



Orascom Financial Holding

*Translation of financial statements
originally issued in Arabic*

Orascom Financial Holding Company "S.A.E."
The Condensed Consolidated Interim Financial Statements
For the Three months ended 31 March 2023
and
Limited Review Report thereon



Hazem Hassan

Public Accountants & Consultants

*Translation of financial statements
originally issued in Arabic*

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Report on Limited Review of Condensed consolidated Interim Financial Statements

To the Board of the Director of Orascom Financial Holding Company (S.A.E)

Introduction

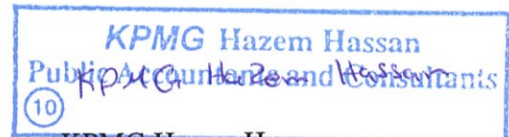
We have performed a limited review for the accompanying condensed consolidated interim statement of financial position of Orascom Financial Holding Company (Egyptian Joint Stock Company) and its subsidiaries (Group) as of 31 March 2023 and the related condensed consolidated interim statements of income, comprehensive income, changes in equity and cash flows for the three months ended. The management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with Egyptian Accounting Standard No. (30) "Interim Financial Statements". Our responsibility is to express 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 Egyptian Standard on Review Engagements (2410), "Limited Review of Interim Financial Statements 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 Company 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 Egyptian Accounting Standard No. (30) "Interim Financial Statements".



KPMG Hazem Hassan
Public accountants and consultants

Cairo, 30 May 2023

Orascom Financial Holding "S.A.E"
Condensed Interim Consolidated Statement of Financial Position

	Note no.	March 31, 2023	December 31, 2022
(In thousands of EGP)			
<u>Assets</u>			
<u>Non-current assets</u>			
Goodwill and other intangible assets	(5)	9,338	7,624
Fixed assets	(6)	7,032	3,997
Right of use	(7)	4,424	4,928
Equity accounted investees	(8)	1,776,902	1,839,122
Other assets	(9)	779	423
Total non-current assets		1,798,475	1,856,094
<u>Current assets</u>			
Inventory	(10)	7,660	1,534
Other assets	(9)	108,427	26,004
Financial assets measured at amortized cost	(11)	119,368	355,859
Cash and cash equivalents	(1-12)	534,338	321,804
Total current assets		769,793	705,201
Total assets		2,568,268	2,561,295
<u>Equity and liabilities</u>			
<u>Equity</u>			
Issued and paid-up capital	(15)	1,626,165	1,626,165
Treasury shares	(15-1)	(112,950)	(93,653)
Reserves		473,740	469,417
Retained earnings		512,087	486,675
Equity attributable to owners of the parent company		2,499,042	2,488,604
Non-controlling interests		9,778	15,376
Total equity		2,508,820	2,503,980
<u>Liabilities</u>			
<u>Non-current liabilities</u>			
Lease liabilities	(16)	3,201	3,391
Deferred tax liabilities	(13)	15,598	17,994
Total non-current liabilities		18,799	21,385
<u>Current liabilities</u>			
Bank credit balance	(12-2)	248	-
Due to related parties	(14)	183	94
Customers - credit balances		-	1,527
Current income tax liabilities		17,889	6,319
Lease liabilities	(16)	3,005	2,543
Other liabilities	(17)	19,324	25,447
Total current liabilities		40,649	35,930
Total liabilities		59,448	57,315
Total equity and liabilities		2,568,268	2,561,295

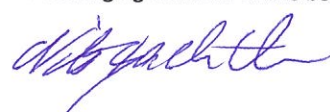
* The accompanying notes from (1) to (25) are an integral part of the condensed interim consolidated financial statements and to be read therewith.

Review Report "Attached"

Chief financial officer



Managing member of the board



Orascom Financial Holding Company "S.A.E"
Condensed Interim Consolidated Statement of Income

(In thousands of EGP)	Note no.	For the three months ended 31 March 2023	For the three months ended 31 March 2022
<u>continued operations</u>			
Operating revenues		917	-
Operating costs		(1,487)	-
Gross margin		(570)	-
Wages, salaries and equivalents		(21,400)	(18,359)
General and administrative expenses		(8,916)	(5,680)
Selling and marketing expenses		(2,471)	(211)
Depreciation and amortization	(18)	(1,051)	(173)
Operational (losses)		(34,408)	(24,423)
credit interest	(19)	20,255	5,661
interest lease liability expenses		(131)	-
Net differences from foreign currencies translation		28,036	11,517
Share of profit of equity accounted investees	(8)	21,773	33,912
Net profit for the period before income tax		35,525	26,667
Income tax expense	(22)	(15,711)	(2,269)
Net profit for the period after tax from discontinued operations		19,814	24,398
<u>discontinued operations</u>			
Net results of discontinued operations (after tax)	(22)	-	3,034
Net profit for the period from discontinued operations		-	3,034
Net income for the period		19,814	27,432
Attributable to:			
Owners of the parent company		25,412	29,701
Non-controlling interests		(5,598)	(2,269)
Net income for the period		19,814	27,432
Earnings per share	(21)	0.0050	0.0057

* The accompanying notes from (1) to (25) are an integral part of the condensed interim consolidated financial statements and to be read therewith.

