 1.25% risk weighted assets and contingent liabilities, subordinated financing with more than five years to maturity (amortizing 20% of it carrying amount in each year of the remaining five years to maturity).

When calculating the numerator of capital adequacy ratio, the rules set limits of total Tier 2 to no more than Tier 1 capital and limits the subordinated to no more than 50% of Tier 1.

The bank has complied with all local capital requirements during the past two years.

**Notes to the condensed consolidated interim financial statements****3. Financial risk management - continuing****A) Capital Adequacy Ratio (CAR%)**

The tables below summarize the compositions of tier 1, tier 2, the capital adequacy ratio and leverage ratio.

According to Basel II	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
<u>Tier 1 capital</u>		
<u>Basic going concern capital</u>		
Issued and paid up capital	5,089,974	5,089,974
Other reserves	748,984	748,984
General risk reserve	214,926	214,926
Retained earnings	7,767,862	9,067,162
Interim profit	809,399	-
Other comprehensive income	402,108	383,349
Total disposal of additional basic capital	(97,782)	(111,310)
Total basic going concern capital after deduction	14,935,471	15,393,085
<u>Additional basic capital</u>		
Non-Controlling interest	2,134	2,266
Add: Additional going concern	2,134	2,266
Total qualifying tier 1 capital	14,937,605	15,395,351
<u>Tier 2 capital</u>		
Subordinated financing	1,091,892	953,424
Impairment provision for Financing, debt instruments and contingent liabilities in stage one*	232,105	210,035
Total qualifying tier 2 capital	1,323,997	1,163,459
Total capital base after deduction	16,261,602	16,558,810
<u>Risk weighted assets and contingent liabilities</u>		
Total credit risk	81,446,025	76,973,006
The overriding value of top 50 clients over the prescribed limits	296,477	5,696,034
Total market risk	422,222	397,513
Total operational risk	6,668,046	5,081,818
Total risk weighted assets and contingent liabilities	88,832,770	88,148,372
*Capital adequacy ratio (%)	18.31%	18.79%

The "capital adequacy ratio" has been added pursuant to the instructions dispatched to the Central Bank of Egypt.

* Based on consolidated financial statement figures and in accordance with Central Bank of Egypt regulation issued on 24 December 2012.

**Notes to the condensed consolidated interim financial statements****3. Financial risk management - continuing****B) Leverage Ratio%**

Within the framework of its endeavour to apply the best international practices in the field of banking supervisory regulations, the Central Bank of Egypt issued its instructions for the measurement of the adequacy of “Tier 1” of the capital base, in comparison to the total risk-weighted assets (the financial leverage), committing banks to the minimum ratio of 3% on Monthly basis, as follows:

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
The tables below summarizes the leverage financial ratio:		
Total qualifying tier 1 capital	14,937,605	15,395,351
Total on-balance sheet exposures	150,866,160	148,603,663
Total off-balance sheet exposures	10,745,204	9,351,354
Total exposures on-balance sheet and off-balance sheet	161,611,364	157,955,017
Leverage financial ratio % (1/2)	9.24%	9.75%

* Based on the Bank's Consolidated financial statements and in accordance with the instructions issued by the Central Bank of Egypt on 14 July 2015.

- For March 2026 NSFR% recorded 192.74%, December 2025: NSFR% recorded 191.46% (Regulatory Minimum: 100%).
- For March 2026 LCR% recorded 742.75%, December 2025: LCR% recorded 757.39% (Regulatory Minimum: 100%).

4. Segments Reporting**4.1 Segmental analysis by activity**

Segment activity includes operational processes, assets used in offering banking services, management of surrounding risks and related yield. Such activities may be different from other activities. Segmentation analysis of operations according to banking activities includes:

- Cairo Branches
- Giza Branches
- Alexandria Branches
- Other Branches

(EGP Thousands)

31 March 2026	Cairo branches	Giza branches	Alex branches	Other branches	Total
Total revenues and expenses according to segmental activities					
Total revenues according to segmental activities	4,076,220	887,477	570,632	460,718	5,995,047
Total expenses according to segmental activities	(3,094,559)	(752,910)	(532,357)	(407,066)	(4,786,892)
Net profit for the period before tax	981,661	134,567	38,275	53,652	1,208,155
Income tax expense	(391,699)	-	-	-	(391,699)
Net profit for the period	589,962	134,567	38,275	53,652	816,456
Total assets and liabilities according to segmental activities					
Total assets	86,482,227	30,377,363	21,371,985	14,437,718	152,669,293
Total liabilities	71,553,288	30,242,795	21,333,710	14,384,066	137,513,859
31 March 2025					
Total revenues and expenses according to segmental activities					
Total revenues according to segmental activities	4,016,684	905,486	553,203	379,724	5,855,097
Total expenses according to segmental activities	(2,987,556)	(722,209)	(467,539)	(317,405)	(4,494,709)
Net profit for the period before tax	1,029,128	183,277	85,664	62,319	1,360,388
Income tax expense	(406,790)	-	-	-	(406,790)
Net profit for the period	622,338	183,277	85,664	62,319	953,598
Total assets and liabilities according to segmental activities					
Total assets	78,337,009	28,160,231	17,569,029	10,257,852	134,324,121
Total liabilities	66,189,002	27,976,954	17,483,364	10,195,533	121,844,853



