

EFG Holding Company
(Egyptian Joint Stock Company)
Separate interim financial statements
for the period ended 31 March 2026
&
Review Report

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Review Report

To the Board of Directors of EFG Holding Company

Introduction

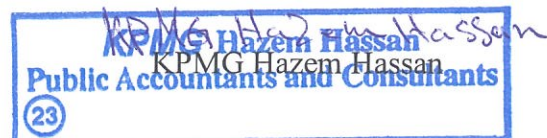
We have performed a limited review for the accompanying separate statement of financial position of EFG Holding Company (Egyptian Joint Stock Company) as of 31 March, 2026 and the related separate statements of income, comprehensive income, changes in equity and cash flows for the three months then ended, and a summary of significant accounting policies and other explanatory notes. The company's management is responsible for the preparation and fair presentation of these separate interim financial statements in accordance with Egyptian Accounting Standards. Our responsibility is to express a conclusion on these separate interim financial statements based on our limited review.

Scope of Limited Review

We conducted our limited review in accordance with Egyptian Standard on Review Engagements 2410, "Limited Review of Interim Financial Statements Performed by the Independent Auditor of the Entity." A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the Company, and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these interim financial statements.

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying separate interim financial statements do not present fairly, in all material respects, the unconsolidated financial position of the Company as at 31 March, 2026 and of its unconsolidated financial performance and its unconsolidated cash flows for the three months then ended in accordance with Egyptian Accounting Standards.



Cairo, May 20, 2026

EFG Holding company
(Egyptian Joint Stock Company)
Translation of financial statements originally issued in Arabic
Separate statement of financial position

<i>(in EGP Thousands)</i>	Note no.	31/3/2026	31/12/2025
Assets			
Non - current assets			
Investments at fair value through OCI	(13)	157 984	143 658
Loans to subsidiaries	(11,31)	7 137 922	7 529 874
Investment property	(14)	81 088	82 463
Investments in subsidiaries	(15)	10 599 959	10 599 959
Fixed assets	(16)	306 566	300 753
Intangible assets	(17)	26 593	26 046
Total non - current assets		<u>18 310 112</u>	<u>18 682 753</u>
Current assets			
Cash and cash equivalents	(3)	1 010 191	882 796
Investments at fair value through profit and loss	(4)	2 972 021	2 827 124
Investments at fair value through OCI	(13)	730 822	1 110 574
Due from subsidiaries & related parties	(5)	3 443 229	2 670 189
Other debit balances	(6)	158 074	187 650
Current portion of loans to subsidiaries	(11,31)	1 749 681	1 294 442
Total current assets		<u>10 064 018</u>	<u>8 972 775</u>
Total assets		<u>28 374 130</u>	<u>27 655 528</u>
Equity			
Issued & paid - in capital	(18)	7 179 465	7 179 465
Legal reserve		1 034 102	993 689
Other reserves		2 047 477	1 906 242
Equity settled share- based payment	(18:21)	-	121 558
Retained earnings		1 391 852	1 151 123
Total equity		<u>11 652 896</u>	<u>11 352 077</u>
Liabilities			
Non - current liabilities			
Deferred tax liabilities	(23)	791 081	581 918
Loans from subsidiaries	(12:31)	927 522	884 040
Finance lease liabilities	(24)	1 821 089	1 894 775
Total non - current liabilities		<u>3 539 692</u>	<u>3 360 733</u>
Current liabilities			
Current portion of loans from subsidiaries	(12:31)	477 882	345 220
Banks' overdraft	(8)	5 337 528	6 086 136
Due to subsidiaries & related parties	(7)	5 452 886	4 045 554
Creditors and other credit balances	(9)	1 266 143	1 665 474
Claims provision	(10)	468 153	589 804
Current portion of finance lease liabilities	(24)	178 950	210 530
Total current liabilities		<u>13 181 542</u>	<u>12 942 718</u>
Total liabilities		<u>16 721 234</u>	<u>16 303 451</u>
Total equity and liabilities		<u>28 374 130</u>	<u>27 655 528</u>

The accompanying notes and accounting policies from page (6) to page (45) are an integral part of these interim financial statements and are to be read therewith.