Note No (23)

Orascom Financial Holding "S.A.E"

Condensed Interim Consolidated Statement of Comprehensive Income

(In thousands of EGP)

	For the three months ended 31 March 2023	For the three months ended 31 March 2022
Net income for the period	19,814	27,4
Items of other comprehensive income		
Items that will be reclassified subsequently to consolidated statement of income:		
Foreign currency translation differences of foreign subsidiaries	-	4,7
Share of the company in OCI of equity accounted investees	5,098	1,5
Items will not reclassified subsequently to consolidated statement of income:		
Revaluation of equity instruments measured at fair value through other comprehensive income	-	(2,5)
Share of the company in OCI of equity accounted investees	(775)	(2,2)
Total other comprehensive income for the period after tax	4,323	1,46
Total comprehensive income for the period	24,137	28,89
Attributable to:		
Owners of the parent company	29,735	30,2
Non-controlling interests	(5,598)	(1,3)
Total comprehensive income for the period	24,137	28,89

* The accompanying notes from (1) to (25) are an integral part of the condensed interim consolidated financial statements and to be read therewith.

Orascom Financial Holding "S.A.E"
Condensed Interim Consolidated Statement of Changes in Equity

(In thousands of EGP)	Reserves										Non-controlling interests	Total Equity
	Share capital	Treasury Shares	Legal reserve	Foreign currency transition reserve	Financial lease risk reserve	Fair value reserve	OCI reserve for equity accounted investees	Other reserves	Total reserves	Retained earnings	Equity attributable to the owners of the parent company	
Opening balance as per issued financial statement January 1, 2022	1,626,165	-	-	419,526	26,461	-	33,957	-	477,444	541,773	2,645,382	2,783,559
Reclassification for reserves	-	-	-	-	-	(26,621)	36,621	-	-	-	-	-
Operating balance, restated	1,626,165	-	-	419,526	26,461	-	36,621	-	477,444	541,773	2,645,382	2,783,559
Items of comprehensive income												
Net income for the period	-	-	-	-	-	-	-	-	-	29,701	29,701	27,432
Foreign currency translation differences of foreign subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation of equity/instruments measured at fair value through OCI	-	-	-	-	-	-	-	-	2,777	-	2,777	1,998
Share of the company in OCI of equity accounted investees	-	-	-	-	-	(1,493)	-	-	(1,493)	-	(1,493)	(2,568)
Total comprehensive income for the period	-	-	-	-	-	-	(743)	-	(743)	-	(743)	(743)
Other transaction	-	-	-	-	-	-	(743)	-	541	29,701	30,242	28,896
Financial lease risk reserve formed	-	-	-	-	-	-	-	-	-	-	-	-
Legal reserve formed	-	-	-	4,491	-	-	-	-	1,422	(1,422)	-	-
Total transactions with the shareholders	-	-	-	4,491	-	-	-	-	4,491	(4,491)	-	-
Balance as of March 31, 2022	1,626,165	-	-	424,017	29,238	-	35,878	(2,500)	483,898	565,561	2,675,624	2,812,495
Balance as of January 1, 2023	1,626,165	(93,653)	424,013	-	-	-	54,154	(8,750)	469,417	486,675	2,488,604	2,503,980
Items of comprehensive income												
Net income for the period	-	-	-	-	-	-	-	-	-	25,412	25,412	19,814
Share of the company in OCI of equity accounted investees	-	-	-	-	-	-	4,323	-	4,323	-	4,323	4,323
Total comprehensive (loss) for the period	-	-	-	-	-	-	4,323	-	4,323	25,412	29,735	24,137
Other transactions	-	-	-	-	-	-	-	-	-	-	-	-
Treasury shares	-	(19,297)	-	-	-	-	-	-	-	-	(19,297)	(19,297)
Total Transaction with shareholders	-	(19,297)	-	-	-	-	-	-	-	-	(19,297)	(19,297)
Balance as of March 31, 2023	1,626,165	(112,950)	424,013	-	-	-	58,477	(8,750)	473,740	512,087	2,499,042	2,508,820

* The accompanying notes from (1) to (25) are an integral part of the condensed interim consolidated financial statements and to be read therewith.

