

**E Finance for Digital and Financial Investment**  
**Company "S.A.E"**  
**Interim Condensed Consolidated Financial Statements**  
**for the financial period from 1 January 2024 to 30 September 2024**  
**and review report**

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# Hazem Hassan

Public Accountants & Consultants

Translation of review report  
originally issued in Arabic

B (105) – Avenue (2) – Smart Village  
Km 28 Cairo – Alex Desert Road  
Giza – Cairo – Egypt  
Postal Code : 12577

Telephone : (202) 35 37 5000 – 35 37 5005  
E-mail : Egypt@kpmg.com.eg  
Fax : (202) 35 37 3537  
P.O. Box : (5) Smart Village

## **Review Report on Interim Condensed Consolidated Financial Statements**

### **To: Board of Directors of E-Finance for Digital and Financial Investment Group (S.A.E)**

#### ***Introduction***

We have reviewed the accompanying interim condensed consolidated financial statements of E-Finance for Digital and Financial Investments Group (S.A.E) and its subsidiaries ("the Group"), as of September 30, 2024, which comprise:

- Interim condensed consolidated statement of financial position as of September 30, 2024.
- Interim condensed consolidated statement of profit or loss for the three months and the nine months ended September 30, 2024.
- Interim condensed consolidated statement of comprehensive income for the three months and the nine months ended September 30, 2024.
- Interim condensed consolidated statement of changes in equity for the nine months ended September 30, 2024.
- Interim condensed consolidated statement of cash flows for the nine months ended September 30, 2024.
- Notes to the condensed consolidated interim financial statements.

The management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with Egyptian Accounting Standard No. (30) "Interim Financial Statements". Our responsibility is to draw a conclusion on these interim condensed consolidated financial statements based on our review.

#### ***Scope of Review***

Except for the matters described in the paragraph No. (3) of the basis of qualified conclusion, we conducted our review in accordance with Egyptian Standard on Review Engagements 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the Group and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing 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 interim condensed consolidated financial statements.

#### ***Basis for Qualified Conclusion***

- 1- As shown in Note 14, "Trade and other receivables", the Group has applied the expected credit loss model to trade receivables and accrued revenue in accordance with Egyptian Accounting Standard No. 47, "Financial Instruments". During the fourth quarter of 2023, The interim condensed consolidated statement of profit or losses for the nine months ended September 30, 2023 (comparative figures) has not been affected by this adjustment. We were unable to determine the financial effects of adjustments related to trade receivables and accrued revenue, income tax, and net profit, which could have resulted from the application of the expected credit loss model.

The Group has applied the expected credit loss model to trade receivables and accrued revenue in accordance with the requirements of Egyptian Accounting Standard No. (47) "Financial Instruments" on September 30, 2024.

- 2- As shown in Note (8-1), 'Financial Investments at Fair Value through Other Comprehensive Income,' The Group carried certain equity instruments at fair value through other comprehensive income instead of cost during the fourth quarter of 2023, this is in accordance with the requirements of Egyptian Accounting Standard No. (47) "Financial Instruments". The interim condensed consolidated comprehensive income statement for the nine months ended September 30, 2023 (comparative figures) has not been affected by this adjustment. We were unable to determine the financial effects of adjustments related to fair value investments through other comprehensive income items and the associated income taxes. Additionally, the impact on the interim condensed consolidated comprehensive income statement, for the nine months ending September 30, 2023.
- 3- The Group carried these equity instrument investments at fair value (referred to in paragraph 2) in accordance with the requirements of Egyptian Accounting Standard No. (47) 'Financial Instruments' as of September 30, 2024, except for the investment in (Nclude Fund), which had a book value of EGP 143 million. The group was unable to obtain financial information for this investment as of September 30, 2024, to verify its fair value. We were unable to perform alternative procedures to verify the fair value of this investment on that date. We were unable to determine the financial effects of potential adjustments on the investments at fair value through other comprehensive income and related income taxes, as well as the impact on the interim condensed consolidated statement of comprehensive income for the nine-month ended September 30, 2024.

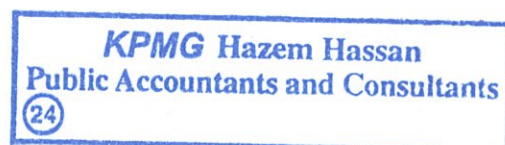
### ***Qualified Conclusion***

Based on our review, with the exception of the effect of the matters described in paragraphs (1,2) of the basis for qualified conclusion and the effects of possible adjustments on the interim condensed consolidated financial statements, which could have been determined if we had been able to obtain the financial information as mentioned above paragraph No. (3) of the basis for the qualified conclusion, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements as of September 30, 2024 not prepared in all material aspects according to Egyptian Accounting Standard No. (30) "Interim Financial Reporting".



**KPMG Hazem Hassan**  
**Public accountants & Consultants**

Cairo, November 11, 2024





E-finance for Digital and Financial Investments Company (S.A.E)  
Interim condensed consolidated statement of financial position as of

	Note No.	September 30, 2024	December 31, 2023
		L.E.	L.E.
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant, and equipment	(5)	466 220 084	386 055 474
Intangible assets	(6)	206 405 846	188 255 300
Projects under construction	(7)	430 474 906	160 895 751
Equity-investment at FVTOCI	(8-1)	1 321 566 279	1 074 319 294
Equity-accounted investees	(10)	473 859 642	216 748 236
Prepaid employee benefits		2 411 506	1 262 261
Right of use assets		113 214 659	141 198 514
<b>Total non-current assets</b>		<b>3 014 152 922</b>	<b>2 168 734 830</b>
<b>Current assets</b>			
Inventory	(12)	294 188 249	178 095 270
Work in progress	(13)	23 709 723	26 067 777
Trade and other receivables	(14)	2 731 373 884	2 537 653 820
Income tax debit		-	5 394 529
Due from related parties	(30-1)	14 733 229	12 006 925
Other financial investments at amortized cost	(9)	-	737 921 833
Financial-investments at FVTPL	(8-2)	1 007 075 327	463 961 532
Cash and cash equivalent	(15)	1 754 346 839	1 505 212 691
<b>Total current assets</b>		<b>5 825 427 251</b>	<b>5 466 314 377</b>
<b>Total assets</b>		<b>8 839 580 173</b>	<b>7 635 049 207</b>
<b>Owners' equity and liabilities</b>			
<b>Owners' equity</b>			
Paid-up capital	(16)	1 155 555 556	924 444 445
Share premium		1 956 462 107	1 956 462 107
Reserves	(18)	1 555 362 931	1 339 258 327
Share based payments reserve	(35)	278 852 017	505 435 842
Treasury shares	(17)	-	( 196 529 636)
Retained earnings		1 609 724 152	953 209 740
<b>Equity attributable to owners of the company</b>		<b>6 555 956 763</b>	<b>5 482 280 825</b>
<b>Non-controlling interest</b>	(23)	129 571 857	117 780 537
<b>Total owners' equity</b>		<b>6 685 528 620</b>	<b>5 600 061 362</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Lease liability		66 780 011	93 954 673
Borrowings	(19)	106 895	12 967 073
Deferred tax liability	(11-2)	241 159 864	220 684 840
End of service benefits liabilities	(22)	229 782 467	312 591 909
<b>Total non-current liabilities</b>		<b>537 829 237</b>	<b>640 198 495</b>
<b>Current liabilities</b>			
Lease liability		63 651 642	56 281 248
Trade and other payables	(21)	1 006 213 303	834 289 305
Due to related parties	(30-2)	62 889 822	56 447 561
Borrowings	(19)	23 243 328	104 790 224
Income tax payable	(11-3)	460 224 221	342 981 012
<b>Total current liabilities</b>		<b>1 616 222 316</b>	<b>1 394 789 350</b>
<b>Total liabilities</b>		<b>2 154 051 553</b>	<b>2 034 987 845</b>
<b>Total equity and liabilities</b>		<b>8 839 580 173</b>	<b>7 635 049 207</b>

The attached notes from (1) to (37) are an integral part of these interim condensed consolidated financial statements and to be read with them.

The review report is "attached"

Chief Financial Officer

Wael Salem



Chairman & Managing Director

Ibrahim Sarhan




M.G

## E-finance for Digital and Financial Investments Company (S.A.E)

Interim condensed consolidated statement of profit or losses for the financial period ended from January 1, 2024 to September 30, 2024

	<u>Note No.</u>	<u>From July 1, 2024</u> <u>to September 30, 2024</u>	<u>From July 1, 2023</u> <u>to September 30, 2023</u>	<u>From Jan 1, 2024</u> <u>to September 30, 2024</u>	<u>From Jan 1, 2023</u> <u>to September 30, 2023</u>
Revenues	(24)	1 159 923 948	1 029 331 545	3 443 221 546	2 764 762 318
Cost of sales	(25)	( 522 098 342)	( 475 151 903)	(1 634 717 979)	(1 274 268 190)
<b>Gross profit</b>		<b>637 825 606</b>	<b>554 179 642</b>	<b>1 808 503 567</b>	<b>1 490 494 128</b>
Other revenue		1 683 723	129 626	8 432 377	5 472 795
General and administrative expenses	(26)	( 124 862 191)	( 86 309 746)	( 374 709 641)	( 239 551 027)
Selling and marketing expenses	(27)	( 25 685 075)	( 16 853 188)	( 51 763 625)	( 36 468 002)
Share based payment expense	(35)	-	( 519 696)	( 4 527 286)	( 35 041 826)
Reserve of impairment in trade and other receivables	(14)	70 686 957	5 001 235	1 038 159	4 445 212
Other expenses		( 1 441 500)	( 1 232 000)	( 5 427 667)	( 5 968 000)
<b>Operating profit</b>		<b>558 207 520</b>	<b>454 395 873</b>	<b>1 381 545 884</b>	<b>1 183 383 280</b>
Finance cost	(28)	( 41 289 578)	( 2 301 610)	( 114 240 222)	( 50 590 543)
Group share in income from equity-accounted investees	(10)	2 358 254	20 516 661	16 353 559	33 696 969
Income from dividends FVTOCI	(22)	96 597 125	-	104 857 152	62 838 230
Finance income	(29)	224 408 341	131 865 535	545 079 764	389 307 142
<b>Net profit for the period before tax</b>		<b>840 281 662</b>	<b>604 476 459</b>	<b>1 933 596 137</b>	<b>1 618 635 078</b>
Income tax expense	(1-11)	( 195 055 838)	( 171 039 289)	( 503 804 388)	( 459 097 360)
<b>Net profit for the period</b>		<b>645 225 824</b>	<b>433 437 170</b>	<b>1 429 791 749</b>	<b>1 159 537 718</b>
<b>Profit attributable to:</b>					
Owners of the company		630 832 109	428 993 906	1 393 512 488	1 147 363 264
Non-controlling interest	(23)	14 393 715	4 443 264	36 279 261	12 174 454
<b>Net profit for the period</b>		<b>645 225 824</b>	<b>433 437 170</b>	<b>1 429 791 749</b>	<b>1 159 537 718</b>
<b>Basic and diluted earning per share</b>	(36)	<b>0.15</b>	<b>0.24</b>	<b>0.51</b>	<b>0.56</b>

The attached notes from (1) to (37) are an integral part of these interim condensed consolidated financial statements and to be read with them.