Notes to the condensed consolidated interim financial statements

4. Segments Reporting - continuing

4.2 Segmental analysis by geographic area

(EGP Thousands)

31 March 2026	Arab Republic of Egypt			Total
	Great Cairo	Alex and Delta	Upper Egypt	
Total revenues and expenses according to geographical segment				
Total revenues according to geographical segment	4,963,697	1,009,120	22,230	5,995,047
Total expenses according to geographical segment	(3,847,469)	(902,591)	(36,832)	(4,786,892)
Net profit for the period before tax	1,116,228	106,529	(14,602)	1,208,155
Income tax expense	(391,699)	-	-	(391,699)
Net profit for the period	724,529	106,529	(14,602)	816,456
Total assets and liabilities according to geographical segment				
Total assets	116,859,590	34,945,253	864,450	152,669,293
Total liabilities	101,796,084	34,838,724	879,051	137,513,859

31 March 2025	Arab Republic of Egypt			Total
	Great Cairo	Alex and Delta	Upper Egypt	
Total revenues and expenses according to geographical segment				
Total revenues according to geographical segment	4,922,170	931,736	1,191	5,855,097
Total expenses according to geographical segment	(3,709,766)	(773,807)	(11,136)	(4,494,709)
Net profit for the period before tax	1,212,404	157,929	(9,945)	1,360,388
Income tax expense	(406,790)	-	-	(406,790)
Net profit for the period	805,614	157,929	(9,945)	953,598
Total assets and liabilities according to geographical segment				
Total assets	106,497,240	27,566,103	260,778	134,324,121
Total liabilities	94,165,956	27,408,174	270,723	121,844,853



Notes to the condensed consolidated interim financial statements

5. Net income from funds

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
<u>Income from Murabaha, Musharaka, Mudaraba and other similar income:</u>		
Financing and credit facilities		
- Customers	3,101,155	3,160,499
Total	3,101,155	3,160,499
Debt instruments at fair value through OCI and AC	1,961,316	1,548,018
Deposits and current accounts	545,159	798,203
Total	5,607,630	5,506,720
<u>Cost of deposits and similar expenses:</u>		
Deposits and current accounts		
- Banks	(2,620)	(6,901)
- Customers	(3,630,335)	(3,610,805)
Total	(3,632,955)	(3,617,706)
Other financings	(81,470)	(77,091)
Total	(3,714,425)	(3,694,797)
Net income from funds	1,893,205	1,811,923

6. Net fees and commission income

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
<u>Fees and commission income:</u>		
Fees and commissions related to credit	107,421	144,002
Investment commission	43,130	38,870
Custody fees	699	401
Other fees	157,496	115,606
Total	308,746	298,879
<u>Fees and commission expenses:</u>		
Other fees paid	(45,468)	(39,379)
Total	(45,468)	(39,379)
Net fees and commission income	263,278	259,500



Notes to the condensed consolidated interim financial statements

7. Net trading income

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Gain from foreign exchange transactions	39,046	31,531
Mutual funds measured at FVPL	11,970	9,392
Total	51,016	40,923

8. Administrative expenses

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Staff cost:		
Salaries and wages	(283,593)	(222,472)
Social insurance	(8,422)	(7,894)
Pension cost:		
Defined contribution scheme	(18,007)	(15,362)
Zakah and charity fund	(21,000)	(13,500)
Depreciation and amortization	(69,288)	(37,585)
Other administrative expenses	(292,441)	(229,367)
Total	(692,751)	(526,180)

9. Impairment charge of expected credit losses

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Financing and credit facilities to customers	(303,278)	(316,005)
Due from banks	(57)	5,991
Debt instruments at fair value through other comprehensive income	16,412	1,548
Debt instruments at amortized cost	(10,074)	86,295
Other assets	(296)	3,290
Total	(297,293)	(218,881)

**Notes to the condensed consolidated interim financial statements****10. Other operating expenses**

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Gain (Loss) from Foreign exchange differences from translation of foreign currency monetary assets and liabilities other than held for trading items and those classified as at FVPL at initial recognition	3,742	(938)
Gain (loss) on sale of assets reverted to the bank	8,611	-
Gain on sale of property and equipment	18,096	-
Operating lease rental expense	(20,074)	(14,411)
Impairment release (charges) of assets reverted to the bank	-	(12,153)
Other provisions (net of reversed amounts)*	(15,345)	15,913
Other	(43,831)	(10,907)
Total	(48,801)	(22,496)

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Other provisions (net of reversed amounts)*		
Legal claims provision	84	(613)
Contingent liabilities provision	(15,429)	19,076
Potential Claims provisions	-	(2,550)
Total	(15,345)	15,913

11. Income tax expense

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Current tax	(398,838)	(400,365)
Deferred tax revenue / (expense)	7,139	(6,425)
Total	(391,699)	(406,790)

12. Basic earnings per share

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Net profit for the Period (from separate income statement)	815,999	958,947
Add/(Deduct) : Profits of sale fixed assets	(18,096)	-
Net profit for the Period, available for distribution	797,903	958,947
Employees' profit share	(81,600)	(95,895)
Remuneration for board members	(15,958)	(19,179)
Banking system support and development fund	(7,979)	(9,589)
Profit available to shareholders	692,366	834,284
Weighted average number of the shares outstanding during the Period	727,139	727,139
Basic earning per share	0.95	1.15

▪ Based on Profits distribution proposal, the actual amounts will be subject to Annual General Meeting approval.