Orascom Financial Holding "S.A.E"
Condensed Interim Consolidated Statement of Cash Flows

(In thousands of EGP)	Note no.	For the three months ended 31 March 2023	For the three months ended 31 March 2022
Cash flows from operating activities			
Net profit for the period before income tax		35,525	26,66
Adjustments for:			
Depreciation and Amortization	(18)	1,051	17
Credit interest from banks		(20,255)	(5,66
Interest lease liability expenses		131	
Share of profit of equity accounted investees	(8)	(21,773)	(33,91
Net differences from foreign currencies translation		(28,036)	(11,51
		(33,357)	(24,25
Net change in:			
Inventory		(1,651)	
Other assets		(2,832)	(81
Other liabilities		(6,326)	1,05
Customers - credit balances		(1,527)	
Due to related parties		89	
Cash flows (used in) operating activities		(45,604)	(24,01
Credit interest received		18,257	5,66
Taxes paid		(2,116)	
Net cash flows (used in) operating activities		(29,463)	(18,34
Cash flows from investing activities			
Payments for purchase of fixed assets		(1,884)	(49
Payments for purchase of intangible assets		(1,819)	(2,47
Proceeds from sale of fixed assets		-	5
Payment for purchase time deposit more than 3 months		(800)	
Net cash flows (used in) investing activities		(4,503)	(2,91
Cash flows from financing activities			
Payments for lease liabilities	(16)	(662)	
payments for purchase treasury shares		(19,297)	
Net cash flows generated from financing activities		(19,959)	-
Net change in cash and cash equivalents during the period from continued operations		(53,925)	(21,26
Discontinued operations			
Net cash flow used in operation activities		-	(121,27
Net cash flow generated from investing activities		-	(5,96
Net cash flow generated from financing activities		-	50,31
Net change in cash and cash equivalents during the period from discontinued operations		-	(76,92
Net change in cash and cash equivalents		(53,925)	(98,18
Effect of exchange rate fluctuation on cash and cash equivalents in foreign currencies		28,920	21,500
Cash and cash equivalents at the beginning of the period		677,663	1,190,87
Cash and cash equivalents at the end of the period	(12-3)	652,658	1,114,191

* The accompanying notes from (1) to (25) are an integral part of the condensed interim consolidated financial statements and to be read therewith.

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

1- General information

A- Legal status

Orascom Financial Holding S.A.E. Which will be mentioned later as the demerged company or "the Company" is an Egyptian Joint Stock company pursuant to provisions of the capital market law No. 95 of 1992 and its executive regulations. The Company was registered at Cairo Commercial Register No 430755 on 10 December 2020. The Company's head office is located at Nile City Towers, Ramlet Boulak – Cairo, Egypt. The Company's duration is 25 years starting from 10 December 2020.

B- Purpose of the Company

The Company's purpose is to participate in incorporating companies that issue securities or to increase the share capital of these companies in relation to the Capital Market Law. The Company may have interest or participate, by any mean, in companies and other enterprises that have activities similar to those of the Company or those that may assist the Company to achieve its objectives in Egypt or abroad. It may also merge into those companies and enterprises or acquire them pursuant to the provisions of the law and its executive regulations.

C- Brief over incorporation of the Company

The Company was established through the demerger from Orascom Investment Holding S.A.E. Based on the decision of the Board of Directors of Orascom Investment Holding held on 9 July 2020, it was approved to submit a detailed demerger project to be presented to the extraordinary general assembly of Orascom Investment Holding, as the project includes demerger of Orascom Investment Holding, into two companies, company with the same name of Orascom Investment Holding, which includes investments in companies operating in different fields, and a demerged company to be established called "Orascom Financial Holding" and includes investments in companies operating in non-banking financial services activities, namely Beltone Financial Holding (a subsidiary company) and Contact Financial Holding (Previously Sarwa Capital Holding Company) (an associate company), and the affiliation of Beltone Financial Holding Company and Sarwa Capital Holding Company for Financial Investments, as well as the current account due to Orascom Investment Holding Company, is transferred from Victoire Investment Company to the demerged company.

On October 19, 2020, the Extraordinary General Assembly of Orascom Investment Holding, approved the demerger plan of Orascom Investment Holding S.A.E. according to the horizontal demerger method using the book value of the share and to use the separate financial statements for the financial year ended 31 December 2019, as a basis for the demerger where Orascom Investment Holding S.A.E.(the demerging Company) will still exist and its issued capital shall be reduced by reducing the par value of its shares and will also specialize in performing various investment activities while maintaining its license as a company whose purpose is "to participate in the establishment of all joint stock companies or to recommend shares that issue securities or to increase their capital.". Furthermore, the demerger resulted in the establishment of a new company in the name of Orascom Financial Holding S.A.E. (the demerged Company) in the form of an Egyptian joint stock company, subject to the provisions of the Capital Market Law No. 95 of 1992 and its executive regulations, and its purpose is to "participate in the establishment of companies that issue securities or increase their capital and that operate in the fields of non-banking financial activities." The companies resulting from the demerger shall be owned by the same shareholders of Orascom Investment Holding at the date of the execution of the demerger having the same ownership percentages for each shareholder before the execution of the demerger.

The extraordinary general assembly meeting also approved the report issued by the Economic Performance Authority of the General Authority for Investment and Free Zones issued on 2 September 2020, with the net equity of the demerged company based on the financial statements as of 31 December 2019, and which concluded that the book value of the net equity of the demerged company is EGP 2,009,824,600, where it was agreed that the authorized capital of the demerged company will be EGP 8,130,820,461, and the issued capital amounted to EGP 1,626,164,092.2, distributed over 5,245,690,620 shares with a nominal value of EGP 0.31 per share. Net owners' equity is distributed as following:

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

(In thousands of EGP)

Issued and paid-up capital	1,626,165
Legal Reserve	419,522
Retained Losses	(35,862)
Net equity of the demerged Company	2,009,825

Adjustments have been made to the report of the Economic Performance Authority, which created an impairment in the value of the investment in Contact Financial Holding Company by EGP 390,698, as the report relied only on the market value of the stock in the stock market.