E-finance for Digital and Financial Investments Company (S.A.E)

Interim condensed consolidated statement of comprehensive income for the financial period ended January 1, 2024 to September 30, 2024

	Note No	From July 1, 2024 to September 30, 2024 L.E.	From July 1, 2023 to September 30, 2023 L.E.	From January 1, 2024 to September 30, 2024 L.E.	From January 1, 2023 to September 30, 2023 L.E.
Net profit for the period		645 225 824	433 437 170	1 429 791 749	1 159 537 718
<b>Other comprehensive income</b>					
Actuarial gain from employee benefit		10 683 191	9 969 664	32 010 888	25 731 081
Valuation of financial investment at FVTOCI		-	-	231 962 361	-
Foreign currency translation differences through OCI		( 409 404)	312 223	( 29 704 656)	( 5 020 293)
Income tax related to other comprehensive income		( 2 404 844)	( 2 243 176)	( 59 395 105)	( 5 789 493)
<b>Total other comprehensive income</b>		<b>7 868 943</b>	<b>8 038 711</b>	<b>174 873 488</b>	<b>14 921 295</b>
<b>Total comprehensive income for the period</b>		<b>653 094 767</b>	<b>441 475 881</b>	<b>1 604 665 237</b>	<b>1 174 459 013</b>
<b>Attributable to:</b>					
Owners of the company		638 657 293	436 942 863	1 572 850 867	1 162 629 090
Non-controlling interest	(23)	14 437 474	4 533 018	31 814 370	11 829 923
<b>Total comprehensive income</b>		<b>653 094 767</b>	<b>441 475 881</b>	<b>1 604 665 237</b>	<b>1 174 459 013</b>

The attached notes from (1) to (37) are an integral part of these interim condensed consolidated financial statements and to be read with them.

**E-finance for Digital and Financial Investments Company (S.A.E)**

Translation from Arabic

**Interim condensed consolidated statement of change in shareholders equity for the financial period ended January 1, 2024 to September 30, 2024**

	<u>Paid in Capital</u>	<u>Share Premium</u>	<u>Share based payment reserve</u>	<u>Treasury Shares</u>	<u>Other Reserves</u>	<u>Retained Earnings*</u>	<u>Equity Attributable to Owners of the Company</u>	<u>Non-Controlling Interest</u>	<u>Total</u>
	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>
Balance at the Beginning of January, 2024	924 444 445	1 956 462 107	505 435 842	(196 529 636)	1 339 258 327	953 209 740	5 482 280 825	117 780 537	5 600 061 362
<b>Comprehensive income</b>									
Net profit for the period	-	-	-	-	-	1 393 512 488	1 393 512 488	36 279 261	1 429 791 749
Other comprehensive income items	-	-	-	-	179 338 379	-	179 338 379	(4 464 891)	174 873 488
<b>Total comprehensive income</b>	-	-	-	-	179 338 379	1 393 512 488	1 572 850 867	31 814 370	1 604 665 237
<b>Transaction with the owners of the group and other transactions</b>									
Capital increase by issuance free shares	231 111 111	-	(231 111 111)	-	-	-	-	-	-
Dividends according to the ordinary general assembly meeting	-	-	-	-	-	(338 208 686)	(338 208 686)	(16 721 284)	(354 929 970)
Transfer to legal reserve	-	-	-	-	36 766 225	(36 766 225)	-	-	-
Share based payment	-	-	4 527 286	-	-	-	4 527 286	-	4 527 286
Treasury shares selling	-	-	-	196 529 636	-	49 773 686	246 303 322	-	246 303 322
Dividends for BOD and employees	-	-	-	-	-	(411 796 851)	(411 796 851)	(3 301 766)	(415 098 617)
<b>Total transaction with the owners of the group and other transactions</b>	231 111 111	-	(236 583 825)	196 529 636	36 766 225	(736 998 076)	(499 174 929)	(20 023 050)	(519 197 979)
<b>Balance as of September 30, 2024</b>	<b>1 155 555 556</b>	<b>1 956 462 107</b>	<b>278 852 017</b>	<b>-</b>	<b>1 555 362 931</b>	<b>1 609 724 152</b>	<b>6 555 956 763</b>	<b>129 571 857</b>	<b>6 685 528 620</b>

\*The retained earnings include an amount of 69 million EGP transferred from the spin-off reserve, which is non-distributable

The attached notes from (1) to (37) are an integral part of these interim condensed consolidated financial statements and to be read with them.



**E-finance for Digital and Financial Investments Company (S.A.E)**

Translation from Arabic

Interim condensed consolidated statement of change in shareholders equity for the financial period ended January 1, 2024 to September 30, 2024

	<u>Paid in Capital</u>	<u>Share Premium</u>	<u>Share based payment/ reserves</u>	<u>Treasury Shares</u>	<u>Other Reserves</u>	<u>Retained Earnings*</u>	<u>Equity Attributable to Owners of the Company</u>	<u>Non-Controlling Interest</u>	<u>Total</u>
	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	
Balance at the beginning of January, 2023	924 444 445	1 956 462 107	247 111 100	( 5 036 004)	654 880 050	796 117 725	4 573 979 423	56 836 093	4 630 815 516
Comprehensive income									
Net profit for the period	-	-	-	-	-	1 147 363 264	1 147 363 264	12 174 454	1 159 537 718
Other comprehensive income items	-	-	-	-	15 265 826	-	15 265 826	( 344 531)	14 921 295
Total comprehensive income	-	-	-	-	15 265 826	1 147 363 264	1 162 629 090	11 829 923	1 174 459 013
Transaction with the owners of the group and other transactions									
Dividends according to the ordinary general assembly meeting	-	-	-	-	-	( 404 349 189)	( 404 349 189)	-	( 404 349 189)
Transfer of reserve resulted from spin off to retained earnings	-	-	-	-	( 69 713 889)	69 713 889	-	-	-
Transfer to legal reserve	-	-	-	-	32 532 308	( 32 532 308)	-	-	-
Treasury shares movement	-	-	-	( 4 427 437)	-	1 939 413	( 2 488 024)	-	( 2 488 024)
NCI share of capital increase in subsidiaries	-	-	-	-	-	-	-	2 016	2 016
NCI share of dividends	-	-	-	-	-	-	-	( 1 951 021)	( 1 951 021)
Dividends for BOD and employees	-	-	-	-	-	( 310 899 960)	( 310 899 960)	( 279 745)	( 311 179 705)
Total transaction with the owners of the group and other transactions	-	-	-	( 4 427 437)	( 37 181 581)	( 676 128 155)	( 717 737 173)	( 2 228 750)	( 719 965 923)
Balance as of september 30, 2023	924 444 445	1 956 462 107	247 111 100	( 9 463 441)	632 964 295	1 267 352 834	5 018 871 340	66 437 266	5 085 308 606

\*The retained earnings include an amount of 69 million EGP transferred from the spin-off reserve, which is non-distributable

The attached notes from (1) to (37) are an integral part of these interim condensed consolidated financial statements and to be read with them.

## E-finance for Digital and Financial Investments Company(S.A.E)

## Interim condensed consolidated statement of cash flows for the financial period January 1, 2024 to September 30, 2024

Note No.	From January 1, 2024	From January 1, 2023
	to September 30, 2024	to September 30, 2023
	L.E.	L.E.
<b>Cash flow from operating activities</b>		
Net profit for the period before tax	1 933 596 137	1 618 635 078
<b>Adjusted as the follows:</b>		
Depreciation Expenses of fixed assets	64 618 482	55 693 600
Amortization expenses of intangible assets	64 067 030	18 297 560
Amortization expenses of right of use asset	39 600 712	26 882 008
Amortization Expenses of Contracts	7 302 303	4 402 645
Amortization of paid in advance- employee benefits	1 911 357	2 038 725
Income from financial investment- at FVTOCI	( 104 857 152)	( 62 838 230)
Income from financial investment- at FVTP&L	( 279 850 068)	-
Share based payment expense	4 527 286	-
Debit interest	59 965 303	8 360 813
Credit interest	( 249 356 964)	( 120 097 032)
Income from financial investments at amortized cost	( 52 694 164)	( 269 210 110)
Finance cost-lease liability	19 795 959	7 986 981
Foreign currencies translation differencies (Gain)/Loss	31 138 982	-
income from Equity-Accounted investees	( 16 353 559)	( 33 696 969)
Capital gain / (Loss) and lease contract termination	157 180	( 301 695)
	<b>1 523 568 824</b>	<b>1 256 153 374</b>
Change in inventory	( 116 092 979)	( 51 302 056)
Change in work in progress	2 358 054	-
Change in prepaid employee benefits	( 16 643 439)	-
Change in trade and other receivables	( 239 510 600)	( 800 654 632)
Change in due from related parties	( 2 726 304)	6 885 659
Change in trade and other payables	110 677 361	28 883 807
Change in employee benefits liabilities	( 50 809 322)	72 639 844
Change in due to related parties	6 442 261	27 755 594
<b>Cashflow provided from operating activities</b>	<b>1 217 263 856</b>	<b>540 361 590</b>
Interest paid	( 59 965 303)	( 8 360 813)
Interest collected	249 356 964	120 097 032
Dividends paid to employees and board members	( 404 554 998)	( 311 179 705)
Income tax paid	( 338 993 663)	( 215 337 775)
<b>Net cash flow provided from operating activities</b>	<b>663 106 856</b>	<b>125 580 329</b>
<b>Cash flow from investing activities</b>		
Proceeds from dividends of financial investment- at FVOCI	94 371 437	56 554 407
Proceeds from equity accounted investees	34 999 975	1 749 999
Payment of acquiring fixed assets and projects under construction	( 452 756 575)	( 93 601 467)
Payment of acquiring financial investment- at FVTPL	( 263 545 108)	-
Payment of acquiring intangible assets	( 51 125 549)	( 70 707 839)
Payments for acquiring financial investments at FVOCI	( 15 284 624)	-
Payment of acquiring accounted investees	( 286 301 442)	-
Proceeds from financial investments at amortized cost	780 077 164	1 365 524 795
<b>Net cash flow (used in) / provided from investing activities</b>	<b>(159 564 722)</b>	<b>1 259 519 895</b>
<b>Cash flow from financing activities</b>		
Tresuary Shares	246 303 322	( 2 488 024)
Lease liability paid	( 51 374 264)	( 33 277 659)
Dividends to Shareholders	( 354 929 970)	( 406 300 210)
Payment for restricted time deposits and investment fund	( 12 105 624)	-
(Used in) from credit facility	( 94 407 074)	( 69 190 030)
<b>Net cash flow (used in) financing activities</b>	<b>(266 513 610)</b>	<b>(511 255 923)</b>
<b>Net change in cash &amp; cash equivalent during the period</b>	<b>237 028 524</b>	<b>873 844 301</b>
Cash & cash equivalent at beginning of the period	1 431 375 670	872 243 110
<b>Cash &amp; cash equivalent at end of the period</b>	<b>(15) 1 668 404 194</b>	<b>1 746 087 411</b>

The attached notes from (1) to (37) are an integral part of these interim condensed consolidated financial statements and to be read with them.