**Notes to the condensed consolidated interim financial statements****13. Cash and due from Central Bank of Egypt**

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Cash	682,791	619,481
Mandatory reserve balances with CBE	8,113,850	8,567,574
Total	8,796,641	9,187,055
Non-profit bearing balances	8,796,641	9,187,055
Total	8,796,641	9,187,055

14. Due from banks, net

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Current accounts	895,323	784,616
Deposits	16,929,056	17,657,888
	17,824,379	18,442,504
Deduct: Expected Credit Losses*	(3,020)	(2,587)
Total	17,821,359	18,439,917
Balances at CBE other than those under the mandatory reserve	4,990,119	5,591,931
Local banks	8,718,986	9,075,014
Foreign Banks	4,115,274	3,775,559
Deduct: Expected Credit Losses*	(3,020)	(2,587)
Total	17,821,359	18,439,917
Non-profit bearing balances	895,323	784,617
Fixed profit bearing balances	16,929,056	17,657,887
Deduct: Expected Credit Losses*	(3,020)	(2,587)
Total	17,821,359	18,439,917
<u>Due from banks-ECL provision analysis*</u>		
Beginning balance	2,587	12,763
Net impairment loss recognized during the Period	57	(9,893)
Foreign currencies translation differences	376	(283)
Ending balance	3,020	2,587

- **Due from banks** on March 31, 2026, includes an amount of EGP 218,378 thousand representing balances due from Al Baraka Group – ABG. (Compared to EGP 190,685 thousand at 31 December 2025).
- **Due from banks** on March 31, 2026, includes an amount of EGP 225,316 thousand representing balances due from Al Baraka Group's subsidiaries. (Compared to EGP 193,717 thousand at 31 December 2025).



Notes to the condensed consolidated interim financial statements

15. Financing and credit facilities to customers, net

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
<u>Retail</u>		
Credit cards	518,612	468,519
Personal financing	18,302,360	17,557,080
Mortgages	48,437	59,154
Total (1)	18,869,409	18,084,753
<u>Corporate including (SMEs)</u>		
Direct financing	46,783,704	45,412,117
Syndicated financing	13,115,379	11,976,403
Total (2)	59,899,083	57,388,520
Gross financing and credit facilities (1+2)	78,768,492	75,473,273
<u>Deduct:</u>		
Expected Credit Losses*	(3,953,461)	(3,550,364)
Deferred profit	(6,359,777)	(6,097,754)
Net financing and credit facilities	68,455,254	65,825,155
<u>Financing and credit facilities-ECL provision analysis</u>		
Beginning balance	3,550,364	3,029,153
Net impairment loss recognized during the Period	303,278	994,138
Recoveries during the Period	2,537	50,453
Written off during the Period	(6,897)	(482,425)
Foreign currencies translation differences	104,179	(40,955)
Ending balance	3,953,461	3,550,364

Notes to the condensed consolidated interim financial statements
15. Financing and credit facilities to customers, net - continuing.

Analysis of the expected credit losses on financing and advances to customers by type was as follows.

(EGP Thousands)

Retail	31 March 2026				31 December 2025			
	Credit cards	Personal financing	Mortgages	Total	Credit cards	Personal financing	Mortgages	Total
Beginning balance	4,825	127,701	341	132,867	995	72,942	1,308	75,245
Net impairment loss recognized during the Period	7,140	41,514	(61)	48,593	8,118	50,934	(967)	58,085
Recoveries during the Period	90	966	-	1,056	438	4,017	-	4,455
Written off during the Period	(670)	-	-	(670)	(4,726)	(192)	-	(4,918)
Foreign currencies translation differences	-	-	-	-	-	-	-	-
Ending balance (1)	11,385	170,181	280	181,846	4,825	127,701	341	132,867

Corporate	31 March 2026				31 December 2025			
	Direct financing	Syndicated financing	Other financing	Total	Direct financing	Syndicated financing	Other financing	Total
Beginning balance	2,654,721	762,776	-	3,417,497	2,222,982	730,926	-	2,953,908
Net impairment loss recognized during the Period	(187,996)	442,681	-	254,685	877,402	58,651	-	936,053
Recoveries during the Period	1,481	-	-	1,481	45,998	-	-	45,998
Written off during the Period	(6,227)	-	-	(6,227)	(477,507)	-	-	(477,507)
Foreign currencies translation differences	48,279	55,900	-	104,179	(14,154)	(26,801)	-	(40,955)
Ending balance (2)	2,510,258	1,261,357	-	3,771,615	2,654,721	762,776	-	3,417,497
Ending balance (1+2)	2,521,643	1,431,538	280	3,953,461	2,659,546	890,477	341	3,550,364



Notes to the condensed consolidated interim financial statements

16. Financial investments

16.1 Measured at FVPL

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
A) Mutual Funds		
Unlisted in stock exchange market	181,272	169,302
Total financial instruments measured at FVPL (1)	181,272	169,302
Beginning balance	169,302	119,889
Additions	-	7,604
FV revaluation differences of financial investment measured at FVPL	11,970	41,809
Total financial instruments measured at FVPL (1)	181,272	169,302