On 31 December 2020, the useful value of the investment on 31 December 2019, is greater than the book value, and therefore the impairment was returned and was recorded within the equity of the demerged company, where the retained earnings were increased by 390,698 thousand Egyptian pounds.

Orascom Financial Holding S.A.E. was established. (the demerged Company) pursuant to the decision of the Chairman of the Financial Regulatory Authority no. 1453 of 2020, on 30 November 2020, pursuant to the decision of the Committee for Examination of Applications for the Establishment and Licensing of Companies Formed in the Authority in its session No. 440 on 26 November 2020, where the approval of the Financial Regulatory Authority was issued with No. 13821 issued on 1 December 2020, on the issuance of shares of Orascom Financial Holding (the demerged company) with a capital of EGP 1,626,164,092.2, according to the evaluation of the committee formed at the General Investment Authority. Moreover, on 10 December 2020, the company was registered in the commercial registry with No. 430755 Cairo Registry, and its articles of association were published in the Companies' listing issued by General Authority for Investments with an authorized capital of EGP 8,130,820,461.

2- Basis of preparation of the consolidation financial statements

A- Statement of compliance with the Egyptian Accounting Standards

- The Condensed Consolidated Interim financial statements have been prepared in accordance with the Egyptian Accounting Standards issued by the Minister of Investment's decree No. 110 of 2015, and applicable Egyptian laws and regulations. The Egyptian Accounting Standards require referral to International Financial Reporting Standards "IFRS" for certain types of transactions or events when no Egyptian Accounting Standard or legal requirement exists to address treatment for these transactions or events.
- These condensed consolidated interim financial statements have been prepared in accordance with the Egyptian Accounting standard No. "30" "Interim Financial Statements" and should be read in conjunction with the group last annual consolidated financial statements as at and for the year ended 31 December 2022 , they do not include all if of the information required for a complete set of financial statements.
- The condensed consolidated interim financial statements for the Company for the three months ended 31 March 2023, were approved by the board on 30 May 2023.

B- Basis of measurement

These condensed consolidated interim financial statements are prepared on the historical cost basis, except for financial instruments which are stated at fair value which is presented in financial derivatives, financial instruments at fair value through profit and loss, financial assets at fair value through other comprehensive income, and in addition to financial instruments measured at amortized cost.

C- Presentation currency

The Group's functional and presentation currency is the Egyptian Pound. All the financial information presented in Egyptian pound has been rounded to the nearest thousand except for earnings per share, unless otherwise indicated in the consolidated financial statements or in the notes.

D-Use of estimates and judgments

The preparation of the separate financial statements in conformity with Egyptian Accounting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are readily apparent from other sources. Actual results may significantly differ from these estimates if there is a change in the surrounding circumstances.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The following are the significant accounts where critical judgments and estimates that have been used:

- Impairment of assets.
- Deferred tax assets.
- The useful lives of fixed assets.
- Provision for expected claims and contingent liabilities.

3- Significant Accounting Policies Applied

The Condensed Consolidated Interim financial statements were prepared by following the same accounting policies that are followed last year.

3-1 Business combination

Business combinations (acquisitions) are accounted for using the acquisition method. The consideration transferred in a business combination transaction is measured at fair value, which is calculated on the basis of the total fair values at the acquisition date of the assets transferred from the Group and the liabilities incurred by the Group in favour of the former owners of the acquiree as well as the equity instruments issued by the Group in exchange for control of the acquiree.

Goodwill is measured on the basis that it represents an increase in (1) Total: the consideration transferred, and any rights to the owners of non-controlling interests in the acquired entity, and the fair value of the share, which the company acquired owned in the company's ownership rights acquired before the acquisition date (if any) for (2) Net values: Assets acquired, and liabilities incurred at the date of acquisition. If, after reassessment shows that the net acquired assets by the values and obligations incurred over the total: the consideration transferred, and any rights to the owners of non-controlling interest in the acquired entity, and the fair value of the acquirers share in the acquired company's owners' equity before the date of acquisition (if any) then the increase would be recognized in the profit or loss for the period. (bargain purchase).

For non-controlling interests that represent current equity interests and entitle their holders to a proportionate share of the net assets of the entity in liquidation, they may be measured at initial recognition either at fair value or in the proportionate share of the non-controlling interests in the recognized values of the net assets of the acquired - The measurement basis for each acquisition transaction is selected separately.

In Group Entities under Common Control, the Group treats the differences between the cost of business combination and the Group's share in the carrying amount of the net assets and contingent consideration of the acquired entity as a reserve for the consolidation of a business in equity if the acquisition does not result in Change in the principle of absolute control of the Group over the enterprises or companies that have been assembled before and after the acquisition. The same policy is also applied if the Group acquires a proportion of the non-

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

controlling interests' interest in the subsidiary or the Group dispossesses a percentage of its ownership in the subsidiary but retains control of the subsidiary.