**1- Company's Background****1-1 Legal entity****E finance for Digital and Financial Investments**

- The company was established in the name of Raya for Technology of Operating Financial Institutions Company, and the name has been modified to the Operating Technology of Financial Institutions E-Finance Company– S.A.E- an Egyptian joint stock company - Giza Commercial Registry No. 15026 on 08/06/2005 in accordance with the provisions of Law No. 8 of 1997 Law of Guarantees And investment incentives, as amended by Law No. 72 of 2017 and Law No. 159 of 1981 and its executive regulations.
- The duration of the company is twenty-five years, starting from the date of registration in the commercial register.
- The company's headquarters: Building No. A3B 82 - Smart Village - Kilo 28 Cairo-Alexandria Desert Road - Giza.

**Shareholders Structure**

<u>Shareholders</u>	<u>%</u>	<u>Country</u>
Saudi Egyptian Investment Company	25.75%	Kingdom of Saudi Arabia
National Investment bank	21.8%	Egypt
Banque Misr	6.8%	Egypt
Egypt Bank Company for Technology Advancement L.L.C	6.7%	Egypt
Egyptian Company for Investment Projects (ECIP) L.L.C	6.7%	Egypt
National Bank of Egypt	6.7%	Egypt
Public Offering shares	25.55%	-
	<u>100%</u>	

**1-2- Group's Purpose:****E-Finance for digital and financial investments company (S.A.E)**

- Leading the digital transformation of financial transactions within the companies the company invests in.
- Providing consultancy services in the field of digital transformation.
- Providing financial and technical support to commercial companies that contribute to the company and that work in the field of digital transformation and supporting them in developing the volume of their business.

**Khales for digital payments services**

- Khales Company plays its role in contributing to the achievement of the state's strategy to enhance financial inclusion and digital transformation, in addition to expanding the range of services in the payments market for all customers, especially B2B2C customers, which is a business-to-business-to-consumer model. This involves facilitating commercial exchanges from companies to service providers to consumers. Moreover, Khalis Company is committed to providing new electronic payment channels optimally, contributing to the development of the digital payments market in Egypt.

**Smart Card Operation Technology Company E-Novate:-**

- Providing end-to-end (E2E) services, card management, and third-party operation services for several banks, including Banque Misr, Egyptian Agricultural Bank, Banque Nasser Social Bank, Egypt Post, and Al Baraka Bank. Additionally, offering non-financial services, "E-Cards" also provides third-party payment operations services for a group of bank customers to facilitate payment and acceptance operations.
- The company owns Egypt's largest card production facility, with a capacity of 30,000 cards per day, equipped with specialized machines for laser engraving and DOD printing technology. It produces a comprehensive range of smart cards and has successfully produced over 70 million cards for government entities and other institutions. "E-Cards" has been accredited by Visa, Mastercard, National Payment Council, and the Card Payment Industry Council as a manufacturer recognized by the Industrial Development Authority

**Technology Company for Ecommerce Operations E-ASWAAQ MISR**

- E-Aswaaq Misr is an Egyptian e-commerce company that offers various digital markets. Its primary goal is to efficiently connect buyers and sellers by providing smooth and diverse platforms for browsing, purchasing, and executing orders. The company operates these specialized markets by establishing, managing, operating, and digitizing workflows and operations to provide an integrated service including financial, marketing, commercial, supply chain, and technology services. E-Aswaaq Misr covers three different sectors: e-commerce, electronic lending, and electronic tourism.
- We have developed gateways to facilitate the buying and selling process through the agricultural system and markets for handmade products, as well as advanced tourism gateways to promote Egyptian tourism by providing unique digital experiences for tourists through reliable and user-friendly digital tools to explore Egypt's legendary heritage, tourist attractions, stunning beaches, exciting activities, and experiences.

**E Nable for Outsourcing Services Company**

- The information and communication technology industry, including its industrial activities, the core of electronics development, data centres, outsourcing activities, software development and technology education.
- Entering data on computers and by electronic means.
- Description and design of computer systems of various kinds.
- Description and design work for data transmission and circulation networks and Implementation and management of data transmission networks.
- Communications and Internet services
- Establishing voice, video and data transmission networks and providing value-added services after obtaining a license from the concerned authorities.
- Establishing, managing, operating and maintaining stations and networks of wired and wireless communication and satellites after obtaining a license from the concerned authorities, and this does not include radio and television.
- Activities related to the transformation of traditional content from sound, image and data to digital content, including the digitization of scientific, cultural and artistic content.
- Establishing, operating and managing call centres.
- The company may participate in any way with companies and others that carry out similar activities or that help it achieve its purpose in Egypt or abroad.

**Technological operations for financial insittutions E-Finance Company (S.A.E)**

- Information Technology and Communications, including industrial activities, electronics design and development, data centres, outsourcing activities, software development, and educational technology.
- Designing and producing software
- Designing and manufacturing computer equipment
- Telecommunications and internet services.
- Establishing networks for voice, image, and written information transmission, and providing value-added services.
- Establishing and managing training centers for researchers and technology transfer centers.
- Establishing and managing consulting and specialized studies centers in the fields of information and communications technology, and their development.
- Wholesale and retail trade of wired and wireless communication equipment and systems, integrated network systems, computers, ATMs, point-of-sale devices, equipment, and importing all types of them, their spare parts, and accessories.

**Technological Operation for Tax Solutions company (E tax) (SAE)**

Assisting the Ministry of Finance in the following purposes after following the legally established methods of contracting:

- Provide the managerial and operating services and developing the electronic tax system including: -
  - 1- E-invoice service provider and e-receipt service provider.
  - 2- E-tax portal
  - 3- Providing field technical support services for the above-mentioned projects, providing consulting services and technological solutions to the Egyptian Tax Authority, and providing services and technological solutions to the Real Estate Tax Authority.

That does not conflict with the objectives of the ministry, without breaching the provisions of the applicable laws, regulations and decisions, and on condition that the necessary licenses are issued to practice these activities.

The company may participate at any time it wants to cooperate with it in achieving its purpose in Egypt or abroad, it may also merge with it, buy it or attach it to it, in accordance with the provisions of the law.

**Technological Operation for Health Insurance Services (E-Health) Company**

Managing and operating the technological services of the comprehensive health insurance system.

- Specialized digital services for the health insurance sector and the health sector all over the Republic.

This is without breaching the provisions of applicable laws, regulations and decisions, and on condition that the necessary licenses are issued to practice these activities.

The company may participate in any way with companies and others that carry out activities similar to its activities or that may assist it in achieving its purpose in Egypt or abroad, and it may also merge with it, buy it or attach it to it, in accordance with the law.

**2- Financial statement approval**

The Interim Condensed Consolidated financial statements were approved for issuance by the Company' Board of Directors on November 10, 2024

**3- Roles for preparing statement of financial position condense consolidation**

**3-1 Basis of measurement**

The Interim Condensed Consolidated financial statements are prepared according to the going concern assumption and the historical cost principle, except for financial assets and liabilities that are measured at fair value which are financial derivatives, financial assets and liabilities classified at fair value through profit or loss, and financial assets classified at fair value through other comprehensive income, as well as financial assets and liabilities measured at amortized cost. Historical cost is generally based on the fair value of the consideration given to acquire the assets.

**3-2 Compliance with the Accounting Standards and Laws:**

- The attached Interim Condensed Consolidated financial statements were prepared according to the Egyptian Accounting Standards released by the minister of investment number 110 for 2015 and in the light of Egyptian laws and regulations in force. the Egyptian accounting standards require referring back to IFRS regarding the events and transactions which do not have an applicable Egyptian accounting standard or legal requirements that clarify a way for treatment.

**3-3 Presentation Currency:**

The financial statements were prepared and presented in Egyptian pound and it is the functional currency, and all the financial data was presented in the Egyptian pound are rounded to the nearest Egyptian pound except for earnings per share, otherwise is stated in the financial statement or its disclosure.

**3-4 Consolidation basis**

The Interim Condensed Consolidated financial statements consist of the financial statements of the parent company and its subsidiaries at each financial position date. the parent company has control over the investee company if it has all the following:

- control over the investee (i.e., the existing rights that give it the current ability to direct the relevant activities of the investee).
- Exposure to variable returns resulting from the partnership in the investee, or its possession of rights to these returns.
- The ability to use its power over the investee to influence the amount of returns from it.

Generally, there is an assumption that owning the majority of voting rights leads to control. To support this assumption and when the group has less than the majority of voting rights or similar rights of the investee, the group considers all relevant facts and circumstances in assessing whether it has power over the investee, including:

- Contractual arrangements with other vote holders of the investee company
- Right arising from other contractual arrangements
- The group's voting rights and potential voting rights

The Group reassesses whether the company controls the investee or not, if facts and circumstances indicate that there are changes in one or more of the three elements of control. Grouping of a subsidiary begins when the group obtains control of the subsidiary and stops when the group loses control of the subsidiary. The assets, liabilities, revenues and expenses of the subsidiary that were acquired or disposed of during the period are included in the Interim Condensed Consolidated financial statements from the date of the group's control until the date the group ceases to control the subsidiary.

The balances, transactions, revenues and expenses exchanged between the group companies are completely eliminated.

The rights of non-controlling interest holders in the Interim Condensed Consolidated financial position are presented under equity in a separate clause from the equity holders of the parent company.



When the Group loses its ultimate or joint control over a subsidiary or joint venture that obliges to joint control and instead retains a significant influence over it, then it recognizes the remaining investment as an investment in an associate and measures it at its fair value on the date of losing the ultimate or joint control. The fair value of the investment remaining on the date of losing the ultimate or joint control, is considered a cost at initial recognition of the investment in an associate.

E-Finance for Digital and Financial Investments Company (the parent company) owns, directly and indirectly, the following rights in its subsidiaries:

Subsidiaries	Activity	Country of incorporation	Direct and indirect ownership percentage
Khales for Digital Payment Services	Digital payments services	Egypt	70%
E-novate for Operating and Managing Smart Solutions for Digital Payments (Formerly E-Cards)	Smart card operation	Egypt	89.7%
The Technology Company for E-commerce Operations (E Aswaaq Misr)	Operation of electronic markets	Egypt	61%
Enable for outsourcing services	Establishing and operating communications centres	Egypt	99.98%
Technological operation for financial institutions (E Finance)	Operating technology of financial institution	Egypt	99.99%

### 3-5 Use of professional judgment and estimates

Preparing these Interim Condensed Consolidated financial statements requires management to make judgments and estimates that affect the values of revenues, expenditures, assets and liabilities included in the Interim Condensed Consolidated financial statements and the accompanying disclosures, as well as disclosure of contingent liabilities at the date of the financial statements. The uncertainty surrounding these assumptions and estimates may result in results that require significant adjustments to the carrying value of the affected assets and liabilities in future periods.

Estimates and associated assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised.

The following are the main judgments and estimates that materially affect the company's Interim Condensed Consolidated financial statements:

#### Judgment

During the process of applying the company's accounting policies, management has taken the following provisions that have a significant impact on the amounts recognized in the Interim Condensed Consolidated financial statements:

- Lease contracts
- Investments in subsidiaries
- Equity-investment at FVTOCI

### **Estimates and assumptions**

The following are the main assumptions regarding the future and other major sources of estimation in case of uncertainty in the history of the financial position, which involves significant risk that causes a material adjustment to the carrying values of assets and liabilities during the next financial year. The company made its assumptions and estimates based on the available criteria when preparing the financial statements. However, the current circumstances and assumptions related to future developments may change due to market changes or the existence of conditions beyond the company's control, and these changes are reflected in the assumptions when they occur.