Notes to the condensed consolidated interim financial statements

16. Financial investments - continuing

16.2 Measured at FVOCI

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
<u>A) Treasury bonds at fair value</u>		
Listed in stock exchange market	442,240	401,204
Total	442,240	401,204
<u>B) Treasury bills at fair value</u>		
EGP TBills - 91 Days maturity	1,999	14,421
EGP TBills - 182 Days maturity	2,782,676	1,305,763
EGP TBills - 273 Days maturity	2,416,418	3,124,437
EGP TBills - 364 Days maturity	4,494	414,279
Total	5,205,587	4,858,900
Deduct: Unearned interest	(433,141)	(416,215)
Total	4,772,446	4,442,685
<u>C) Sovereign Islamic Sukuk at fair value</u>		
Listed in stock exchange market	1,515,115	1,004,380
Total	1,515,115	1,004,380
<u>E) Corporate Islamic Sukuk at fair value</u>		
Listed in stock exchange market	1,834,129	1,847,678
Total	1,834,129	1,847,678
<u>F) Securitization bonds at fair value</u>		
Listed in stock exchange market	3,966,023	4,095,257
Total	3,966,023	4,095,257
<u>G) Equity instruments at fair value</u>		
Listed in stock exchange market	211,790	184,355
Unlisted in stock exchange market	485,327	494,705
Total	697,117	679,060
<u>H) Mutual Funds at fair value</u>		
Unlisted in stock exchange market	2,058	-
Total	2,058	-
Total financial instruments measured at FVOCI (2)	13,229,128	12,470,264

- Financial assets at FVTOCI on March 31, 2026, includes the amount of EGP 69,223 thousand represents investments in shares of Islamic Bank of Jordan, a subsidiary of Al Baraka Group – the bank's main shareholder. (Compared to EGP 58,579 thousand on 31 December 2025).
- Financial assets at FVTOCI on March 31, 2026, includes the amount of EGP 142,566 thousand representing investments in shares of Altawfeek Company for financial lease, a subsidiary of Al Baraka Group – the bank's main shareholder. (Compared to EGP 125,776 thousand on 31 December 2025).
- Financial assets at FVTOCI on March 31, 2026, includes the amount of EGP 118,895 thousand representing investments in Securitization of Altawfeek Company for financial lease, a subsidiary of Al Baraka Group – the bank's main shareholder. (Compared to EGP 168,919 thousand on 31 December 2025).

**Notes to the condensed consolidated interim financial statements****16. Financial investments - continuing****16.3 Measured at Amortized Cost**

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
<u>A) Treasury bonds</u>		
Listed in stock exchange market	16,144,115	15,215,206
Deduct: Expected Credit Losses*	(40,460)	(33,746)
Total	16,103,655	15,181,460
<u>B) Treasury bills</u>		
EGP TBills - 91 Days maturity	1,010,400	17,350
EGP TBills - 182 Days maturity	3,000,000	3,720,700
EGP TBills - 273 Days maturity	10,500,000	2,500,000
EGP TBills - 364 Days maturity	2,000,000	7,344,825
USD TBills - 364 Days maturity	7,495,839	6,545,256
EUR TBills - 364 Days maturity	375,381	335,547
Total	24,381,620	20,463,678
Deduct: Unearned interest	(1,759,273)	(890,025)
Deduct: Expected Credit Losses*	(30,693)	(19,647)
Net	22,591,654	19,554,006
Total (1+2)	22,591,654	19,554,006
Total financial instruments measured at Amortized cost (3)	38,695,309	34,735,466
Total financial investment (1+2+3)	52,105,709	47,375,032
Non-profit bearing balances	878,389	848,362
Floating profit bearing balances	4,967,407	2,115,116
Fixed profit bearing balances	46,331,066	44,464,947
Deduct: Expected Credit Losses	(71,153)	(53,393)
Total financial investment (1+2+3)	52,105,709	47,375,032
<u>Debt instruments-ECL provision analysis*</u>		
Beginning balance	53,393	296,762
Net impairment loss recognized during the Period	10,074	(233,097)
Foreign currencies translation differences	7,686	(10,272)
Ending balance	71,153	53,393

- The carried value of financial investments in governmental debts at 31 March 2026 reached EGP 47,688,677 thousand. These investments are used to contribute to the financing of Egypt national projects, strategic and development projects.



Notes to the condensed consolidated interim financial statements

16. Financial investments – continuing.

The following table analyzes the movements on financial investments:

(EGP Thousands)

31 March 2026	At Fair value through OCI	At Amortized Cost	Total
Beginning balance	12,470,264	34,735,466	47,205,730
Additions	2,734,216	12,851,640	15,585,856
Amortization of premium / discount	73,424	850,786	924,210
Disposals (sale/redemption)	(2,129,026)	(11,310,605)	(13,439,631)
Foreign currencies translation differences	35,714	1,585,782	1,621,496
Changes in fair value reserve	44,536	-	44,536
Net impairment loss recognized during the Period	-	(17,760)	(17,760)
Ending balance	13,229,128	38,695,309	51,924,437

