

Export Development Bank of Egypt (S.A.E.)

Consolidated Balance Sheet

As at 30 June 2013

	<u>Note</u>	<u>30 June 2013</u> <u>EGP</u>	<u>30 June 2012</u> <u>EGP</u>
<u>Assets</u>			
Cash and due from Central Bank of Egypt		805,452,301	902,445,143
Due from banks		644,841,464	458,850,347
Treasury bills and other governmental notes		3,025,666,322	1,316,297,791
Trading financial assets		123,606,643	185,414,591
Loans to customers		6,410,702,914	5,951,183,580
Financial Derivatives		45,599,650	157,179,516
<u>Financial Investments:</u>			
-Available for sale		3,682,458,030	3,084,120,830
-Held to maturity		151,743,672	261,328,395
Financial investments in subsidiaries and associated co.	(3)	6,875,000	578,287,738
Intangible assets		6,073,573	13,525,693
Other assets		986,790,961	867,300,855
Fixed assets		316,078,462	180,487,587
Investment Property		389,619,686	0
Deferred tax		1,649,714	0
Total Assets		<u>16,597,158,392</u>	<u>13,956,422,066</u>
<u>Liabilities and shareholders' equity</u>			
<u>Liabilities</u>			
Due to banks		1,009,468,688	794,147,601
Customers' deposits		12,486,219,567	10,489,689,100
Financial Derivatives		45,487,354	161,258,531
Debt instruments		50,000,000	50,000,000
Other loans		382,746,343	459,361,707
Other liabilities		331,066,225	240,780,030
Other provisions		68,280,993	61,379,727
Deferred tax		4,971,126	7,254,310
Total Liabilities		<u>14,378,240,296</u>	<u>12,263,871,006</u>
<u>Shareholders' equity</u>			
Paid up capital	(4)	1,440,000,000	1,440,000,000
Reserves	(4)	417,794,440	96,696,984
Retained Earnings		211,773,026	58,775,759
		2,069,567,466	1,595,472,743
Minority interest		149,350,630	97,078,317
Total Shareholders' equity		<u>2,218,918,096</u>	<u>1,692,551,060</u>
Total Liabilities and Shareholders' equity		<u>16,597,158,392</u>	<u>13,956,422,066</u>

- The accompanying notes from (1) to (4) are an integral part of these financial statements.
- Auditors' report attached.

Mohamed Ismail Al Shareef
Chairman

Bank's Auditors

BDO Khaled & Co.
DR. Taha Mahmoud Khaled

Fatma Mohamed Salah El-Din El-Menshawey

Central Auditing Organization

Export Development Bank Of Egypt (S.A.E.)

Consolidated Income Statement

For the year ended 30 June 2013

	<u>30 June 2013</u> <u>EGP</u>	<u>30 June 2012</u> <u>EGP</u>
Interest and similar income	1,346,790,142	995,148,882
Interest and similar expenses	(910,993,022)	(641,415,286)
Net Interest Income	435,797,120	353,733,596
Fees and commissions Income	114,061,059	104,670,304
Fees and commissions Expenses	(6,367,232)	(4,084,677)
Net income from fees & commissions	107,693,827	100,585,627
Dividends Income	33,634,688	18,062,516
Net Trading Income	46,774,450	(22,607,865)
(Loss) Profit from Financial Investments	(1,008,397)	(67,521,020)
(Impairment) of credit losses	(7,550,000)	(31,602,658)
Administrative expenses	(255,501,570)	(247,469,002)
Other operating (expense) income	(31,467,139)	(11,298,472)
Net profit before Tax	328,372,979	91,882,722
Income Tax	(153,171,905)	(73,173,970)
Deferred tax	6,339,469	2,926,856
Net profit for the year	181,540,543	21,635,608
Represented in:		
bank's shareholders' equity	170,213,030	12,465,959
Minority interest	11,327,513	9,169,649
	181,540,543	21,635,608

- The accompanying notes from (1) to (4) are an integral part of these financial statements.