### **Defined Benefit Plan**

The defined benefit plan cost and the present value of the obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. This includes determining the discount rate, future salary increases, mortality rates, and employee turnover. Due to the complexities involved in valuation and its long-term nature, the defined benefit obligation is highly sensitive to changes in these assumptions, and all assumptions are reviewed at each financial position date.

The factor most subject to change is the discount rate. When determining the appropriate discount rate, the management takes into consideration the market return on high quality (company / government) bonds. The death rate is based on the death tables available in the country. These mortality tables change only at intervals in response to demographic changes. Future salary increases depend on the country's expected future inflation rates.

### **Fair value measurement**

Fair value is the price that would be obtained to sell an asset or that would be paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability either occurs

- In the primary market for the asset, liability, or
- In the absence of the primary market, in the most beneficial market for the asset or liability

The fair value of the asset or liability is measured using the assumptions that market participants will use when pricing the asset or liability on the assumption that market participants will act in their economic interest. The fair value measurement of a non-financial asset considers a market participant's ability to generate economic benefits through using the asset in its best and best use or selling it to another participant who will use the asset in its highest and best use.

The group uses valuation methods that are considered appropriate according to the circumstances and for which sufficient information is available to measure fair value, while maximizing the use of relevant observable inputs and limiting the use of unobservable inputs.

All assets and liabilities that are measured or disclosed in the financial statements are classified at fair value into categories of the fair value hierarchy. This is described, as follows, based on the lowest level input that is significant to the entire measurement on the fair value measurement as a whole:

- The first level: it is the quoted prices (unadjusted) in an active market for identical assets or liabilities.
- Second level: evaluation techniques in which the lowest level inputs that are important for the entire measurement are directly or indirectly observable.
- Third level: evaluation techniques in which the lowest level inputs that are important for the entire measurement are unnoticed.

#### **Allowance for expected credit losses for trade receivables**

The Group uses the provision register to calculate the expected credit losses for its trade receivables. Provision rates are based on days of delay for the customer group.

The calculation is initially based on the Group's historical default rates. The Group will accurately calculate the matrix to adjust the historical credit loss with prospective information. For example, if projected economic conditions (i.e., GDP) are expected to deteriorate over the next year which may lead to an increase in the number of defaults, then the historical default rates are adjusted. At each reporting date, the historical default rates are updated and changes in forward-looking estimates are analysed.

The assessment of the relationship between defaulting historical rates which are observed, expected economic conditions and expected credit losses is a significant judgment. The value of expected credit losses is the most sensitive item to changes in expected economic conditions and circumstances. The historical credit loss and economic conditions expectations may not represent an actual customer default for the group in the future. Information regarding the expected credit losses of the company's trade receivables is disclosed in note 12.

#### **4 The Most Significant Accounting Policies Applied.**

The accounting policies that are applied in a consistent manner during the financial period ended September 30, 2024, are the same accounting policies applied for the consolidated financial statements of the year ended December 31, 2023, and these policies were applied consistently all over the presented periods in the condensed consolidated financial statements.

<b>New or reissued standards</b>	<b>Summary of the most significant amendments</b>	<b>Potential impact on the financial statements</b>	<b>Effective date</b>
Egyptian Accounting Standard No. (50) "Insurance Contracts".	1-This standard determines the principles of recognition of insurance contracts falling within the scope of this standard, and determines their measurement, presentation, and disclosure. The objective of the standard is to ensure that the Company provides appropriate information that truthfully reflects those contracts. This information provides users of financial statements with the basis for assessing the impact of insurance contracts on the Company's	No significant impact on the condensed consolidated financial statements	Egyptian Accounting Standard No. (50) is effective for annual financial periods starting <b><u>on or after July 1, 2024,</u></b> and if the Egyptian Accounting Standard No. (50) shall be applied for an earlier period, the Company should disclose that fact.

New or reissued standards	Summary of the most significant amendments	Potential impact on the financial statements	Effective date
	<p>financial position, financial performance, and cash flows.</p> <p>2-Egyptian Accounting Standard No. (50) replaces and cancels Egyptian Accounting Standard No. 37 "Insurance Contracts". Any reference to Egyptian Accounting Standard No. (37) in other Egyptian Accounting Standards to be replaced by Egyptian Accounting Standard No. (50).</p> <p>3-The following Egyptian Accounting Standards have been amended to comply with the requirements of the application of Egyptian Accounting Standard No. (50) "Insurance Contracts", as follows:</p> <ul style="list-style-type: none"> <li>- Egyptian Accounting Standard No. (10) "Fixed Assets".</li> <li>- Egyptian Accounting Standard No. (23) "Intangible Assets".</li> <li>- Egyptian Accounting Standard No. (34) " Investment property ".</li> </ul>		
Egyptian Accounting Standard No. (34) amended 2024 "Investment Property "	The Egyptian Accounting Standard No. (34) "Investment Property" was reissued in 2024, to amend the fair value application mechanism by the mandate of recognizing the gain or loss arising from the change in the fair value of the investment property in the statement of profit or loss for the period in which the change arises or through the statement of other comprehensive income for one time in the life of the asset or investment, taking into account	No significant impact on the condensed consolidated financial statements	The amendments to the amendment of addition of the option to use the fair value model apply to financial periods commencing on or after <b>January 1, 2024</b> with early adaption allowed retrospectively by recognizing the cumulative impact of the application of the fair value model initially by adding it to the opening

New or reissued standards	Summary of the most significant amendments	Potential impact on the financial statements	Effective date
	paragraphs (35a) and (35b) of the standard.		balance of retained earnings/losses as at the beginning of the financial period in which the Company applies this model for the first time.
Egyptian Accounting Standard No. (17) amended 2024 "Separate Financial Statements"	Egyptian Accounting Standard No. (17) "Separate Financial Statements" was reissued in 2024, adding the option to use the equity method as described in Egyptian Accounting Standard No. (18) "Investments in Sister Companies" when accounting for investments in associates, sister companies and jointly controlled companies.	No significant impact on the condensed consolidated financial statements	The amendments shall apply to financial periods commencing on or after <b>January 1, 2024</b> with early adaption allowed retrospectively by recognizing the cumulative impact of the application of the equity method by adding it to the opening balance of retained earnings/losses as at the beginning of the financial period in which the Company applies this method for the first time.
Egyptian Accounting Standard No. (13) amended 2024 "Effects of changes in foreign exchange rates"	<p>This standard was reissued in 2024, to add how to determine the spot exchange rate when exchange between two currencies is difficult and what are the conditions that must be met for determining the spot exchange rate at the measurement date.</p> <p>An appendix to the application guidelines has been added, which includes guidelines for assessing whether a currency is exchangeable for another currency, and guidelines for</p>	The company has applied the exception for the effects of changes in foreign exchange rates after recent exchange rate movements, following the adoption of the Main Standards Committee formed by the Prime Minister's	Amendments regarding the determination of spot exchange rate when it is difficult to exchange between two currencies is applicable to financial periods commencing on or after <b>January 1, 2024</b> with early adaption allowed. If the entity made an early application, this has to be disclosed. Entity shall not be modifying comparative information and instead should:

New or reissued standards	Summary of the most significant amendments	Potential impact on the financial statements	Effective date
	applying the required treatments in case of non-exchangeability.	Decree No. 909 of 2011, which allows flexibility for companies to address the effects of unusual movements in foreign exchange rates, and therefore the company recognized the losses of unrealized currency differences resulting from the revaluation of creditors and other credit balances within other comprehensive income.	<ul style="list-style-type: none"> <li>• When the entity reports foreign currency transactions to its functional currency, any effect of the initial application is recognized as an adjustment to the opening balance retained earnings/losses on the date of initial application.</li> <li>• When an entity uses presentation currency different than its functional currency or translates the results and balances of foreign operation, the resulting differences and financial position of a foreign transaction, any effect of the initial application is recognized as an adjustment to the cumulative translation adjustment reserve - accumulated in equity section on the date of initial application.</li> </ul>
Accounting Interpretation No. (2) "Carbon Reduction Certificates"	Carbon Credits Certificates: Are financial instruments subject to trading that represent units for reducing greenhouse gas emissions. Each unit represents one ton of equivalent carbon dioxide emissions, and are issued in favor of the reduction project developer (owner/non-owner), after approval and verification in accordance with internationally recognized standards and methodologies for reducing	No potential impact to the Company's financial statements.	The application starts on or after the first of January 2025, early adaption is allowed.



New or reissued standards	Summary of the most significant amendments	Potential impact on the financial statements	Effective date
	carbon emissions, carried out by verification and certification bodies, whether local or international, registered in the list prepared by the Financial Regulatory Authority "FRA" for this purpose. Companies can use Carbon Credits Certificates to meet voluntary emissions reduction targets to achieve carbon trading or other targets, which are traded on the Voluntary Carbon Market "VCM".		

E-finance for Digital and Financial Investments Company (S.A.E)

Notes to the Interim condensed consolidated financial statements for the financial period ended from January 1, 2024 to September 30, 2024

5- Property, plant and equipment

	<u>Lands &amp; buildings</u>		<u>Computers</u>		<u>Leasehold Improvement</u>		<u>Office Furniture &amp; Tools &amp; Electrical Equipment</u>		<u>Networks</u>		<u>Point of Sales</u>		<u>ATM</u>		<u>Vehicles</u>		<u>Total</u>	
	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.	L.E.
<u>Cost</u>																		
Cost as of 1/1/2024	156 402 336		428 829 223		42 243 228		77 166 659		33 842 933		124 006 887		31 419 572		1 606 105		895 516 943	
Additions During the Period	-		137 877 445		2 892 555		1 408 785		894 991		2 640 055		-		1 090 000		146 803 831	
Transferred to Intangible Assets	-		( 792 976)		-		-		( 910 270)		( 186 294 )		-		-		(2 889 540 )	
Cost as of 30/09/2024	156 402 336		565 913 692		45 135 783		78 575 444		33 827 654		125 460 648		31 419 572		2 696 105		1 039 431 234	
<u>Accumulated Depreciation</u>																		
Accumulated Depreciation as of 01/01/2024	21 857 214		252 840 897		24 852 907		57 860 593		26 734 832		96 320 824		27 540 843		1 453 359		509 461 469	
Depreciation During the Period	1 494 022		39 009 073		4 766 892		6 063 120		1 766 319		10 170 299		1 281 296		67 461		64 618 482	
Transferred to Intangible Assets	-		( 300 724 )		-		-		( 177 679 )		( 390 398 )		-		-		( 868 801 )	
Accumulated Depreciation as of 30/09/2024	23 351 236		291 549 246		29 619 799		63 923 713		28 323 472		106 100 725		28 822 139		1 520 820		573 211 150	
Net Book Value as of September 30, 2024	133 051 100		274 364 446		15 515 984		14 651 731		5 504 182		19 359 923		2 597 433		1 175 285		466 220 084	

Depreciation charged to the following items

	Note No.	<u>September 30, 2024</u>		<u>September 30, 2023</u>	
		L.E.	L.E.	L.E.	L.E.
Cost of sales	(25)	54 498 124		46 501 303	
General and administrative expenses	(26)	10 120 358		9 192 297	
		64 618 482		55 693 600	

E-finance for Digital and Financial Investments Company (S.A.E)

Notes To the Interim Condensed Consolidated Financial Statements for the financial period ended from January 1, 2024 to September 30, 2024