31 December 2025	At Fair value through OCI	At Amortized Cost	Total
Beginning balance	6,043,869	35,371,711	41,415,580
Additions	14,260,110	22,057,813	36,317,923
Amortization of premium / discount	1,030,842	2,618,858	3,649,700
Disposals (sale/redemption)	(8,989,321)	(24,719,542)	(33,708,863)
Foreign currencies translation differences	17,263	(836,743)	(819,480)
Changes in fair value reserve	107,501	-	107,501
Net impairment loss recognized during the year	-	243,369	243,369
Ending balance	12,470,264	34,735,466	47,205,730



Notes to the condensed consolidated interim financial statements

17. Other assets, net

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Accrued revenues	1,482,281	1,194,404
Deduct: Expected Credit Losses*	(1,628)	(1,196)
Accrued revenues,net	1,480,653	1,193,208
Pre-paid expenses	204,626	145,059
Project under construction	300,851	225,043
Assets reverted to the bank in settlement of debts,net	182,093	182,093
Deposits held with others and custody	53,645	47,448
Others debit balances	1,226,815	1,325,800
Total	3,448,683	3,118,651
<u>Accrued revenues-ECL provision analysis*</u>		
Beginning balance	1,196	5,236
Net impairment loss recognized during the Period	296	(3,941)
Foreign currencies translation differences	136	(99)
Ending balance	1,628	1,196

*Other debit balances include the value of guaranteed minimum dues and guaranteed return on real estate investments deducted by the guaranteed return ratio.

Notes to the condensed consolidated interim financial statements
18. Property, plant and Equipment, net

(EGP Thousands)

	Lands and Premises	Machines and Equipment	Information Technology	Furniture and Renovations	Motor Vehicles	Total
31 March 2026						
Cost	1,034,316	397,743	393,235	966,560	27,663	2,819,518
Accumulated depreciation	(220,577)	(166,665)	(235,529)	(209,711)	(16,961)	(849,443)
Net book value	813,739	231,078	157,706	756,848	10,702	1,970,075
Net book value at the beginning of the Period	820,318	248,911	169,430	773,183	11,563	2,023,405
Additions	-	891	2,049	4,204	-	7,144
Disposals	(1,231)	-	-	-	(1,242)	(2,472)
Depreciation for the Period	(6,496)	(18,724)	(13,773)	(20,538)	(861)	(60,391)
Disposals' accumulated depreciation	1,148	-	-	-	1,242	2,390
Net book value	813,739	231,078	157,706	756,848	10,702	1,970,075
31 December 2025						
Cost	1,035,547	396,852	391,186	962,356	28,905	2,814,846
Accumulated depreciation	(215,229)	(147,941)	(221,756)	(189,173)	(17,342)	(791,441)
Net book value	820,318	248,911	169,430	773,183	11,563	2,023,405
Net book value at the beginning of the year	459,167	100,045	143,404	356,710	4,395	1,063,721
Additions	385,000	190,126	77,260	472,200	9,500	1,134,086
Disposals	(3,368)	(5)	-	(1,096)	(790)	(5,259)
Depreciation for the year	(22,771)	(41,260)	(51,234)	(55,055)	(2,229)	(172,549)
Disposals' accumulated depreciation	2,290	5	-	424	687	3,406
Net book value	820,318	248,911	169,430	773,183	11,563	2,023,405



Notes to the condensed consolidated interim financial statements

19. Due to banks

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Current accounts	18,748	27,967
Deposits	291,163	252,374
Total	309,911	280,341
Foreign banks	309,911	280,341
Total	309,911	280,341
Non-profit bearing balances	18,748	27,968
Floating profit bearing balances	291,163	252,373
Total	309,911	280,341

▪ **Due to banks** on March 31, 2026, includes an amount of EGP 302,211 thousand representing balances due to Al Baraka Group – ABG and its subsidiaries (Compared to EGP 273,263 thousand at 31 December 2025).

20. Customers' deposits

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Demand deposits	26,044,835	24,852,884
Time deposits and call accounts	21,294,980	21,913,994
Term saving certificates	48,586,720	45,841,684
Saving deposits	30,723,220	28,482,423
Other deposits	1,699,193	1,543,003
Total	128,348,948	122,633,988
Corporate deposits	39,687,607	39,753,551
Retail deposits	88,661,341	82,880,437
Total	128,348,948	122,633,988
Non-profit bearing balances	10,561,208	8,598,086
Floating profit bearing balances	117,787,740	114,035,902
Total	128,348,948	122,633,988



Notes to the condensed consolidated interim financial statements

21. Subordinated and other Islamic financing

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
(A) Long Term Financing_Social fund	609	706
(B) Long Term Financing_ICD	900,350	926,807
(C) Short Term Financing_IFC	2,729,730	2,383,560
(D) Subordinated Finance_Other Shareholders	1,091,891	953,424
Total	4,722,580	4,264,497
Movement Analysis:		
Net book value at the beginning of the Period	4,264,497	4,830,249
Amounts paid during the Period	(138,693)	(275,417)
Foreign currencies translation differences	596,776	(290,335)
Net book value at the ending of the Period	4,722,580	4,264,497

(A) Long-Term Financing _Social fund

- These represented as the “Musharaka” Contract concluded by and between the Bank & the Social Fund for Development to SMEs enterprises with a financing formula consistent with Islamic sharia instruction.
- Al Musharaka agreement profits (resulting from the returns on financing operations) are distributed equally to the Bank and SME Development Authority after a percentage of that return is deducted for the Bank as the Fund Manager.
- The Bank is also obliged to pay a return equal to the Bank’s rate of return on deposits (3 months) for the lowest credit balance of the unused balance of the Fund’s share of Al Musharaka agreement capital.