In this case, the fair value of the net assets and contingent consideration of the acquired entity is not determined until the date of initial control, taking into account changes in equity items that occurred during the period from the date of initial control until the date of increasing the control share.

The non-controlling interest in an acquired entity is initially measured at the non-controlling interest proportionate share in the fair value of the assets, liabilities and contingent liability recognized at acquisition date.

Orascom Financial Holding (the parent company) currently holds the following direct and indirect interests in its subsidiaries and associates:

Subsidiaries and associates companies	Nature of relationship	Segment	Country	Direct and indirect interest in entity
DOT technologies and software development	Subsidiary	Financial services	Egypt	78.90 %
Contact Financial Holding company "S.A.E"	Associate	Financial services	Egypt	29.47%

Orascom Financial Holding "S.A.E"

Notes for condensed consolidated interim financial statements for the three months ended on 31 March 2023

(All amounts are shown in EGP unless otherwise stated)

4-A-Segment report

	For the three financial months ended 31 March 2023				For the three financial months ended 31 March 2022			
	Technology sector of banking and payment	Holding operations	Discontinued operations	Total	Technology sector of banking and payment	Holding operations	Discontinued operations	Total
Operating revenues	917	-	-	917	-	-	-	-
Operating costs	(1,487)	-	-	(1,487)	-	-	-	-
Gross margin	(570)	-	-	(570)	-	-	-	-
Wages, salaries and equivalents	(14,549)	(6,851)	-	(21,400)	(13,232)	(5,127)	-	(18,359)
General and administrative expenses	(7,978)	(938)	-	(8,916)	(3,931)	(1,749)	-	(5,680)
Selling and marketing expenses	(2,321)	(150)	-	(2,471)	(211)	-	-	(211)
Depreciation and amortization	(1,039)	(12)	-	(1,051)	(162)	(11)	-	(173)
Operational (losses)	(26,457)	(7,951)	-	(34,408)	(17,536)	(6,887)	-	(24,423)
credit interest	959	19,296	-	20,255	189	5,472	-	5,661
Interest lease liability expenses	(131)	-	-	(131)	-	-	-	-
Net differences from foreign currencies translation	(883)	28,919	-	28,036	(259)	11,776	-	11,517
Share of profit of equity accounted investees	0	21,773	-	21,773	-	33,912	-	33,912
(losses)/profit for the period before income tax	(26,512)	62,037	-	35,525	(17,606)	44,273	-	26,667
Income tax expense	(22)	(15,689)	-	(15,711)	-	(2,269)	-	(2,269)
Net(loss)/profit for the period after tax from continued operations	(26,534)	46,348	-	19,814	(17,606)	42,004	-	24,398
discontinued operations	-	-	-	-	-	-	-	-
Net results of discontinued operations (after tax)	-	-	-	-	-	-	3,034	3,034
Net profit for the period from discontinued operations	-	-	-	-	-	-	3,034	3,034
Net income for the period	(26,534)	46,348	-	19,814	(17,606)	42,004	3,034	27,432

4-B-Segment Assets and Liabilities

(In thousands of EGP)	Technology sector of banking and payment 31 March 2023	Holding operations 31 March 2023	Technology sector of banking and payment 31 December 2022	Holding operations 31 December 2022
Total assets	66,615	2,501,653	92,619	2,468,676
Total liabilities	(20,277)	(39,171)	(19,749)	(37,566)
Total shareholders' equity	(46,338)	(2,462,482)	(72,870)	(2,431,110)

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Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

5-Goodwill & other intangible assets

(In thousands of EGP)	Trademarks	Clients contractual relationships	Goodwill	Licenses and software programs**	Others	Total
A-Cost						
Balance as of 1 Jan 2022	24,900	78,299	299,910	3,870	-	406,979
Additions during the period	-	-	-	2,472	-	2,472
As of 31 March 2022	24,900	78,299	299,910	6,342	-	409,451
As of 1 January 2023	-	-	-	7,065	670	7,735
Additions during the period	-	-	-	1,819	-	1,819
As of 31 March 2023	-	-	-	8,884	670	9,554
B-Accumulated amortization						
Accumulated amortization as of 1 Jan 2022	(7,492)	(23,537)	(1,039)	-	-	(32,068)
Amortization for the period (Continued operations)	-	-	-	(8)	-	(8)
Amortization for the period (discontinued operations)	(311)	(978)	-	-	-	(1,289)
As of 31 March 2022	(7,803)	(24,515)	(1,039)	(8)	-	(33,365)
Accumulated amortization as of 1 January 2023	-	-	-	(58)	(53)	(111)
Amortization for the period	-	-	-	(49)	(56)	(105)
As of 31 March 2023	-	-	-	(107)	(109)	(216)
Net Book Value						
As of 31 March 2023	-	-	-	8,777	561	9,338
As of 31 December 2022	-	-	-	7,007	617	7,624
As of 31 March 2022	17,097	53,784	298,871	6,334	-	376,086