 Mona Zulficar
 Chairperson


 Karim Awad
 Group Chief Executive Officer

" Review Report attached "

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EFG Holding Company
(Egyptian Joint Stock Company)
Translation of financial statements originally issued in Arabic
Separate income statement

<i>(in EGP Thousands)</i>	Note no.	For the period ended 31/3/2026	For the period ended 31/3/2025
Revenues			
Dividends income	(20)	3	2 821 109
Custody activity income		15 895	11 405
Treasury bills and bonds interest	(13)	30 843	38 919
Interest income	(29)	154 873	147 941
Gain (loss) from sale of fixed asset		2 200	(11)
Other income	(25,29)	66 591	52 578
Gain on sale / redemptions of financial investments	(26)	124	98
Foreign currencies exchange differences		883 680	(3 972)
Net changes in the fair value of investments at fair value through profit and loss	(4)	144 885	(179 916)
Reversal of impairment on assets	(3)	178	154
Provisions no longer needed	(10)	121 651	-
Total revenues		1 420 923	2 888 305
Expenses			
Finance cost	(29)	(509 171)	(450 050)
General administrative expenses	(21)	(405 879)	(322 155)
Fixed assets depreciation	(16)	(12 229)	(8 307)
Investment property depreciation	(14)	(1 375)	(1 375)
Intangible assets amortization	(17)	(1 891)	(1 069)
Total expenses		(930 545)	(782 956)
Profit before tax		490 378	2 105 349
Current income tax		(5 786)	(7 892)
Deferred tax	(23)	(203 450)	63 102
Profit for the period		281 142	2 160 559
Earnings Per Share (EGP)	(27)	0.20	1.48

The accompanying notes and accounting policies from page (6) to page (45) are an integral part of these interim financial statements and are to be read therewith.

EFG Holding Company
(Egyptian Joint Stock Company)
Translation of financial statements originally issued in Arabic
Separate statement of comprehensive income

<i>(in EGP Thousands)</i>	For the period ended 31/3/2026	For the period ended 31/3/2025
Profit for the period	281 142	2 160 559
Other comprehensive income:		
Investments at fair value through OCI - net change in fair value	25 390	2 254
Tax related to comprehensive income items	(5 713)	(940)
Other comprehensive income	<u>19 677</u>	<u>1 314</u>
Total comprehensive income for the period	<u><u>300 819</u></u>	<u><u>2 161 873</u></u>

The accompanying notes and accounting policies from page (6) to page (45) are an integral part of these interim financial statements and are to be read therewith.

EFG Holding Company

(Egyptian Joint Stock Company)

Translation of financial statements originally issued in Arabic

Separate statement of changes in equity

	Attributable to owners of the Company									Total equity
	Issued & paid-in capital	Legal reserve	Other reserves				Treasury Shares	Equity settled share-based payment	Retained Earnings	
			General reserve	Share premium	Fair value- Investments at fair value through OCI	Revaluation surplus of fixed assets transferred to investment property				
<i>(in EGP Thousands)</i>										
Balance as at 31 December, 2025	7 179 465	993 689	158	1 843 542	48 155	14 387	-	121 558	1 151 123	11 352 077
Total comprehensive income										
Profit for the period	-	-	-	-	-	-	-	-	281 142	281 142
Other comprehensive income items	-	-	-	-	19 677	-	-	-	-	19 677
Total comprehensive income	-	-	-	-	19 677	-	-	-	281 142	300 819
Transactions with owners of the Company										
Equity settled share- based payment	-	-	-	-	-	-	-	(121 558)	-	(121 558)
Transferred to share premium reserve	-	-	-	121 558	-	-	-	-	-	121 558
Transferred to legal reserve	-	40 413	-	-	-	-	-	-	(40 413)	-
Balance as at 31 March, 2026	7 179 465	1 034 102	158	1 965 100	67 832	14 387	-	-	1 391 852	11 652 896
Balance as at 31 December, 2024	7 298 030	993 689	158	1 797 838	56 169	14 387	(399 975)	364 672	618 557	10 743 525
Total comprehensive income										
Profit for the period	-	-	-	-	-	-	-	-	2 160 559	2 160 559
Other comprehensive income items	-	-	-	-	1 314	-	-	-	1 563	2 877
Total comprehensive income	-	-	-	-	1 314	-	-	-	2 162 122	2 163 436
Transactions with owners of the Company										
Equity settled share- based payment	-	-	-	-	-	-	-	(121 558)	-	(121 558)
Transferred to share premium reserve	-	-	-	121 557	-	-	-	-	-	121 557
Balance as at 31 March, 2025	7 298 030	993 689	158	1 919 395	57 483	14 387	(399 975)	243 114	2 780 679	12 906 960

The accompanying notes and accounting policies from page (6) to page (45) are an integral part of these interim financial statements and are to be read therewith.

