

Fund of Zakah and Charity Donations

Financial Statements
For the year ended 31 December 2014
&
Auditors' Report

Auditors' Report

To The Shareholders of Al Baraka Bank Egypt

Report on the Financial Statements

We have audited the enclosed financial statements of Zakah Fund at Al Baraka Bank Egypt represented in the balance sheet as at 31 December 2014 as well as the income & expenses accounts for financial year ended on this date, as well as a summary of the significant accounting policies and other notes.

Responsibility of Management for the Financial Statements

Such financial statements are the responsibility of the management of the Fund, for it is responsible for preparing and presenting the financial statements in a fair and clear manner pursuant to the standards of Egyptian accounting and in light of Egyptian laws in force. The responsibility of the management includes designing, implementing and maintaining internal control related to the preparation and presentation of the financial statements in a fair and clear manner free from any significant and effective misstatements whether resulting from falsification or error. Such responsibility also includes the selection of the appropriate accounting policies and their application as well as the preparation of the accounting forecasts that agree with the circumstances.

Responsibility of Auditor

Our responsibility is confined in expressing the opinion with regards to such financial statements in light of our audit thereto. Our audit was carried out pursuant to the Standards of Egyptian Auditing and in light of the Egyptian laws in force. Such standards require that we comply with the requirements of professional behavior, planning and performing the audit to obtain appropriate confirmation that the financial statements are free from any significant and effective errors.

The works of audit include the performance of procedures to obtain audit evidence in connection with the values and disclosures in the financial statements. The procedures selected depend on the personal judgment of the auditor. This includes the assessment of the risk of significant and effective misstatements in the financial statements, whether resulting from falsification or error. At the time of assessing such risk, the auditor puts into his consideration the internal control related to the preparation of the Bank to the financial statements and their fair and clear presentation in order to design appropriate audit procedures that agree with the circumstances, but not with the objective of expressing opinion with regards to the efficiency of the internal control at the Bank. The process of audit also includes an assessment of the extent of appropriateness of the accounting policies and significant accounting forecasts that were prepared by the management as well as the right presentation by which the financial statements were submitted.

We deem that the audit evidences that we have obtained are sufficient and appropriate, and are considered suitable grounds to express our opinion with regards to the financial statements.

Opinion


We believe that the above mentioned financial statements fairly and clearly express from all their significant aspects the financial position of Zakah Fund at Al Baraka Bank Egypt as at 31 December 2014, income & expenses for the financial year ending on this date pursuant to the Standards of Egyptian Accounting and in light of Egyptian laws in force related to the preparation of such financial statements.

Report on Legal & Other Regulatory Requirements

The fund keeps proper financial accounts that include all what is required by its statutes, and the figures of the balance sheet and income & expenses account agree with what is mentioned in such accounts.

The financial data mentioned in the report of the fund committee agree with what is mentioned in the books of the fund within the limits such data are recorded in the books.

Cairo on: 21/1/2015



BAKER TILLY
 WAHID ABDEL GHAFFAR & CO.
 PUBLIC ACCOUNTANTS & CONSULTANTS
 BT Wahid Abdel Ghaffar & Co. - BT
 Public Accountants & Consultants

Auditors



Allied for Accounting & Auditing - EY
 Public Accountants & Consultants

BALANCE SHEET

For the year ended 31 December 2014

LE

	Note No	31 December 2014	31 December 2013
Cash & Balances with the Bank:			
Investment current account		444	41 773
Limited term investment current account		1 082 864	8 304 872
Total Current Accounts		1 083 308	8 346 645
Charity investment account with return on Fund (running alms)	(4)	1 622 850	1 622 850
Total		2 706 158	9 969 495
Income exceeds expenses		1 083 308	8 346 645
Against charity investment		1 622 850	1 622 850
Total		2 706 158	9 969 495

Ashraf El Ghamrawy



**Vice-Chairman & Chief Executive
Vice Chairman of Zakah Committee**

Adnan Ahmed Yousif



**Chairman
Chairman of Zakah Committee**

- Enclosed notes are an integral part of financial statements.
- Report of auditors enclosed.

INCOME & EXPENSES

For the year ended 31 December 2014

LE

	31 December 2014	31 December 2013
Income		
Opening balance	8 346 645	5 674 503
Zakah Collected		
Islamically due on Bank's funds for previous year	3 159 853	2 810 491
Total Zakah Collected	11 506 498	8 484 994
Investment account return (current/limited term)	464 914	506 274
Returns on charitable investment accounts "running alms"	50 711	113 148
Support of bank to Zakah Fund	226 214	210 157
Total Income	12 248 337	9 314 573
Expenses		
Zakah Spent		
Students & Individuals	(750 000)	(9 500)
Hospitals, Foundations & Associations	(9 934 563)	(506 000)
Total Zakah Spent	(10 684 563)	(515 500)
Administrative & general expenses	(480 466)	(452 428)
Total Expenses	(11 165 029)	(967 928)
Excess of Income above Expenses	1 083 308	8 346 645

● Enclosed notes are an integral part of financial statements.

NOTES TO FINANCIAL STATEMENTS

For the year ended 31 December 2014

1. Fund of Zakah and Charity Donations of Al Baraka Bank Egypt was established pursuant to the decision of the Board of Directors held on 29 April 1994 with its head office located at the head office of the Bank. The funds of the Fund and its accounts are independent of the funds of the Bank and its accounts. The resources of the Fund comprise the following:

- Zakah imposed by Islam on the funds of the Bank.
- Donations, and monetary and in-kind grants that depositors or third part from among individuals or authorities provide as approved by the Fund Management Committee.

2. The Fund complies in all cases with spending Zakah in its Shari'a outlets.

3. The monetary basis is adopted at the time of establishing the Income and Expenses of the Fund.

4. The item "against charity Investment "as at 31 December 2014 is represented in the following:

L.E 1 622 850 value of charity deposits donated by third party to the Fund, of which the principal should not be touched, provided that its return would be spent pursuant to the system of the Bank as running alms by the knowledge of Zakah and Charity Donations Fund at the Bank.