5- Property, plant and equipment

	<u>Lands &amp; buildings</u>	<u>Computers</u>	<u>Leasehold Improvement</u>	<u>Office Furniture &amp; Tools &amp; Electrical Equipment</u>	<u>Networks</u>	<u>Point of Sales</u>	<u>ATM</u>	<u>Vehicles</u>	<u>Total</u>
<u>Cost</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>	<u>L.E.</u>
Cost as of 1/1/2023	156 402 336	335 580 002	35 834 155	67 761 952	30 977 403	97 982 524	30 517 185	1 606 105	756 661 662
Additions During the Period	-	44 757 170	4 023 809	3 458 557	2 358 404	22 020 502	902 386	-	77 520 888
Transferred to Intangible Assets	-	( 1 487 997 )	-	-	-	-	-	-	( 1 487 997 )
Transferred to Contract Assets	-	-	-	( 197 598 )	-	-	-	-	( 197 598 )
Disposals	-	( 22 364 )	-	-	-	-	-	-	( 22 364 )
Cost as of 30/09/2023	156 402 336	378 826 811	39 857 964	71 022 911	33 335 807	120 003 086	31 419 571	1 606 105	832 474 591
<u>Accumulated Depreciation</u>									
Accumulated Depreciation as of 01/01/2023	19 865 184	213 286 954	15 590 327	45 142 027	24 222 705	88 491 443	25 731 955	1 387 900	433 718 495
Depreciation During the Period	1 494 021	29 345 141	7 340 262	9 599 677	1 812 849	4 691 725	1 360 829	49 096	55 693 600
Disposals Accumulated Depreciation	-	( 22 364 )	-	-	-	-	-	-	( 22 364 )
Accumulated Depreciation as of 30/09/2023	21 359 205	242 609 731	22 930 589	54 741 704	26 035 554	93 183 168	27 092 784	1 436 996	489 389 731
Net Book Value as of September 30, 2023	135 043 131	136 217 080	16 927 375	16 281 207	7 300 253	26 819 918	4 326 787	169 109	343 084 860

**6 Intangible assets**

	<b><u>September 30, 2024</u></b>	<b><u>September 30, 2023</u></b>
	<b><u>L.E</u></b>	<b><u>L.E</u></b>
The Beginning Cost of the Period	242 316 504	76 428 234
Transferred From PP&E (Note 5)	2 889 540	1 487 997
Additions During the Period	51 125 549	50 274 913
Transfer from Project under construction	36 373 591	-
<b>End Cost of the Period/Year</b>	<b>332 705 184</b>	<b>128 191 144</b>
<b>Deduct:</b>		
Beginning Accumulated Amortization for the Period	54 061 204	15 802 831
Transferred From PP&E (Note 5)	868 801	-
Amortization for the Period	71 369 333	18 297 560
<b>Accumulated Amortization at End of the Period</b>	<b>126 299 338</b>	<b>34 100 391</b>
<b>Net Book Value at End of the Period</b>	<b>206 405 846</b>	<b>94 090 753</b>

Amortization is charged within the following items:

	<b><u>The financial period from 1 Jan 2024 to September 30, 2024</u></b>	<b><u>The financial period from 1 Jan 2023 to September 30, 2023</u></b>
	<b><u>L.E</u></b>	<b><u>L.E</u></b>
Cost of Sales (Note 25)	34 139 299	6 473 999
General and Administrative Expenses (Note 26)	37 230 034	11 823 561
<b>Total</b>	<b>71 369 333</b>	<b>18 297 560</b>

**7 Projects under construction**

	<b><u>September 30, 2024</u></b>	<b><u>December 31, 2023</u></b>
	<b><u>L.E</u></b>	<b><u>L.E</u></b>
Computers	8 205 682	39 390 588
POS	1 043 184	1 145 625
Building	418 570 038	118 844 017
Digital Platform	2 656 002	1 515 521
<b>Total Project Under Construction</b>	<b>430 474 906</b>	<b>160 895 751</b>

**8 Financial Investment at FVTOCI****8-1 Financial Investment at FVTOCI**

The value of investment as of

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Financial Investment at FVTOCI	1 321 566 279	1 074 319 294
	<u>1 321 566 279</u>	<u>1 074 319 294</u>

The value of investments is the value of the contribution to the following companies:

1. E-Serve
2. MTS
3. Delta
4. Asics
5. N-Clude

	Net Book Value		Fair Value	
	FVTOCI	FVTP&L	L1	L3
<u>September 30, 2024</u>				
Financial instruments	<u>1 321 566 279</u>	<u>1 007 075 327</u>	<u>1 007 075 327</u>	<u>1 321 566 279</u>
<u>December 31, 2023</u>				
Financial instruments	<u>1 074 419 294</u>	<u>463 961 532</u>	<u>463 961 532</u>	<u>1 074 419 294</u>

**8-2 Investment at FVTPL**

- On June 20, 2023, the company's board of directors decided to allocate 15% of the company's available cash up to of invest in the stock market and will assigned to three or four major companies of stock management of the market, with the loss stop point set at 20%. Accordingly, the company has already started investing.
- On May 27, 2024, the company's board of directors decided to establish a securities portfolio worth EGP 35 million, ensuring that the investment would be gradual and that the investment would be in securities that can be converted into cash as soon as possible, and that priority would be given to investing the company's funds in its purposes specified in the company's strategy. Accordingly, the company has already begun investing in the following:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Beginning Balance at the period / year	463 961 532	-
Additions	263 545 108	400 000 000
Profit Returned	189 102 689	12 760 667
Profit of Revaluation	37 737 640	50 978 258
Dividend	5 627 619	5 425 330
Tax Dividend	(281 381)	(271 267)
Commissions / Available Liquid	47 382 120	(4 931 456)
	<u>1 007 075 327</u>	<u>463 961 532</u>

## 9 Other financial Investments at Amortized Cost

- The balance of other financial investments at amortized cost as of September 30, 2024 is nil, as all other financial investments at amortized cost were either matured or sold during this period amounted to EGP 52 694 164.

<u>Purchasing Value</u>	<u>Purchasing Date</u>	<u>Due Date</u>	<u>Return Percentage</u>	<u>Duration</u>	<u>Return</u>	<u>Carrying Value December 31, 2023</u>	<u>Face Value</u>
L.E			%		L.E	L.E	L.E
470 260 000	24/10/2023	23/01/2024	25.37%	91	17 517 187	487 777 187	500 000 000
169 392 600	01/10/2023	26/03/2024	25.37%	177	8 518 793	177 911 393	190 000 000
70 170 805	09/11/2023	06/02/2024	25.30%	89	2 062 448	72 233 253	74 500 000
<u>709 823 405</u>					<u>28 098 428</u>	<u>737 921 833</u>	<u>764 500 000</u>

## 10 Equity-Accounted Investees

	<u>Investment Value %</u>	<u>September 30, 2024</u>	<u>December 31, 2023</u>
		<u>L.E</u>	<u>L.E</u>
Technological Operation for Tax Solutions (E Tax) *	35%	88 145 993	114 135 713
E Health (Technological Operation for Health Insurance Services) **	35%	94 412 207	97 612 523
E-Comm Africa	30.9%	5 000 000	5 000 000
Al Ahly Momken	24%	180 001 250	-
Easy-Cash	12.96%	106 300 192	-
Total Equity-Accounted Investees		<u>473 859 642</u>	<u>216 748 236</u>

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Technological Operation for Tax Solutions (E Tax) *	34 999 975	34 999 975
Group Share in Retained Earnings	33 592 143	28 049 536
Group Share of Period Results	19 553 875	51 086 202
Investment Value at Period End	<u>88 145 993</u>	<u>114 135 713</u>
E Health (Technological Operation for Health Insurance Services) **	104 999 925	104 999 925
Group Share in Retained Earnings	(7 387 402)	(8 071 610)
Group Share of Period Results	(3 200 316)	684 208
Investment Value at the end of period / year	<u>94 412 207</u>	<u>97 612 523</u>



## 11 Tax:

### 11-1 Income tax

	<u>The financial period from 1 July 2024 to September 30, 2024</u>	<u>The financial period from 1 July 2023 to September 30, 2023</u>	<u>The financial period from 1 Jan 2024 to September 30, 2024 L.E</u>	<u>The financial period from 1 Jan 2023 to September 30, 2023 L.E</u>
Current Income Tax Expenses	136 547 807	130 508 860	400 568 178	330 175 830
Treasury Bills Tax	-	15 456 510	10 188 005	53 842 023
Dividends tax from investments	44 265 584	43 743 365	101 519 002	73 506 658
Dividends income tax from Equity investment at FVOCI	9 659 712	-	10 485 715	6 458 823
Deferred tax (income)	(18 991 990)	(18 669 446)	(38 920 081)	(4 885 974)
Dividends tax from shares	91 377	-	281 381	-
Separate Tax Brackets	23 504 464	-	23 855 292	-
Settlements	-	-	(4 173 104)	-
<b>Tax at Profit and Loss</b>	<b>195 055 838</b>	<b>171 039 289</b>	<b>503 804 388</b>	<b>459 097 360</b>
<b>Deferred income tax at other comprehensive income</b>	<b>2 404 844</b>	<b>2 243 176</b>	<b>59 395 105</b>	<b>5 789 493</b>

### 11-2 Deferred tax

#### A) Recognized deferred tax assets

	<u>September 30, 2024</u>		<u>December 31, 2023</u>	
	<u>Assets L.E</u>	<u>Liabilities L.E</u>	<u>Assets L.E</u>	<u>Liabilities L.E</u>
Depreciation of fixed assets	-	27 280 699	-	26 048 888
obligations of the employee benefits	69 508 637	-	70 333 180	-
Tax losses	15 887 165	-	18 150 932	-
Financial investment at FVTOCI	-	249 467 412	-	197 275 882
Undistributed Dividends Income	-	41 394 568	-	81 153 908
Deferred Tax on Unrealized Valuation Investment	-	8 845 601	-	-
Unrealized foreign currency exchange	432 614	-	-	4 690 274
	<b>85 828 416</b>	<b>326 988 280</b>	<b>88 484 112</b>	<b>309 168 952</b>
<b>Net deferred tax assets</b>	<b>-</b>	<b>241 159 864</b>	<b>-</b>	<b>220 684 840</b>
<b>Deducts:</b> the previously charged deferred tax assets	<b>(220 684 840)</b>			
<b>Add:</b> the deferred tax assets charged to the statement of other comprehensive income	<b>(59 295 105)</b>			
<b>Deferred taxes for the period as income</b>	<b>38 920 081</b>			

**B) Unrecognized Deferred Tax Assets**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Impairment Loss on Trade Receivable and Other Debit Balances	45 463 150	45 696 753
	<u>45 463 150</u>	<u>45 696 753</u>

- The deferred tax assets for temporary differences were not recognized above due to the lack of an appropriate degree to ascertain the extent to which the company will benefit from these assets in the foreseeable future.

**11-3 Income Tax payable**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Accrued Income Tax (at Beginning of the Period)	342 981 012	221 200 466
Income Tax Debit (at Beginning of the Period)	(5 394 529)	-
Formed During the Period	424 423 470	481 156 874
Dividends tax due	94 780 486	-
Income tax due for consultant service	1 935 671	-
Tax Difference	(134 849)	-
Income Tax Paid During the Period	(338 993 663)	(295 719 858)
Debit - Withholding Tax	(59 373 377)	(63 656 470)
<b>Income Tax Payable</b>	<u><b>460 224 221</b></u>	<u><b>342 981 012</b></u>

**11-4 Tax position****E-finance for Digital and Financial investments**

There is no significant change in the group's tax position on the disclosure (11-5) of the Group's financial statements for the fiscal year ended 31 December 2023.