EFG Holding Company
(Previously EFG Hermes Holding Company)
(Egyptian Joint Stock Company)
Separate statement of cash flows

	Note no.	For the period ended 31/03/2026	For the period ended 31/03/2025
<i>(in EGP Thousands)</i>			
Cash flows from operating activities			
Profit before tax		490 378	2 105 349
Adjustments for :			
Gain from sale of fixed assets		(2 200)	11
Fixed assets depreciation	(16)	12 229	8 307
Investment property depreciation	(14)	1 375	1 375
Intangible assets amortization	(17)	1 891	1 069
Reversal of impairment on assets		(178)	(154)
Provisions no longer needed	(10)	(121 651)	-
Provisions used	(10)	-	(1 235)
Net changes in the fair value of investments at fair value through profit and loss		(144 885)	179 916
Gains on sale / redemptions of financial investement		(124)	(98)
Treasury bills and bonds interests		(30 843)	(38 919)
Interest income		(154 873)	(147 941)
Finance cost		509 171	450 050
Foreign currencies exchange differences		(883 680)	3 972
		<u>(323 390)</u>	<u>2 561 702</u>
Change in			
Investments at fair value through profit and loss		(1)	386
Due from subsidiaries and related parties		(532 892)	(975 190)
Other debit balances		30 589	10 622
Due to subsidiaries and related parties		986 451	(694 929)
Creditors and other credit balance		(408 067)	(777 893)
Income tax paid		(15 587)	(15 268)
Net cash (used in) provided from operating activities		<u>(262 897)</u>	<u>109 430</u>
Cash flows from investment activities			
Payments to purchase fixed assets	(16)	(18 042)	(17 087)
Proceeds from sale of fixed assets	(16)	2 200	-
Payments to purchase intangible assets	(17)	(2 438)	(614)
Proceeds from interest income		206 960	224 281
Payments for loans to subsidiaries		(998 552)	(1 140 000)
Proceeds from loans to subsidiaries		1 980 000	2 460 000
Proceeds from loans from subsidiaries		1 478 359	75 945
Payments for loans from subsidiaries		(1 328 359)	-
Proceeds from sale of Investments at fair value through OCI		369 573	2 294
Payments to purchase investments in subsidiaries		-	(263 784)
Proceeds from investments in subsidiaries		-	63 720
Net cash provided from investment activities		<u>1 689 701</u>	<u>1 404 755</u>
Cash flows from financing activities			
Dividends payout		(37 258)	-
Payments for Purchasing of Treasury Shares		-	(425 565)
Payments for finance expense		(481 650)	-
Payments for finance lease liabilities		(105 266)	-
Net cash used in financing activities		<u>(624 174)</u>	<u>(425 565)</u>
Net change in cash and cash equivalents during the period		802 630	1 088 620
Cash and cash equivalents at the beginning of the period	(22)	(5 129 967)	(4 806 551)
Cash and cash equivalents at the end of the period	(22)	<u>(4 327 337)</u>	<u>(3 717 931)</u>

The accompanying notes and accounting policies from page (6) to page (45) are an integral part of these interim financial statements and are to be read therewith.

EFG Holding Company

(Egyptian Joint Stock Company)

Translation of financial statements originally issued in Arabic

For the period ended March 31, 2026

(In the notes all amounts are shown in EGP Thousands unless otherwise stated)

1- Description of business

1-1 Legal status

EFG Holding S.A.E “The Company” is an Egyptian Joint Stock Company subject to the provisions of the Capital Market Law No.95 of 1992 and its executive regulations. The Company’s registered office is located in Smart Village building No. B129, phase 3, KM 28 Cairo Alexandria Desert Road, 6 October, Egypt.