6- Fixed assets

(in thousands of EGP)	Lands and Buildings	Leasehold improvements	Furniture	Computers and Software	Communication equipment	Vehicles	Asset under construction	Total
A) Cost								
Balance as of 1 Jan 2022	125,995	10,605	9,989	14,106	8,263	3,450	13,283	185,691
Additions during the period	-	240	169	380	347	-	6,237	7,373
Disposals during the period	-	-	-	(56)	-	-	-	(56)
As of 31 March 2022	125,995	10,845	10,158	14,430	8,610	3,450	19,520	193,008
Balance as of 1 January 2023	-	-	2,130	3,058	-	-	-	5,188
Additions during the period	-	1,784	599	1,095	-	-	-	3,478
As of 31 March 2023	-	1,784	2,729	4,153	-	-	-	8,666
B) Accumulated depreciation								
Accumulated depreciation as of 1 Jan 2022	9,773	9,202	7,292	10,838	5,719	2,448	-	45,272
Depreciation for the period (involve continued operations)	-	-	55	110	-	-	-	165
Depreciation during the period (involve discontinued operations)*	567	540	253	290	311	138	-	2,099
Disposals during the period	-	-	-	(14)	-	-	-	(14)
As of 31 March 2022	10,340	9,742	7,600	11,224	6,030	2,586	-	47,522
Accumulated depreciation and impairment as of 1 January 2023	-	-	423	768	-	-	-	1,191
Depreciation for the period	-	-	153	290	-	-	-	443
As of 31 March 2023	-	-	576	1,058	-	-	-	1,634
Net book value								
As of 31 March 2023	-	1,784	2,153	3,095	-	-	-	7,032
As of 31 December 2022	-	-	1,707	2,290	-	-	-	3,997
As of 31 March 2022	115,655	1,103	2,558	3,206	2,580	864	19,520	145,486

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

7-Right of use assets

(In thousands of EGP)

A-Cost

Balance as of 1 January 2022

Additions during the period

As of 31 March 2022

Balance as of 1 January 2023

Additions during the year

As of 31 March 2023

B-Accumulated amortization

Accumulated amortization as of 1 January 2022

Amortization for the year (discontinued operations)

As of 31 March 2022

Accumulated amortization as of 1 Jan 2023

Amortization for the period

As of 31 March 2023

Net Book Value

As of 31 March 2023

As of 31 December 2022

As of 31 March 2022

Right of use assets	Total
28,474	28,474
-	-
28,474	28,474
7,042	7,042
-	-
7,042	7,042
(6,269)	(6,269)
(1,562)	(1,562)
(7,831)	(7,831)
(2,114)	(2,114)
(503)	(503)
(2,617)	(2,617)
4,425	4,425
4,928	4,928
20,643	20,643

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

8-Equity accounted investees

(In thousands of EGP)

	Contribution %	31 March 2023	31 December 2022
Contact Financial Holding *	29.47%	1,776,902	1,839,122
Net equity accounted investees		1,776,902	1,839,122

*** Contact Financial Holding (formerly Sarwa Capital Financial Holding as known before)**

During 2023 additional shares were allocated from the incentive shares which have been mentioned above that caused a decrease in the contribution percentage of Orascom financial holding to be 29.47%

-The company's share of the profits of Contact Financial Holding Company is as follows during the year:
(In thousands of EGP)

	For the three financial months ended 31 March 2023	For the three financial months ended 31 March 2022
Total revenue from financing and operations	462,883	362,480
Total revenue from insurance operations	81,256	56,861
Net (expenses) / Total other operational revenue	3,927	(454)
Total expenses	(333,707)	(198,338)
Income tax	(70,016)	(60,139)
Net profit after tax	144,343	160,410
Owners of the parent company	135,912	153,545
Group share of profit of the associate company	40,051	45,393
Dilution in investment resulting from the decrease in ownership percentage	(15,713)	(8,916)
Client list amortization	(3,310)	(3,310)
Deferred Tax	745	745
	21,773	33,912

The following table shows the investments movements

(In thousands of EGP)

	31 March 2023	31 December 2022
Beginning balance for the period/year	1,839,122	1,847,401
Dividends distribution during the period/year	(88,316)	(79,826)
Group share of profit of the associate company (Income statement)	21,773	(54,014)
Group share of profit of the associate company (OCI)	4,323	17,533
Ending balance for the period/year	1,776,902	1,839,122

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

9-Other assets

(In thousands of EGP)

Other assets - non-current

Deposits with others

Total other assets - non-current

Other assets - current

Dividends Distribution -Debtors

Accrued interest

Other tax

Prepaid expenses

Advances to suppliers

Other debit balances

Total other assets - current

Total other assets

31 March 2023	31 December 2022
779	423
779	423
87,566	-
3,662	1,663
2,177	458
5,191	5,578
9,521	16,146
310	2,159
108,427	26,004
109,206	26,427

10-Inventory

(In thousands of EGP)