**12 Inventory**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Cards and Operating Supplies	168 280 939	83 838 408
Computers and Network	79 681 214	83 056 589
Spare Parts	-	376 537
Point of Sale Devices	47 760 132	17 478 793
Stationary	1 201 247	1 846 486
ATMs	688 084	688 084
Impairment Inventory	(3 423 367)	(9 189 627)
	<u><b>294 188 249</b></u>	<u><b>178 095 270</b></u>

**13 Work in progress**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Work in Progress for the Private Sector	6 503 091	6 503 091
Work in Progress for the Government Sector	17 206 632	19 564 686
	<u>23 709 723</u>	<u>26 067 777</u>

**14 Trade and other receivables**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Accounts Receivable	1 547 420 410	1 578 136 313
Impairment in Accounts Receivable	(183 727 290)	(187 960 751)
	<u>1 386 858 379</u>	<u>1 390 175 562</u>
<b><u>Other receivables</u></b>		
Prepaid Expenses	141 014 214	71 040 022
Suppliers - Advance Payment	207 139 079	384 055 428
Accrued Revenue and Accrued Interests	818 627 293	518 542 786
Deposits With Others	16 334 516	14 847 841
Deposits With Others - Work Retention	85 162 980	59 369 731
Value-Added Tax	16 267 774	17 167 356
Letter of Guaranteed Margin	30 766 856	29 563 705
Withholding Tax	16 495 367	9 711 737
Prepaid Employees' Benefits	16 248 646	2 665 809
Notes Receivable	286 781	344 508
Employee Share Option Plan (Note 35)	3 028 101	14 211 019
Other Debit Balances	34 640 372	41 049 168
Accrued Revenue Provision	(4 352 570)	-
Impairment in Other Debit Balances	(13 978 645)	(15 135 852)
<b>Total other receivables</b>	<u>1 367 680 764</u>	<u>1 147 478 258</u>
<b>Total trade and other receivables</b>	<u>2 731 373 884</u>	<u>2 537 653 820</u>

**15 Cash and cash equivalents**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Banks – Saving Accounts	1 618 648 321	1 368 948 212
Banks - Time Deposits	117 400 209	119 820 183
Investment Funds*	18 168 013	16 444 296
Cash on Hand	130 296	-
	<u>1 754 346 839</u>	<u>1 505 212 691</u>

**\* Investment Funds**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Themar Fund - QNB	8 642 645	7 848 846
SEYOLA Fund	9 375 324	8 464 637
Youm by Youm Account - Bank Misr	150 044	130 813
	<u>18 168 013</u>	<u>16 444 296</u>

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

	<u>September 30, 2024</u>	<u>September 30, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Cash and Its equivalents	1 754 346 839	1 819 924 432
<b>Deduct:</b>		
Deposit against loan	(77 300 000)	(68 300 000)
Mortgaged cash investment fund against letters of guarantee in favor of others	(8 642 645)	(5 537 021)
<b>Cash and cash equivalents for the purpose of preparing the cash flow statement</b>	<u>(1 668 404 194)</u>	<u>1 746 087 411</u>

**16 Capital****16-1 The authorized capital**

The company's authorized capital has been set at 4 billion Egyptian pounds (four billion Egyptian pounds) after increasing it from 3.5 billion Egyptian pounds (three billion five hundred thousand Egyptian pounds) to four billion Egyptian pounds, an increase of 500 million Egyptian pounds based on the decisions of the extraordinary general assembly meeting of the company held on 20 December 2020.

**16-2 Paid up capital**

The company's ordinary general assembly held on May 13, 2024 approved upon the use of an amount 231,111,111 Egyptian pounds from the reserves shown in the financial statements on 12/31/2023, in order to increase the issued and paid-up capital from 924,444,445 Egyptian pounds to the amount of 1,155,555,556 Egyptian pounds, an increase of 231,111,111 Egyptian pounds distributed among 222 people. 462,222 shares, the nominal value of the share is 0.5 EGP, distributed to the shareholders as free shares at the rate of one share for every four shares, with the fractions being rectified for the benefit of the small shareholders, and on the date of May 27, 2024, the capital increase was noted in the commercial registry.

**17 Treasury Stocks**

- The Board of Directors, held on September 8th, 2022, decided to acquire a treasury share with a ceiling of 5% of total capital shares through 9 months, through the local market/price.
- On November 14<sup>th</sup> 2023, the BOD decided to continue acquiring treasury shares with a ceiling of 1% (18.8 million shares) of total capital shares that should not exceed 250 million EGP as per the new regulations of treasury shares.

E finance for Digital and Financial Investments Company (S.A.E)

Notes to the interim condensed consolidated financial statements for the financial period ended from January 1, 2024 to September 30, 2024

- Below table showing treasury shares during the period:

	<u>September 30, 2024</u>		<u>December 31, 2023</u>	
	<u>L.E</u>	<u>Shares</u>	<u>L.E</u>	<u>Shares</u>
Balance at the Beginning of the Year	196 529 636	10 542 886	5 036 004	366 767
Purchased share during the period/year	-	-	196 551 415	10 544 119
Sold shares during the period/ year	(246 303 322)	(10 542 886)	(6 997 196)	(368 000)
Transferred to R.E From Selling shares	49 773 686	-	1 939 413	-
<b>Balance at the end of the year</b>	<b>-</b>	<b>-</b>	<b>196 529 636</b>	<b>10 542 886</b>

**18 Reserves**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Legal Reserve	671 183 495	634 417 271
General Reserve	20 000 000	20 000 000
Other Reserves	864 179 436	684 841 056
	<b>1 555 362 931</b>	<b>1 339 258 327</b>

**19 Borrowings**

<u>Bank</u>	<u>Authorized facility limit</u> <u>L.E or Its</u> <u>equivalents of</u> <u>Foreign</u> <u>Currency</u>	<u>Used</u> <u>L.E or Its</u> <u>equivalents of</u> <u>Foreign</u> <u>Currency</u>	<u>LGs &amp; LCs</u> <u>L.E or Its</u> <u>equivalents of</u> <u>Foreign</u> <u>Currency</u>	<u>Nature of facility</u>
QNB	50 000 000	--	--	Existing debt limit
QNB	81 500 000	--	--	Limit to issuing letters of credit
AAIB	50 000 000	21 336 191	--	Existing debt limit
QNB	22 000 000	2 014 032	--	Limit to issuing local letters of guarantee
The United National Bank	500 000 000	--	50 740 735	Import letters of credits
QNB	150 000 000	--	102 173 797	Existing debt limit
Egyptian Bank for Imports Development	200 000 000	--	42 483 548	Limit to issuing local letters of guarantee
QNB	470 000 000	--	--	Limit to issuing local letters of guarantee
Bank Misr	31 000	--	--	Existing debt limit
QNB	2 000 000	--	--	Issuance limit for issuing credit cards
CIB	290 000	--	--	Existing debt limit
AAIB	45 000 000	--	--	Existing debt limit
Egyptian Bank for Imports Development	45 000 000	--	--	Existing debt limit
Faisal Islamic Bank	80 000 000	--	--	Limit for purchasing goods and production requirement
	<b>1 695 821 000</b>	<b>23 350 223</b>	<b>195 398 080</b>	

Borrowing balance classified as:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Non-current borrowing	106 895	12 967 073
Current borrowing	23 243 328	104 790 224
	<b>23 350 223</b>	<b>117 757 297</b>

**20 Provisions**

Provisions are formed according to the best estimate of the value of the expected liabilities at the date of the financial statements arising from the company's practice of its activities and its contractual relations with others.

**21 Trade and Other Payables**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Accounts Payable	640 449 323	399 706 266
	<u>640 449 232</u>	<u>399 706 266</u>
<b>Other payables</b>		
Accrued Expenses	155 592 779	146 741 154
Payroll Tax	9 874 803	30 124 882
Value Added Tax (VAT)	11 295 484	42 501 900
Advance Payment from Customer	37 719 951	75 303 013
Withholding Tax	7 653 791	10 854 374
Insurance for Work Guarantee	2 487 051	874 953
Deferred Revenue	72 074 604	50 033 915
Sales Returns	3 449 402	-
Others	65 616 206	78 148 848
<b>Total other payables</b>	<u>365 764 071</u>	<u>434 583 039</u>
<b>Total trade and other payables</b>	<u>1 006 213 303</u>	<u>834 289 305</u>

**22 Employee Benefits**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
The beginning balance of the year	312 591 909	206 810 785
Interest cost	39 822 863	32 055 673
Current cost	42 108 092	74 084 101
Actuarial (loss)/ gain from OCI liabilities	(32 010 888)	15 471 071
Payment under end of service	(78 461 149)	-
Transfer balance to (Associates)	5 765	-
Payment from end of service	(54 274 125)	(15 829 721)
<b>Balance at the end of the period / year</b>	<u>229 782 467</u>	<u>312 591 909</u>



**23 Non-Controlling Interest**

	<b>E- Finance</b>	<b>E-novate</b>	<b>Khales</b>	<b>E-Aswaq</b>	<b>E-nable</b>	<b>Total</b>
<b>Balance on January 1, 2023</b>	<b>82 823</b>	<b>11 173 066</b>	<b>32 504 915</b>	<b>13 074 103</b>	<b>1 186</b>	<b>56 836 093</b>
The share of Non-Controlling Interests in Comprehensive Income for the Period	91 219	(16 934 808)	4 119 680	21 749 819	308	9 026 218
The Share of Non-Controlling Interests in Dividends for the Year	-	-	-	54 600 000	2 016	54 602 016
Disposal	-	(775)	(452 249)	-	-	(453 024)
The Share of Comprehensive Income for the Period	(70 279)	-	(2 160 405)	-	(82)	(2 230 766)
<b>Total Non-Controlling Interest as of December 31, 2023</b>	<b>103 763</b>	<b>(5 762 517)</b>	<b>34 011 941</b>	<b>89 423 922</b>	<b>3 428</b>	<b>117 780 537</b>
The Share of Comprehensive Income for the Period	80 883	3 445 019	12 854 912	15 434 248	(692)	31 814 370
The Share of Dividends	(91 568)	-	(4 022 542)	(15 908 840)	-	(20 023 050)
<b>Total Non-Controlling Interests as of September 30, 2024</b>	<b>93 078</b>	<b>(2 317 498)</b>	<b>42 844 311</b>	<b>88 949 230</b>	<b>2 736</b>	<b>129 571 857</b>

**E finance for Digital and Financial Investments Company (S.A.E)**

**Notes to the interim condensed consolidated financial statements for the financial period ended from January 1, 2024 to September 30, 2024**

**24 Revenues**

	<u>From July 1, 2024, to September 30, 2024</u>	<u>From July 1, 2023, to September 30, 2023</u>	<u>From Jan 1,2024 to September 30,2024</u>	<u>From Jan 1,2023 to September 30, 2023</u>
	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>
Installation services and card operation revenue	317 752 161	399 695 503	1 216 782 125	1 136 079 787
Integrated solutions revenue	58 807 521	64 116 518	185 655 268	191 856 239
Hosting services revenue	358 957 321	281 448 753	1 065 988 512	882 473 169
Maintenance and network Installations and technical support revenue	75 428 380	123 373 074	230 353 979	173 630 665
	104 038 194	107 131 385	279 955 167	253 874 391
Cards Center Revenue	60 683 285	30 924 571	236 322 166	79 091 662
Other	184 257 086	22 641 741	228 164 329	47 756 405
	<u>1 159 923 948</u>	<u>1 029 331 545</u>	<u>3 443 221 546</u>	<u>2 764 762 318</u>