The name of the company have been changed to EFG Holding based of the General Assembly’s approved dated May 24, 2023 and was reflected in the commercial register on June 14, 2023.

1-2 Purpose of the company

- EFG Holding is a premiere financial services corporation that offers diverse investment banking services including securities brokerage, investment banking, asset management and private equity, in addition to its non-banking financial products, including leasing, micro-finance, factoring, securitization, collection and Sukuk.
- The purpose of the company includes participation in the establishment of companies that issue securities or in increasing their share capital, custody activities and margin trading.

2- Basis of preparation

2-1 Statement of compliance

- These financial statements have been prepared in accordance with the Egyptian Accounting Standards and relevant Egyptian laws and regulations.
- The financial statements were authorized for issue in accordance with a resolution of the board of directors on 19 May 2026.

2-2 Functional and presentation currency

These financial statements are presented in Egyptian Pounds (EGP), which is the Company’s functional currency and all the financial data presented are in Egyptian Pounds (EGP).

2-3 Use of estimates and judgments

In preparing these consolidated financial statements, management has made judgements, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

- Estimates and assumptions about them are reviewed on regular basis.
- The change in accounting estimates is recognized in the period where the estimate is changed whether the change affects only that period, or in the period of change and the future periods if the change affects them both.

2-4 Consolidated financial statements

The Company has subsidiaries and according to the Egyptian Accounting Standard No. 42 "consolidated financial statements" and the article No. 188 of the executive regulation of law No. 159-1981, the Company is required to prepare consolidated financial statements which present fairly the financial position, the result of operations and cash flows for the group as a whole.

3- Cash and cash equivalents

	31/3/2026	31/12/2025
Cash on hand	1 005	723
Banks - current accounts	1 009 186	763 001
Banks - time deposits	--	119 250
Total	<u>1 010 191</u>	<u>882 974</u>
Deduct: Impairment loss	--	(178)
Balance	<u>1 010 191</u>	<u>882 796</u>
	=====	=====

4- Investments at fair value through profit and loss

	31/3/2026	31/12/2025
Mutual fund certificates	2 968 685	2 823 693
Equity securities	3 336	3 431
Balance	<u>2 972 021</u>	<u>2 827 124</u>
	=====	=====

5- Due from subsidiaries & related parties

	31/3/2026	31/12/2025
EFG- Hermes Advisory Inc.	2 505 321	1 878 446
Fleming CIIC Holding	23 858	22 769
EFG- Hermes PE Holdco limited	19 268	--
EFG- Hermes IFA Financial Brokerage	26 613	5 282
EFG Hermes Fund Management	120 844	69 779
EFG- Hermes Brokerage – UAE LLC.	45 205	44 473
EFG International Treasury Management limited	--	167 087
Hermes portfolio & fund management	33 933	2 668
EFG- Hermes Global CB Holding Limited	4 259	3 369
EFG Hermes for Sukuk	849	448
EFG Mena Securities Ltd.	190	655
EFG Hermes Brokerage Holding Limited	129 385	--
EFG Hermes IB Holding limited	367 979	401 775
EFG-Hermes International Securities Brokerage	221 998	134 864
EFG-Hermes Digital Solution	25 606	20 684
WM Holdco Limited	31	--
	<hr/>	<hr/>
Total	3 525 339	2 752 299
Impairment *	(82 110)	(82 110)
	<hr/>	<hr/>
Balance	3 443 229	2 670 189
	<hr/> <hr/>	<hr/> <hr/>

* The impairment amount deducted represents impairment in Fleming CIIC Holding and EFG Hermes Fund Management.