(B) Long-Term Financing_ICD

- On August 16, 2023, a long-term financing contract concluded with the Islamic Foundation for Private Sector Development (ICD) and in accordance with the principles of Islamic sharia was concluded for an amount of \$30 million for five years for the benefit of Al-Baraka Bank - Egypt to support and finance green projects to achieve the sustainable development goals of the Egyptian economy.

(C) Short-Term Financing_IFC

- On January 10, 2024, a Short-term financing contract concluded with the International Finance Corporation (IFC) and in accordance with the principles of Islamic sharia was concluded for an amount of \$50 million for one year renewable twice for the benefit of Al-Baraka Bank - Egypt for supporting the bank’s expansion plans to finance sustainable projects and small and medium-sized companies, and to strengthen the bank’s liquidity position in foreign currency.

(D) Subordinated Finance Other Shareholders

- On February 5, 2017, an (Investment Mudaraba Deposit Contract) has been concluded with (Misr Insurance Company) (one of the largest shareholders of our Bank) to support the Bank’s subordinated capital in the amount of USD 25 million. The contract commences on February 23, 2017, for seven years. and the deposit is entitled to a return of 6.75% approximately with quarterly disbursement, On February 23, 2024, the bank paid the entire supporting financing to Misr Insurance Company.
- On July 2, 2017, a financing contract was concluded in the form of Mudaraba with Misr Insurance Company (one of the largest shareholders of our bank and in accordance with the principles of Islamic sharia was concluded for an amount of 20 million US Dollars, over eight years. The deposit is entitled to a return of about 6.25% disbursed quarterly to support the Bank’s subordinated capital.
- On February 24, 2025, an extension contract was concluded in the form of Mudaraba with Misr Insurance Company (one of the largest shareholders of our bank and in accordance with the principles of Islamic sharia was concluded for an amount of 20 million US Dollars, over five years. The deposit is entitled to a return of about 6.35% disbursed quarterly to support the Bank’s subordinated capital.

Notes to the condensed consolidated interim financial statements
22. Other liabilities

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Accrued interest	378,043	405,797
Deferred revenues	33,481	33,609
Accrued expenses	329,309	268,919
Accounts under settlements	345,632	328,568
Other credit balances	1,465,790	644,821
Total	2,552,255	1,681,714

23. Other provisions

(EGP Thousands)

	Provision for legal	Provision for tax	Provision for	Other provisions	Total
	claims	claims*	Contingents		
31 March 2026					
Beginning balance	6,625	140,963	90,215	40,543	278,346
Formed during the Period	168	-	15,429	-	15,597
Provisions no longer required during the Period*	(252)	-	-	-	(252)
Used during the Period	(290)	(8,430)	-	-	(8,720)
Foreign currencies translation differences	-	-	244	-	244
Ending balance	6,251	132,533	105,888	40,543	285,215
31 December 2025					
Beginning balance	10,175	116,954	142,474	33,893	303,496
Formed during the year	3,465	29,000	31,586	6,650	70,701
Provisions no longer required during the year*	(1,852)	-	(83,803)	-	(85,655)
Used during the year	(5,163)	(4,991)	-	-	(10,154)
Foreign currencies translation differences	-	-	(42)	-	(42)
Ending balance	6,625	140,963	90,215	40,543	278,346

* **Corporate tax provision:** According to the tax provision study required to cover the tax inspection for the years 2020/2025, a provision liability should be retained at the end of 31 March 2026 amounting 112.539 million EGP to cover the expected tax dues.

Stamp Duty tax Provision: According to the last tax inspection and Stamp duty tax payment of all dues until the end of year 2022, the provision liability should be retained at the end of 31 March 2026 amounting EGP 8.28 million to cover the expected tax dues.

Salary tax provision: According to the last tax inspection and Salary tax payment of all dues until the end of 2022, the provision liability should be retained at the end of 31 March 2026 amounting EGP 6.3 million to cover the expected tax dues for the years 2023 Till 2025

Real estate tax provision: According to the current position of fixed assets and assets reverted to the bank, the expected tax liability for real estate tax provision at the end of 31 March 2026 with the delay penalties amounting EGP 5.40 million to cover the expected tax dues.

Notes to the condensed consolidated interim financial statements

24. Capital

24.1 Authorized Capital

The authorized capital amounted to EGP 10 billion (31 December 2025: EGP 10 billion).

24.2 Issued and paid-up Capital

The Issued and Paid-up Capital amounted to EGP 5,089,974 thousand on March 31, 2026, with a nominal value of EGP 7 each, the shares were paid in Egyptian pound (31 December 2025: EGP 5,089,974 thousand).