**25 Cost of sales**

	<u>From July 1, 2024, to September 30, 2024</u>	<u>From July 1, 2023, to September 30, 2023</u>	<u>From Jan1,2024 to September 30,2024</u>	<u>From Jan1,2023 to September 30, 2023</u>
	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>
Salaries and Wages and Employee Benefits	234 618 189	195 164 599	717 518 959	561 571 811
Consultancy and Technical Support	52 141 625	40 307 743	187 522 616	148 058 767
Card Center	65 640 807	48 455 241	169 232 015	141 427 800
Programs License & Communications	57 987 013	91 115 654	127 421 009	196 486 986
Services Provider Cost	21 847 582	-	77 945 369	-
Cost of Goods Sold	20 405 055	45 799 299	171 994 486	91 124 849
Depreciation of PP&E (Note 5)	20 602 861	19 399 512	54 498 124	46 501 303
Amortization of ROU Asset	7 262 947	4 684 303	19 759 357	15 042 367
Amortization of Intangible Assets (Note 6)	11 192 795	2 534 921	34 139 299	6 473 549
Employee Benefits (Cars)	552 729	531 852	1 561 187	1 595 554
Call center cost	23 095 526	17 631 046	60 671 683	44 571 438
Other Costs	6 751 213	9 527 733	12 453 875	21 413 316
	<u>522 098 342</u>	<u>475 151 903</u>	<u>1 634 717 979</u>	<u>1 274 268 190</u>

**26 General and Administrative Expenses**

	<u>From July 1, 2024, to September 30, 2024</u>	<u>From July 1, 2023, to September 30, 2023</u>	<u>From Jan1,2024 to September 30,2024</u>	<u>From Jan1,2023 to September 30, 2023</u>
	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>
Wages and Salaries and Employee Benefit	42 918 889	26 146 072	117 900 442	84 382 734
Amortization of ROU Asset	7 205 422	5 057 408	19 841 355	11 839 641
Stamps and Deductions	10 658 463	4 545 325	27 771 768	17 522 194
PP&E Depreciation (Note 5)	3 327 700	3 263 469	10 120 358	9 192 297
Consulting and Legal Dees	10 411 353	3 467 193	34 181 834	15 220 420
Comprehensive Social Insurance	3 625 940	3 135 774	10 959 279	8 641 911
Donations	37 000	-	17 190 500	9 500 000
Maintenance Expenses	340 967	4 571 183	14 552 295	12 759 250
Employee Benefits (Cars)	116 723	147 723	350 170	443 170
Amortization of Intangible Assets (Note 6)	9 520 187	4 496 996	37 230 034	11 823 561
Cleaning Expenses	3 801 306	2 631 189	9 127 907	6 537 481
Rent	1 052 635	-	1 964 254	-
Training Fund	11 547 937	-	24 840 522	-
Transfer Shares Fees	805 494	-	4 365 142	-
Other Expenses	19 492 175	28 847 414	44 313 781	51 688 368
	<u>124 862 191</u>	<u>86 309 746</u>	<u>374 709 641</u>	<u>239 551 027</u>

**27 Selling and Marketing Expenses**

	<u>From July 1, 2024, to September 30, 2024</u>	<u>From July 1, 2023, to September 30, 2023</u>	<u>From Jan1,2024 to September 30,2024</u>	<u>From Jan1,2023 to September 30, 2023</u>
	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>
Exhibitions	6 022 060	10 755 868	24 346 720	18 625 671
Public Relations	1 588 087	363 378	5 686 710	1 768 666
Advertisements	15 408 376	2 669 343	16 831 376	5 373 044
Others	2 666 552	3 064 599	4 898 819	10 700 621
	<u>25 685 075</u>	<u>16 853 188</u>	<u>51 763 625</u>	<u>36 468 002</u>

**E finance for Digital and Financial Investments Company (S.A.E)**

**Notes to the interim condensed consolidated financial statements for the financial period ended from January 1, 2024 to September 30, 2024**

**28 Finance Cost**

	<u>From July 1, 2024 to September 30, 2024</u>	<u>From July 1, 2023 to September 30, 2023</u>	<u>From Jan1,2024 to September 30,2024</u>	<u>From Jan1,2023 to September 30,2023</u>
	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>
Foreign Exchange Loss	7 964 148	(2 838 192)	34 478 960	34 242 749
Bank Interest Expense	26 822 244	1 877 151	59 965 303	8 360 813
Finance Cost - Lease Contracts	6 503 186	3 262 651	19 795 959	7 986 981
	<u>41 289 578</u>	<u>2 301 610</u>	<u>114 240 222</u>	<u>50 590 543</u>

**29 Finance income**

	<u>From July 1, 2024 to September 30, 2024</u>	<u>From July 1, 2023 to September 30, 2023</u>	<u>From Jan1,2024 to September 30, 2024</u>	<u>From Jan1,2023 to September 30,2023</u>
	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>
FVTPL Revenues from Investment in Financial Investment Funds	132 693 066	-	274 167 614	-
Foreign Exchange Translation Gain	568 162	85 275 734	54 398 651	288 038 248
Bank Interest on Current Accounts	1 662 373	-	3 339 978	-
	89 484 740	46 589 801	213 173 521	101 268 894
	<u>224 408 341</u>	<u>131 865 535</u>	<u>545 079 764</u>	<u>389 307 142</u>

**30 Related parties**

Related parties are represented in investee companies, major shareholders, and companies controlled by or jointly affected by these parties, pricing policies and the duration of these transactions are approved by the group's management and shareholders.

The following is a summary of the related party balances and the transactions that were executed during the year between the company and related parties.

		<u>Relations Nature</u>	<u>Transaction Nature</u>	<u>Volume of Transactions during the period</u>	<u>Balance</u>				
					<u>September 30, 2024 L.E</u>	<u>December 31, 2023 L.E</u>			
<b>30-1 Due from Related Parties</b>									
			Sales and						
			Service	1 191 190					
E Health (Technological Operation			Payment						
for Health Insurance Services)	Associate		and	580 233	13 778 340		12 006 925		
			Collection						
E-Comm Africa			Payment on						
			behalf	954 889	954 889		-		
					<u>14 733 229</u>	<u>12 006 925</u>			
<b>30-2 Due to Related Parties</b>									
E Tax (Technological Operation for									
Tax Solutions)	Associate		Sales and	(30 522 366)					
			Service						
			Service	66 837 628					
			delivery						
			Payment on	(29 681 354)	62 889 822		56 447 561		
			behalf						
					<u>62 889 822</u>	<u>56 447 561</u>			

**30- 3 Payment to top management**

The top Management includes the board of directors and the managers of the group. The salaries and benefits paid to the top management are the follows during the physical period ended in:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Salaries and Benefits	315 042 600	187 998 014
Board of directors' allowance	5 427 667	8 367 333
	<u>320 470 267</u>	<u>196 365 347</u>

**31 Segment reporting:**

The company has (7) sectors that can be disclosed as shown below, which are the strategic business units of the company. Strategic business units offer different products and services, and they are managed separately because they require different strategies. For each of the strategic business units, the Company's senior management reviews internal management reports on at least a quarterly basis.

The following summary explains the operations in each of the reporting sectors of the company:

- Sector (A) - services and operation of cards
- Sector (B) - integrated solutions
- Sector (C) - Cloud Service
- Sector (E) - Maintenance and network contracts
- Sector (F) – Installation and Technical support services
- Sector (G) – Card Center
- Sector (H) - other

Segment results that are disclosed to senior management (company chairman, CEO), chief operating officer (COO), and chief financial officer (CFO) include items that are directly proportional to the sector in addition to those that can be allocated on an acceptable basis.

Information regarding the results of each of the segments to be disclosed is provided below. Performance is measured based on segment revenue, as included in internal management reports that are reviewed by senior management.

E-finance for Digital and Financial Investments Company

Notes to the Interim Condensed Consolidated Financial Statement for the financial period ended from January 1, 2024 to September 30, 2024

September 30, 2024	Installation Services Operation of Cards &	Integrated Solution	Cloud Service	Maintenance and Networks	Technical & Consultancy Support	Card Center	Others	Total
	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>	<u>L.E</u>
Revenues	1 216 782 125	185 655 268	1 065 988 512	230 353 979	279 955 167	236 322 166	228 164 329	3 443 221 546
Depreciation of Fixed Assets	( 220 830 596)	( 85 723 801)	( 90 392 785)	( 51 143 424)	( 76 179 974)	( 44 904 103)	( 148 344 276)	( 717 518 959 )
Salaries and Wages and Employee Benefit	( 35 747 061)	( 6 394 733)	( 37 373 623)	( 4 930 148)	( 4 038 792)	( 5 522 622)	( 14 389 801)	( 108 396 780 )
Other Costs	( 305 746 166)	( 5 776 845)	( 110 831 892)	( 28 277 297)	( 47 048 884)	( 153 658 936)	( 157 462 220)	( 808 802 240 )
<b>Gross Profit (Loss)</b>	<b>654 458 302</b>	<b>87 759 889</b>	<b>827 390 212</b>	<b>146 003 110</b>	<b>152 687 517</b>	<b>32 236 505</b>	<b>( 92 031 968)</b>	<b>1 808 503 567</b>
<b>%Gross Profit (Loss)</b>	<b>54%</b>	<b>47%</b>	<b>78%</b>	<b>63%</b>	<b>55%</b>	<b>14%</b>	<b>-40%</b>	<b>53%</b>
Other Expenses and Revenues	( 128 847 813)	( 20 384 896)	( 110 315 956)	( 24 895 389)	( 26 445 526)	( 3 808 868)	439 791 018	125 092 570
<b>Net Profit / (Loss) Before Tax</b>	<b>525 610 489</b>	<b>67 374 993</b>	<b>717 074 256</b>	<b>121 107 721</b>	<b>126 241 991</b>	<b>28 427 637</b>	<b>347 759 050</b>	<b>1 933 596 137</b>
<b>%Net Profit/ (Loss) Before Tax</b>	<b>43%</b>	<b>36%</b>	<b>67%</b>	<b>53%</b>	<b>45%</b>	<b>12%</b>	<b>152%</b>	<b>56%</b>

**E-finance for Digital and Financial Investments Company**

**Notes to the interim condensed consolidated financial statement for the financial period ended from January 1, 2024 to September 30, 2024**