6- Other debit balances

	31/3/2026	31/12/2025
Accrued revenues	598	52 412
Taxes withheld by others	11 697	8 840
Deposits with others	11 484	11 484
Prepaid expenses	49 029	27 978
Employees advances	10 101	12 419
Down payments to suppliers	30 248	26 454
Sundry debtors	44 917	48 063
	<hr/>	<hr/>
Balance	158 074	187 650
	<hr/> <hr/>	<hr/> <hr/>

7- Due to subsidiaries & related parties

	31/3/2026	31/12/2025
Arab Visual Company	1 251	1 251
Hermes Corporate Finance Co.	7 644	8 016
EFG- Hermes Fixed Income	4 880	5 245
EFG Hermes securitization	1 946	2 347
EFG- Hermes Syria LTD	7 912	7 912
EFG - Hermes Promoting & Underwriting	206 942	398 382
EFG - Hermes Int. Fin Corp	2 017	2 080
EFG securitization	4 917	5 318
Bayonne Enterprises Ltd.	466 067	1 168 344
Hermes securities brokerage	721 345	454 798
EFG International Treasury Management Limited	859 504	--
EFG Hermes IB Limited	2 861 571	1 932 824
EFG- Hermes USA	5 148	4 499
EFG- Finance Holding	301 742	46 312
EFG Hermes PE Holdco limited	--	8 226
	<hr/>	<hr/>
	5 452 886	4 045 554
	<hr/> <hr/>	<hr/> <hr/>

8- Bank overdraft

Banks overdraft includes the credit facilities granted from one of the banks which represents the following:

- A pledged Treasury bills contract has been signed to obtain a credit facility. The balance of facility as of 31 March, 2026 is EGP Thousands 721 264.

9- Creditors and other credit balances

	31/3/2026	31/12/2025
Social Insurance Authority	1 573	1 326
Accrued expenses	369 826	1 096 038
Clients' coupons - custody activity	261 509	257 604
Unearned revenues	138 385	12 211
Medical Takaful Insurance Tax	15 881	12 633
Sundry credit balances	223 719	192 895
Tax Authority	255 250	55 509
Dividends Payable	--	37 258
	<hr/>	<hr/>
Balance	1 266 143	1 665 474
	<hr/> <hr/>	<hr/> <hr/>

10- Claims provision

	31/3/2026	31/12/2025
Balance at the beginning of the period / year	589 804	592 009
Amounts used during the period / year	--	(2 205)
Provisions no longer needed	(121 651)	--
	<hr/>	<hr/>
Balance at the end of the period / year	468 153	589 804
	<hr/> <hr/>	<hr/> <hr/>

EFG Holding Company
Translation of financial statements originally issued in Arabic
For the period ended March 31, 2026 (Cont'd)
(In the notes all amounts are shown in EGP Thousands unless otherwise stated)

11- Loans to subsidiaries

Company's name	Currency	Loan Value	Loan date	Maturity date	Balance in 31/3/2026	Balance in 31/12/2025
TANMEYA for micro finance	EGP	20 million	15/2/2026	15/2/2031	20 000	--
TANMEYA for micro finance	EGP	30 million	5/3/2026	5/3/2031	30 000	--
TANMEYA for micro finance	EGP	400 million	28/9/2025	27/9/2030	400 000	400 000
EFG Finance Holding	EGP	500 million	26/8/2024	25/8/2029	45 000	45 000
EFG Corp Solutions	USD	2.3 million	30/12/2025	29/12/2030	125 534	109 710
EFG Corp Solutions	USD	3.1 million	2/3/2026	2/3/2031	169 198	--
EFG International Treasury Management LTD	USD	75 million	1/10/2025	30/9/2030	4 093 500	3 577 500
Bayonne Enterprises Limited	USD	73.3 million	1/12/2025	30/11/2030	4 004 371	3 499 606
EFG Finance B.V	USD	25 million	29/12/2025	13/1/2026	--	1 192 500
Total					8 887 603	8 824 316
Current portion of loans to subsidiaries					1 749 681	1 294 442
Non-current portion of loans to subsidiaries					7 137 922	7 529 874
					<u>8 887 603</u>	<u>8 824 316</u>