Shareholder Name	31 March 2026			31 December 2025		
	Total number of common shares	Nominal value of common shares	Ownership %	Total number of common shares	Nominal value of common shares	Ownership %
Al Baraka Banking Group	535,767,667	3,750,374	73.68%	535,767,667	3,750,374	73.68%
Misr Life Insurance Company	52,870,683	370,095	7.27%	52,870,683	370,095	7.27%
Misr Insurance Company	32,754,339	229,280	4.50%	32,754,339	229,280	4.50%
Almaza Real Estate Development	27,675,873	193,731	3.81%	27,675,873	193,731	3.81%
Other shareholders	78,070,568	546,494	10.74%	78,070,568	546,494	10.74%
Total	727,139,130	5,089,974	100.00%	727,139,130	5,089,974	100.00%

- On April 15, 2021, Al Baraka Bank's OGM approved to increase the paid-up capital with a total amount of EGP 1,113,442 thousand, This amount was recognized under amounts paid under capital increase line, until the completion of the procedures for registering this increase to reach EGP 1,422,732 thousand, On April 14, 2022, the capital increase was approved with a total amount of EGP 2,120,795 thousand through the distribution of bonus shares, which funded by: the shareholders' share in the profits of the year 2021 of EGP 742,295 thousand; and using the balances of the legal and general reserve of EGP 1,378,501 thousand; On December 7, 2022, the bonus shares were distributed in accordance with the decision of the extraordinary general assembly dated September 29, 2022. Accordingly, the issued and paid-up capital became EGP 5,089,974 thousand.

25. Reserves

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Legal reserve	673,311	673,311
General banking risk reserve	118,566	118,566
Capital reserve	75,673	75,673
General risk reserve	214,926	214,926
Fair value reserve	402,166	383,348
Total	1,484,642	1,465,824

- According to the instructions of the Central Bank of Egypt issued in Circular No. 42 issued on February 26, 2019, the balance of the general risk reserve can't be deducted of after obtaining approval.



Notes to the condensed consolidated interim financial statements

26. Cash and cash equivalent

	31 March 2026	31 March 2025
	EGP Thousands	EGP Thousands
Cash and balances at the central bank	682,791	576,206
Balances with banks with a maturity of less than 3 months	17,824,379	22,003,469
Treasury bills have a maturity of 91 days	5,156,891	451,966
Total	23,664,061	23,031,641

27. Contingent Liabilities and other Commitments

27.1 Legal Claims (litigation)

Several lawsuits have been filed against the bank, so the legal provision has been formed till March 31, 2026, amount of EGP 6,251 thousand (December 31, 2025: EGP 6,625 thousand).

27.2 Capital Commitments

	(EGP Thousands)			
	Less than one year	More than one year and less than 5 years	More than 5 years	Total
31 March 2026				
Operating lease commitments	46,817	307,983	77,911	432,711
Capital commitments resulting from acquisition of property and equipment	-	20,129	-	20,129
	Less than one year	More than one year and less than 5 years	More than 5 years	Total
31 December 2025				
Operating lease commitments	45,779	303,974	142,197	491,950
Capital commitments resulting from acquisition of property and equipment	-	18,574	-	18,574

27.3 Contingent liabilities

	31 March 2026	31 December 2025
	EGP Thousands	EGP Thousands
Letter of Credit (import and export)	218,424	190,246
Letter of Guarantee	6,281,346	6,130,700
Accepted notes for suppliers facilities	764,682	464,131
Total	7,264,452	6,785,077



Notes to the condensed consolidated interim financial statements

28. Tax Position

A) Corporate Income Tax:

- **Years from commencement of the activity till end of 31 December 2017**
The mentioned period has been inspected and settled.
- **Years from 1 January 2018 till end of 31 December 2019**
The mentioned period has been inspected as per estimated basics, and Form 19 was issued on April 29, 2024, under number 410, the bank appealed on the form on legally due date, and the internal committee decided on August 12, 2024, to reinspect those years and it is in progress at the settlement department.
- **Years from 1 January 2020 till end of 31 December 2020**
The mentioned period is being examined, and Form 9A is being extracted
- **Years from 1 January 2021 till end of 31 December 2025**
Tax returns have been submitted in accordance with Law No. 91 of 2005 within the legal deadlines to the tax authority via the official electronic portal of the Egyptian Tax Authority, no examination notice has been received for this period to date.

B) Salaries Tax:

- **Years from commencement of the activity till end of 31 December 2023**
The mentioned period has been inspected and settled.
- **Years from 1 January 2024 till end of 31 December 2025**
The bank deducts the payroll tax on a monthly basis and submitted to the Tax Authority within the legal deadlines through the official electronic portal of the Egyptian Tax Authority, and no forms have been received for this period yet, and the final settlement is submitted annually on a regular basis, and we didn't notice about any inspection for the related period.

C) Stamp duty Tax:

- **Years from commencement of the activity till end of 31 December 2022**
The mentioned period has been inspected and settled.
- **Years from 1 January 2023 till end of 31 March 2026**
The bank pays the stamp duty tax on a monthly and quarterly basis to the Tax Authority within the legal deadlines, through the official electronic portal of the Egyptian Tax Authority and fulfills all tax obligations within the deadlines specified by law; as well as when we receive any examination notice for this period.



Notes to the condensed consolidated interim financial statements

29. Mutual Funds

Al Baraka Bank Egypt Mutual Fund (Al Baraka)

- The Bank established Al Baraka Bank Egypt Investment Fund (Al Baraka) with periodic return and in compliance with the principles of Islamic Sharia under License No. 246 dated March 30, 2006, issued by the Financial Regulatory Authority. The EFG Hermes for Portfolio and Investment Fund Management manages the Fund. The total number of Fund certificates issued as of March 31, 2026, amounted to 750,186 certificates.
- The total number of certificates invested by the bank on March 31, 2026, amounted to 147,630 with a market value per certificate of EGP 508.8 and the total redemption value on March 31, 2026, to EGP 75,115 thousand (December 31, 2025: EGP 69,141 thousand).