Electronic cards

Other

Ending balance

31 March 2023	31 December 2022
7,481	1,534
179	-
7,660	1,534

11-Financial assets at Amortized cost

(In thousands of EGP)

Treasury Bills - less than three months

Deduct:

Unearned treasury Bills interest

31 March 2023	31 December 2022
120,000	365,000
(632)	(9,141)
119,368	355,859

12-1-Cash and cash equivalents

(In thousands of EGP)

Cash on hand

Cash at banks-local currency

Cash at banks-foreign currencies

Deposits at banks- in local currency (less than three months)

Deposits at banks- in local currency (more than three months)

Deposits at banks- in foreign currency (less than three months)

Balances under settlement

Cash and cash equivalents

31 March 2023	31 December 2022
121	8
79,008	85,079
204	319
307,550	120,300
800	-
146,481	116,098
174	-
534,338	321,804

12-2 Bank accounts- Credit

(In thousands of EGP)	31 March 2023	31 December 2022
Credit Bank accounts-Credit Cards (in local currency)	248	-
	248	-

12-3 For the purpose of the preparation of the statement of cash flows:

(In thousands of EGP)	For the three financial months ended 31 March 2023	For the three financial months ended 31 March 2022
Cash on hand	121	16
Cash at banks (in local currency)	79,008	628,842
Cash at banks (in foreign currency)	204	227,147
Bank deposits (less than 3 months)	307,550	112,644
Bank deposits-in local currency (less than 3 months)	146,481	-
Investment funds (EGP)	-	122,677
Balances under settlement	174	22,865
Financial assets at Amortized cost	119,368	-
Bank accounts-Credit	(248)	-
	652,658	1,114,191

13- Deferred tax asset / (liabilities)

Deferred income taxes are calculated on the temporary tax differences according to the liability method using a tax rate of 22.5%. Tax liabilities arose with the Group on the temporary differences resulting from the difference in the accounting basis from the tax basis of the assets and liabilities, and they are explained as follows:

(In thousands of EGP)	31 March 2023	31 December 2022
Depreciation and Amortization	(221)	(199)
Dividends	(15,377)	(17,795)
Net deferred tax liabilities	(15,598)	(17,994)

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

14-Related parties

Due to related parties

(In thousands of EGP)	Nature of the relationship	Account nature	31 March 2023	31 December 2022
Orascom investment Holding S.A.E	affiliate	Current	183	94
			183	94

15-Issued and paid-up capital

The authorized capital was at EGP 8,130,820,461, and the issued and paid-up capital amounted to EGP 1,626,165 distributed over 5,245,691 shares with a nominal value of 31 piasters / share, in accordance with the decision of the General Investment Authority, and the approval of the extraordinary general assembly of Orascom Investment Holding (the demerging company). As detailed in note no (1-C).

The following table lists the largest shareholders in the Company as of 31 March 2023

Shareholders	Amount	Ordinary shares	The percentage of ordinary shares that have the voting right
Orascom Acquisition SARL	840,097	2,709,989,320	51.7%
Orascom TMT Investment SARL	10,381	33,485,965	0.6%
Other	775,687	2,502,215,335	47.7%
Total available ordinary shares	1,626,165	5,245,690,620	100%

(15-1) Treasury Shares

On 29 August 2022, the Board of Directors approved the implementation of the treasury shares purchase program, with a maximum of 524,569,000 shares, with a maximum of 10% of the total shares of the company's issued and traded capital.

During the period, the company purchased 524,569,000 treasury shares, representing 10% of the issued shares, and the cost of its purchase amounted to 112,950 thousand Egyptian pounds

16-Lease liability

(In thousands of EGP)

	31 March 2023	31 December 2022
Beginning balance	5,934	20,880
Additions during the year / period	-	7,042
Payment for lease Contracts during the period/ year	(662)	(5,919)
Interest on Lease liability during the period/ year (involve continued operations)	131	643
Interest on Lease liability during the period/ year (involve discontinued operations)	-	1,049
change in the scope of subsidiaries grouping- Disposal	-	(18,864)
Foreign currency differences	803	1,103
Total balance	6,206	5,934

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

The lease liability are as follows:

(In thousands of EGP)

	31 March 2023	31 December 2022
Current balances	3,201	3,391
Non-Current balances	3,005	2,543
Total balance	6,206	5,934

17-Other liabilities

(In thousands of EGP)

	31 March 2023	31 December 2022
Accrued expenses	6,182	4,041
Suppliers	1,849	5,695
Accrued expenses-Employees	6,882	12,748
Accrued Commissions	951	-
Tax payable	2,315	2,305
National Authority for Social Insurance	454	346
Social contribution	557	299
Other credit balances	134	13
Balance	19,324	25,447

18-Depreciation and amortization.