Notes to the Consolidated Financial Statements (summary)

For the year ended June 30, 2013

1. General information

Export Development Bank of Egypt (Egyptian Joint Stock Company) was established on July 30, 1983 under Law No. 95 of 1983 and its executive regulations in the Arab republic of Egypt, The head office located in Giza at 108, Mohy El Din Abu El Ezz Street, Dokki the bank is listed in the Egyptian stock exchange (EGX). The objective of the Bank is to encourage, develop Egyptian export activities, and assist in developing agricultural, industrial, and commercial and service exporting sectors, also to provide all investment banking services in local and foreign currencies through its head office and twenty one branches employing 948 employees on the balance sheet date. The financial year starts from July first every year ending at June 30 of the next year.

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation consolidated financial statements

The consolidated financial statements of the Bank and its subsidiaries have been prepared in accordance with Egyptian Accounting Standards, the subsidiaries companies are entirely included in the consolidated financial statements and these companies are the companies that the bank which - directly or indirectly – has more than half of the voting rights or has the ability to control the financial and operating policies of an enterprise, regardless of the type of activity, the consolidated financial statements of the Bank can be obtained from the Bank's management. The investments in subsidiaries and associate Companies are disclosed in the standalone financial statements of the Bank and its accounting treatment is at cost after deducting the impairment losses.

2.2 Basis of Consolidation

2.2.1 Subsidiaries

Subsidiaries are all entities over which the Bank has owned directly or indirectly the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Bank has the ability to control the entity.

The consolidated financial statements are prepared starting from the control date of the Subsidiaries entities till stopping date of exercising voting rights.

Notes to the Consolidated Financial Statements (summary)

For the year ended June 30, 2013

Subsidiary companies consolidated by the bank (the holding co.) represented in the following as at June, 30 2013:

	<u>30 June 2013</u>	<u>%</u>	<u>30 June 2012</u>	<u>%</u>
	<u>EGP</u>		<u>EGP</u>	
Export Credit Guarantee Company of Egypt	176 382 811	70.55	176 382 811	70.55
Egypt Capital Holding Company	339 983 000	99.99	339 983 000	99.99
International holding for financial investments	249 975 000	99.95	499 995 000	99.95
Egyptian company for real estate investments	152 865 000	39.50	--	--
Egyptian tourism development company	5 491	00.01	--	--
Egypt Capital for real estate investments	2 500	00.05	--	--

2.2.2 The eliminated transactions:

For preparation purpose of the consolidated financial statements, all balances and transactions between the bank and subsidiaries companies are eliminated.

3. Financial investment in subsidiary and associates

	<u>30 June 2013</u>	<u>30 June 2012</u>
	<u>EGP</u>	<u>EGP</u>
Egyptian tourism development company	--	236,832,571
Egyptian Company for Tourism and Services (Safeir El Hurghada)	--	30,011,436
Egyptian company for real-estate investments	--	232,200,000
Tourism investment company at sahl hasheesh	--	69,610,227
Philae Company for Floating Hotels	6,875,000	9,633,504

4. Paid Up Capital and Reserves

4.1 Capital

The authorized capital amounted to LE. 2,000,000,000. The issued and paid up capital amounted to LE. 1,440,000,000 as of June 30, 2013, distributed over 144,000,000 common shares with a par value of EGP 10 each.

Notes to the Consolidated Financial Statements (summary)

For the year ended June 30, 2013

4.2 Reserves

In accordance with the Bank's statute, a 10% of annual net profit is transferred to the legal reserve; such transfer is possible to be ceased when the legal reserve reaches 50% of issued capital. Reserves on June 30, 2013 represented in the following:

	<u>30 June 2013</u>	<u>30 June 2012</u>
	<u>EGP</u>	<u>EGP</u>
General banking risk reserve	106,340,193	60,965,738
Banking risk reserve – acquired assets	6,785,209	5,975,695
Legal reserve	58,344,198	23,698,682
General reserve	183,404,600	9,477,175
Fair value reserve-available for sale investment	25,891,565	(40,448,981)
Special reserve	35,118,940	35,118,940
Capital reserve	1,909,735	1,909,735
	<u>417,794,440</u>	<u>96,696,984</u>