Al Baraka Bank Egypt Mutual Fund in partnership with the National Bank of Egypt (Bashaer)

- The Bank established “Al Baraka Bank Egypt Investment Fund in partnership with the National Bank of Egypt (Bashaer) “with an accumulated periodic return and in compliance with the principles of Islamic Sharia under License No. 432 dated March 31, 2009, issued by the Financial Regulatory Authority. Al Ahli Investment Fund Management Company manages the Fund. The total number of issued Fund certificates as of March 31, 2026, amounted to 13,592,717 certificates.
- The total number of certificates invested by the bank on March 31, 2026, amounted to 45,403 with a market value per certificate of EGP 322.41 and the total redemption value on March 31, 2026, to EGP 14,638 thousand (December 31, 2025: EGP 13,479 thousand).

Al Baraka Bank Egypt Mutual Fund (Motawazen)

- The Bank established “Al Baraka Bank Egypt Mutual Fund (Motawazen) “with an accumulated periodic return and in compliance with the principles of Islamic Sharia under License No. 580 dated May 10, 2010, issued by the Financial Regulatory Authority. Al Naeem Financial Investments Company manages the Fund. The total number of Fund certificates issued as of March 31, 2026, amounted to 200,497 certificates.
- The total number of certificates invested in by the bank on March 31, 2026, amounted to 52,700 with a market value per certificate of EGP 263.01, and the total redemption value on March 31, 2026, to EGP 13,860 thousand (December 31, 2025: EGP 12,743 thousand).

Al Baraka Bank Egypt Money Market Fund (Al Barakat)

- The Bank established “Al Baraka Bank Egypt Money Market Fund (Al Barakat) “with an accumulated periodic return and in compliance with the principles of Islamic Sharia under License No. 778 dated June 24, 2019, issued by the Financial Regulatory Authority. The EFG Hermes for Portfolio and Investment Fund Management manages the Fund. The total number of Fund certificates issued as of March 31, 2026, amounted to 2,986,697 certificates.
- The total number of certificates invested by the bank on March 31, 2026, amounted to 124,255 with a market value per certificate of EGP 243.16 and the total redemption value on March 31, 2026, to EGP 30,214 thousand (December 31, 2025: EGP 28,858 thousand).

Al Baraka Capital Islamic Financial Investments Company Investment Fund (Manasik)

- Al Baraka Capital Islamic Financial Investments Company – (a subsidiary of Al Baraka Bank Egypt) established the first Al Baraka Capital investment fund with cumulative daily returns, compliant with Islamic Sharia principles, offering Hajj and Umrah prizes (Manasik), in accordance with the Capital Market Law No. 95 of 1992 and its executive regulations and amendments. It is an open-ended investment fund investing in fixed-income instruments with an initial target fund size of 50 million Egyptian pounds, distributed over 500,000 investment certificates with a nominal value of 100 pounds per certificate.
- As of March 31, 2026, the total number of certificates invested by the company reached 20,000 certificates, with a market value per certificate of 102.88 Egyptian pounds, bringing the total redemption value on March 31, 2026, to 2,058 thousand Egyptian pounds.



Notes to the condensed consolidated interim financial statements

29. Related Parties Transactions

(EGP Thousands)

	<u>31 March 2026</u>		<u>31 December 2025</u>	
	Main Shareholders	Directors and other key management	Main Shareholders	Directors and other key management
Related parties outstanding balances can be analyzed below:				
Due from banks	443,694	-	384,401	-
Financing and credit facilities to customers	1,498,992	2,509	1,132,851	2,952
Debt instruments measured at FVOCI	118,895	-	168,919	-
Equity instruments measured at FVOCI	211,790	-	184,355	-
Subordinated finance from Other Shareholders	1,091,892	-	953,424	-
Customers' deposits	638,437	73,788	554,957	58,552
Due to banks	302,211	-	273,263	-

	<u>31 March 2026</u>		<u>31 March 2025</u>	
	Main Shareholders	Directors and other key management	Main Shareholders	Directors and other key management
Related parties transactions can be analyzed below:				
Profit received from financing and credit facilities	57,723	92	6,733	393
Profit received from financial instruments at fair value through OCI and AC	7,340	-	65,213	-
Profit received from placements and current accounts	4,467	-	16,862	-
Dividends income	10,578	-	11,393	-
Profit paid on deposits and current accounts to customers	(6,480)	(1,915)	(55,521)	(9,949)
Profit paid on deposits and current accounts to banks	(2,137)	-	(11,800)	-
Profit paid on subordinated finance	(15,500)	-	(62,056)	-

30. Significant events

The Monetary Policy Committee (MPC) of the Central Bank of Egypt decided on February 12th, 2026. to cut the CBE's overnight deposit rate, overnight lending rate, and the rate of the main operation by 100 basis points to 19.00%, 20.00%, and 19.50 %, respectively. The Committee also decided to cut the discount rate to 19.50%.