(In thousands of EGP)

	For the three financial months ended 31 March 2023	For the three financial months ended 31 March 2022 (Represented)*
Fixed assets depreciation (Disclosure NO.5)	105	8
Amortization of right of use asset(Disclosure NO.6)	443	165
Amortization of intangible assets (Disclosure NO.7)	503	-
	1,051	173

*Note no. (23)

19-Credit interest

(In thousands of EGP)

	For the three financial months ended 31 March 2023	For the three financial months ended 31 March 2022 (Represented)*
Current accounts and time deposits interest	9,676	3,164
Investment Funds interest	-	2,497
Treasury Bills interest	10,579	-
Total	20,255	5,661

*Note no. (23)

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

20-Income tax expense

(In thousands of EGP)

Current income tax
Income tax Dividends
Treasury bills tax
Deferred tax
Total income tax expense

For the three financial months ended 31 March 2023	For the three financial months ended 31 March 2022 (Represented)*
(11,571)	-
(4,420)	(4,075)
(2,116)	-
2,396	1,806
(15,711)	(2,269)

*Note no (23)

21-Profit per share

(In thousands of EGP)

Net profit for the period (in thousands of EGP)
Weighted average shares during the period (in thousands)
Earning per share (EGP/share)

For the three financial months ended 31 March 2023	For the three financial months ended 31 March 2022
25,412	29,701
5,059,877	5,245,691
0,0050	0.0057

Orascom Financial Holding "SAE"

Notes for Condensed Consolidated Interim financial statements for the three months ended on 31 March 2023

22-Net results of discontinued operations

On 12 June 2022, Beltone Company received a compulsory purchase offer from Chimera Investments Company or any of its subsidiaries to acquire Beltone Financial Holding Company for a percentage of no less than 51% and up to 90% of the company's shares. On 13 July 2022, the Commission approved the submitted offer, and accordingly, the Board of Directors of Orascom Financial Holding held a meeting on 25 July 2022, and unanimously agreed to accept the submitted offer, and the sale process took place on 4 August 2022

The following is a statement of the net losses of Beltone Financial Holding Company at the disposal date

(In thousands of EGP)	For the three months ended on 31 March 2023	For the three months ended on 31 March 2022
Fee and commission income	-	64,714
Interest income	-	34,553
Total operating income	-	99,267
The company's share in investment profits are accounted for using the equity method	-	1
Dividends - bonds	-	11,503
Other revenue	-	11,934
Recovery Expected credit loss expense	-	(16,050)
Total Revenue	-	106,655
Wages , salaries and equivalents	-	(51,521)
Other operating expenses	-	(24,265)
Amortization of intangible assets	-	(1,289)
Depreciation of Fixed asset and Right of use	-	(3,661)
Evaluating financial assets at fair value through profit or loss	-	606
Provision formed	-	(633)
Foreign currencies translation differences	-	4,947
Interest expense	-	(27,394)
Net profit for the period before taxes	-	3,445
Income tax expense	-	(411)
Net profit for the period	-	3,034
Distributed as follows:		
The rights of the company's shareholders	-	1,764
Non-controlling interest holders	-	1,270
	-	(3,034)

23-Re-presentation of some comparison figures

The following table summarizes the representation made to the condensed consolidated income statement for the 3 months ended on 31 March 2023 , to be in line with the classification of the condensed consolidated financial statements for the current year related to non-continuing operations as follows:

(In thousands of EGP)	For the Financial period ended 31 March 2023 As issued	Re-presented	For the Financial period ended 31 March 2022 Re-presented
Continued operations			
Fee and commission income	64,714	(64,714)	-
Interest income	40,214	(40,214)	-
Total operating income	104,928		-
The company's share in investment profits are accounted for using the equity method	33,913	(1)	33,913
Dividends - bonds	11,503	(11,503)	-
Other revenue	11,935	(11,935)	-
Evaluating financial assets at fair value through profit or loss	606	(606)	-
Total income	162,885		33,912
Wages , salaries and equivalents	(69,880)	51,521	(18,395)
Other operating expenses	(30,157)	24,477	(5,680)
Marketing and selling expenses	-	(211)	(211)
Depreciation and amortization	(5,123)	4,950	(173)
Provision formed	(633)	633	-
Expected credit loss	(16,050)	16,050	-
Credit interest	-	5,661	5,661
Foreign currencies translation differences	16,464	(4,947)	11,517
Interest expense	(27,394)	27,394	-
Net profit for the period before taxes	30,112		26,667
Income tax expense	(2,680)	411	(2,269)
Net profit for the period from continued operations	27,432		24,398
Discontinued operations:			
Net results of discontinued operations (after tax)	-	3,034	3,034
Net profit for the period	27,432		27,432

24-Subsequent events

On April 2, 2023, Board of director agreed to proceed with decreasing issued capital through retiring part of treasury shares purchased, accordingly extraordinary general assembly meeting which held at April 19, 2023 agreed on the decision after getting pre approval from Financial regulatory authority, the company is on going process of capital decrease and modifying article of associate articles No. 6, 7.

The extraordinary general assembly which held on April 19, 2023, agreed to add new activity to the current company's activity which is practicing investment fund activity itself or with others after obtaining the pre approval from Financial regulatory authority and there is ongoing procedures in modifying article of associate article No. 3.

25-Translation:

These financial statements are a translation from the original Arabic statements.

The original Arabic statements are the official financial statements.