**September 30, 2023**

	Installation & Services Operation of Cards	Integrated Solution	Cloud Service	Maintenance and Networks	Technical & Consultancy Support	Card Center	Others	Total
	L.E	L.E	L.E	L.E	L.E	L.E	L.E	L.E
Revenues	1136 079 787	191 856 239	882 473 169	173 630 665	253 874 391	79 091 662	47 756 405	2 764 762 318
Salaries and Wages and Employee Benefit	(213 943 474 )	(27 141 627 )	(93 134 624 )	(13 829 965 )	(93 482 168 )	(11 678 023 )	(108 361 930 )	(561 571 811 )
Depreciation of Fixed Assets	(22 381 682 )	(1 893 419 )	(20 581 692 )	(2 275 124 )	(2 356 550 )	(9 068 264 )	(13 863 583 )	(72 420 314 )
Other Costs	(314 308 443 )	(19 745 772 )	(56 763 500 )	(83 623 862 )	(86 871 401 )	(48 067 857 )	(28 895 230 )	(640 276 065 )
<b>Gross Profit (Loss)</b>	<b>585 446 188</b>	<b>143 075 421</b>	<b>711 993 353</b>	<b>71 901 714</b>	<b>71 164 272</b>	<b>10 277 518</b>	<b>( 103 364 338)</b>	<b>1 490 494 128</b>
<b>%Gross Profit (Loss)</b>	<b>52%</b>	<b>75%</b>	<b>81%</b>	<b>41%</b>	<b>28%</b>	<b>13%</b>	<b>-216%</b>	<b>54%</b>

Other Expenses and Revenues

	(99 246 116 )	(9 189 025 )	(38 588 683 )	(13 640 700 )	(13 948 771 )	(16 745 095 )	319 499 340	128 140 950
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**Net Profit / (Loss) Before Tax**

	<b>486 200 072</b>	<b>133 886 396</b>	<b>673 404 670</b>	<b>58 261 014</b>	<b>57 215 501</b>	<b>( 6 467 577)</b>	<b>216 135 002</b>	<b>1 618 635 078</b>
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**%Net Profit/ (Loss) Before Tax**

	<b>43%</b>	<b>70%</b>	<b>76%</b>	<b>34%</b>	<b>23%</b>	<b>-8%</b>	<b>453%</b>	<b>59%</b>
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**December 31, 2023**

**September 30, 2024**

Assets and Liabilities	Assets L.E	Liabilities L.E	Assets L.E	Liabilities L.E
Segmentation Provision	4235 656 073	1380 207 105	3595 791 453	1275 415 848
Unallocated for Segmentation	4603 924 100	773 844 448	4039 257 754	759 571 997
<b>Total</b>	<b>8839 580 173</b>	<b>2154 051 553</b>	<b>7635 049 207</b>	<b>2034 987 845</b>



## 32 **Objectives and policies of financial instruments risk management**

The Company is exposed to the following risks arising from the use of financial instruments:

- A) Credit risk
- B) Market risk
- C) Liquidity risk

This note provides information about the Company's exposure to each of the risks mentioned above, and the Company's objectives, policies and processes in relation to measuring and managing these risks.

The company's board of directors is responsible for developing and supervising a framework for managing the risks that the company is exposed to. The top management of the company is responsible for setting and monitoring risk management policies and submitting reports to the Board of Directors dealing with its activities on a regular basis.

The current framework for managing financial risks in the Company is a combination of formally documented risk management policies in specific areas and undocumented risk management policies used in other areas.

### **A) Credit risk**

They are financial losses that the company incurs in the event that the client or the counterparty fails to fulfill its obligations that are regulated by the financial instrument contract, and then the company is exposed to credit risk mainly from clients, notes and other receipts, and due from related parties as well as from its financial activities, including balances with Banks.

#### **Other financial assets and cash deposits**

With respect to credit risk arising from the company's other financial assets at amortized cost, the entity is exposed to credit risk as a result of default by the counterparty in payment to a maximum equivalent to the carrying value of these assets.

The financial sector manages credit risk arising from bank balances, and the company limits its exposure to credit risk by depositing balances with international banks only or with reputable local banks, and local banks are subject to the supervision of the Central Bank of Egypt, and thus the risk of exposure to credit risk is weak.

The maximum exposure to risk is limited to the balances shown in (Note 13)

#### **Due from related parties**

Balances due from related parties are considered to have a minimum credit risk where the maximum exposure is equivalent to the book value of these balances Investments

#### **Trade and other receivables**

Credit risk arises based on the company's control policy, procedures and systems related to risk management. The credit strength of the customer is measured based on a credit score card for each individual customer and the credit limit is determined based on this evaluation. The company's revenues are due to a large company of clients with financial solvency and the outstanding balances of customers are constantly monitored, and the company conducts a study of impairment in every financial year.

The limit of the credit risk represents in the books of financial assets, here below statement with these balances on the financial position date:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Trade and other receivables	2 731 373 884	2 537 653 820
Due from related parties	14 733 229	12 006 925
Cash and Cash equivalents	1 754 346 839	1 505 212 691
Financial Investments at amortized cost	-	737 921 833

The Company determines the degree of credit risk based on data identified as expected of loss risk (The historical collection for the customer, customer contract terms) and historical credit terms. Credit risk grades are determined using qualitative and quantitative factors that indicate the risk of default.

The expected credit loss is assessed as follows:

- 1- The customer list has been divided into two sectors.
- 2- Each sector is divided by the age of trade receivables debt.
- 3- Each sector was reviewed according to the historical events of each sector. According to the study conducted, the expected default rate is derived from each of the above period.
- 4- General economic conditions

The Company reviews its forward-looking estimates and general economic conditions to assess the expected credit loss, which will depend mainly on current and expected inflation rates.

## **B) Market risk**

Market risk arises from the fluctuation of the fair value of future cash flows of a financial instrument as a result of changes in market prices. Examples are foreign exchange risk rate and interest risk rate, which are risks that affect the group's income. Financial instruments that are affected by market risks include interest-bearing loans and deposits, the objective of market risk management is to manage and control risk within acceptable limits while at the same time achieving profitable returns. The group does not hold or issue derivative financial instruments.

### **Exposure to interest rate risk**

Interest rate risk arises from fluctuations in the fair value or future cash flows of a financial instrument as a result of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates or not is mainly related to the company's obligations with a variable interest rate and interest-bearing deposits.

The general form of the interest rate of the company's financial instruments appears at the date of the financial statements as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
<b><u>Floating Interest Rate Financial Instruments</u></b>		
Financial Assets	1 754 346 839	1 505 212 691
	<u>1 754 346 839</u>	<u>1 505 212 691</u>

#### **Exposure to foreign exchange rate risk**

The following table shows the impact of a possible acceptable change in the exchange rates of the US Dollar and the Euro. In light of maintaining all other variables constant, the impact that occurred on the company's profits before taxation is due to changes in the value of assets and monetary liabilities. Changes in the exchange rates of all other foreign currencies are immaterial.

<u>Foreign Currencies</u>	<u>Exchange rate</u>	<u>Net Asset / Liability</u>	
		<u>In Foreign Currency</u>	<u>In EGP</u>
US Dollar	48.63	(1 596 696)	(77 647 326)
Euro	53.60	(5 000)	(268 000)
SAR	12.60	167 898	2 115 515

#### **C) Liquidity risk**

The group's management monitors the group's cash flows, financing and liquidity requirements of the group. The group's goal is to achieve a balance between continuity of financing and flexibility by obtaining loans from banks. The group manages liquidity risk by maintaining adequate reserves and by obtaining borrowing facilities, whereby the parent company maintains credit limits of 2 Billion Egyptian pound by continuously monitoring expected and actual cash flows and matching the maturity of assets and financial liabilities.

The parent company has sufficient cash to pay the expected operating expenses, including the financial liabilities expenses.

The table below summarizes the maturity dates of the Company's financial obligations based on contractual undiscounted payments.

<b><u>September 30, 2024</u></b>	<b>Net Book Value</b>	<b>Less than year</b>	<b>From 1 to 2 years</b>	<b>From 2 to 5 years or more</b>
	<b><u>L.E</u></b>	<b><u>L.E</u></b>	<b><u>L.E</u></b>	<b><u>L.E</u></b>
Trade and Other Payables	896 418 748	896 418 748	-	-
Other Obligations	752 896 510	523 114 043	-	229 782 467
Bank Facilities	23 350 223	23 243 328	106 895	-
Lease Liability	130 431 653	63 651 642	66 780 011	-
<b>Total</b>	<b>1 803 097 134</b>	<b>1 506 427 761</b>	<b>66 886 906</b>	<b>229 782 467</b>

<b><u>December 31, 2023</u></b>	<b>Net Book Value</b>	<b>Less than year</b>	<b>From 1 to 2 years</b>	<b>From 2 to 5 years or more</b>
	<b><u>L.E</u></b>	<b><u>L.E</u></b>	<b><u>L.E</u></b>	<b><u>L.E</u></b>
Trade and other payables	708 952 377	708 952 377	--	--
Other Obligations	712 020 482	399 428 573	--	312 591 909
Bank facilities	117 757 297	104 790 224	12 967 073	--
Lease Liability	150 235 921	56 281 248	93 954 673	--
<b>Total</b>	<b>1 688 966 077</b>	<b>1 269 452 422</b>	<b>106 921 746</b>	<b>312 591 909</b>

### 33 **Capital Management**

For the purpose of managing the company's capital, it includes the capital, the issued capital, and all other equity reserves of the company's shareholders.

The parent company manages its capital structure and adjusts it in light of changes in business conditions as well as to meet future developments of the activity. No changes were made in the objectives, policies or processes during the year, and the Company is not subject to any external requirements imposed on its capital.

	<b><u>September 30, 2024</u></b>	<b><u>December 31, 2023</u></b>
	<b><u>L.E</u></b>	<b><u>L.E</u></b>
Total Liability	2 154 051 553	2 034 987 845
Less Cash & Equivalent	(1 754 346 839)	(1 505 212 691)
<b>Net Liability</b>	<b>399 704 714</b>	<b>529 775 154</b>
Total Equity	6 685 528 620	5 600 061 362
<b>Net Liability: Total Equity Percentage</b>	<b>6%</b>	<b>%9.46</b>

**34 Contingent Liabilities**

Contingent liabilities are represented in the values of letters of guarantee that were not covered by the accounts of the Company's banks on behalf of others, except for what is covered by investment fund documents, as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Letters of Guarantee	195 398 080	318 194 287

**35 Share based payments**

- On February 5<sup>th</sup>, 2024 the remaining shares were activated with a total. 293,218 Shares with a price of 15.95 EGP/Share so the group bears on behalf of the employees 4,527,286 EGP which has been recognized in the consolidated statement of profit and loss.

**36 Basic and diluted earnings per share**

Basic earnings per share is calculated by dividing the net profit distributable to common stockholders by the weighted average number of shares outstanding during the period.

	<u>September 30, 2024</u>	<u>September 30, 2023</u>
	<u>L.E</u>	<u>L.E</u>
Net profit for the Period for the Owners of the Company (EGP)	1 393 512 488	1 147 363 264
BOD and Employees Share Suggested / Actual (EGP)	(223 529 662)	(138 838 018)
Net Profit Available for Ordinary Shares (EGP)	1 169 982 826	1 008 525 246
Average Number of Shares Outstanding During the Period for Basic Earnings (Share)	2 274 801 874	1 794 148 556
Basic Share in Earnings for the Period (EGP/Share)	0.51	0.56

**37 Reclassification of comparative figures**

Some comparative figures have been reclassified to be consistent with the current classification of the financial statements.

	<u>Before Adjustments</u>	<u>Adjustments</u>	<u>After Adjustments</u>
	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>
Investments in Associates	146 748 286	69 999 950	216 748 236
Trade and Other Receivables	2 613 048 299	(75 394 479)	2 537 653 820
Income Tax	-	5 394 529	5 394 529