12- Loans from subsidiaries

Company's name	Currency	Loan Value	Loan date	Maturity date	Balance in 31/3/2026	Balance in 31/12/2025
Hermes securities brokerage	EGP	250 million	13/3/2024	12/3/2029	250 000	250 000
Hermes securities brokerage	EGP	50 million	16/4/2024	15/4/2029	50 000	50 000
Hermes securities brokerage	EGP	250 million	13/4/2025	12/4/2030	250 000	250 000
Hermes securities brokerage	EGP	580 million	25/9/2025	24/9/2030	230 000	230 000
Hermes securities brokerage	EGP	70 million	1/10/2025	30/9/2030	12 000	12 000
Hermes securities brokerage	EGP	100 million	29/10/2025	28/10/2030	100 000	100 000
Hermes securities brokerage	EGP	156 million	26/11/2025	25/11/2030	156 000	156 000
Hermes securities brokerage	EGP	100 million	15/1/2026	14/1/2031	100 000	--
EFG Corp Solutions	EGP	50 million	15/2/2026	14/2/2031	50 000	--
Hermes securities brokerage	USD	1.5 million	12/3/2025	11/3/2030	81 870	71 550
EFG International Treasury Management Limited	USD	20 million	30/6/2025	31/12/2026	125 534	109 710
Total					1 405 404	1 229 260
Current portion of loans from subsidiaries					477 882	345 220
Non-current portion of loans from subsidiaries					927 522	884 040
					<u>1 405 404</u>	<u>1 229 260</u>

13- Investments at fair value through OCI

	31/3/2026	31/12/2025
Non- current investments		
Equity securities	20 532	20 532
Mutual fund certificates	116 463	101 783
Debt instruments – bond *	20 989	21 343
	<u>157 984</u>	<u>143 658</u>
Current investments		
Debt instruments – bonds *	730 822	1 110 574
	<u>888 806</u>	<u>1 254 232</u>
	=====	=====

Investments at fair value through OCI are represented in the following:

Quoted investments	751 811	1 131 918
Non- quoted investments	136 995	122 314
	<u>888 806</u>	<u>1 254 232</u>
	=====	=====

* Note no (8).

14- Investment property

	Buildings
Cost	
Total cost as at 1/1/2026	137 437
	<hr/>
Total cost as at 31/3/2026	137 437
	<hr/>
Total cost as at 1/1/2025	137 437
	<hr/>
Total cost as at 31/3/2025	137 437
	<hr/>
Accumulated depreciation	
Accumulated depreciation as at 1/1/2026	54 974
Depreciation for the period	1 375
	<hr/>
Accumulated depreciation as at 31/3/2026	56 349
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Accumulated depreciation as at 1/1/2025	49 477
Depreciation for the period	1 375
	<hr/>
Accumulated depreciation as at 31/3/2025	50 852
	<hr/>
Net carrying amount	
Net carrying amount as at 31/3/2026	81 088
	=====
Net carrying amount as at 31/3/2025	86 585
	=====
Net carrying amount as at 31/12/2025	82 463
	=====

* Note no. (24)

- Investment property represents the area owned by EFG Holding Company in Nile city building. The fair value of the investment amounted to EGP Thousands 796 080 as of 31 March, 2026.

EFG Holding Company
Translation of financial statements originally issued in Arabic
For the period ended March 31, 2026 (Cont'd)
(In the notes all amounts are shown in EGP Thousands unless otherwise stated)

15- Investments in subsidiaries

Company's name	Nationality	Share percentage. %	Currency of payment	Carrying amount	
				31/3/2026	31/12/2025
EFG- Hermes International Securities Brokerage	Egyptian	99.87	EGP	75 094	75 094
Hermes Securities Brokerage	Egyptian	97.58	EGP	254 544	254 544
Hermes Corporate Finance Co.	Egyptian	99.47	EGP	5 976	5 976
EFG - Hermes Promoting & Underwriting	Egyptian	99.88	EGP	78 220	78 220
EFG- Hermes Fixed Income (15-3)	Egyptian	99	EGP	9 900	9 900
EFG Hermes for digital solutions	Egyptian	96.3	EGP	1 249	1 249
EFG- Hermes Advisory Inc. (15-1)	BVI	100	USD	--	--
Etkan for Inquiry and Collection and Business processes.(15-1), (15-2)	Egyptian	0.002	EGP	--	--
EFG - Hermes Int. Fin Corp (15-1)	Cayman Islands	100	USD	--	--
Bayonne Enterprises Ltd. (15-1)	BVI	100	EGP	--	--
EFG Hermes securitization	Egyptian	99.999	EGP	5 000	5 000
EFG-Direct Investment Fund	Egyptian	64	EGP	640	640
EFG- Hermes IB Limited	Cayman Islands	100	USD	921 560	921 560
EFG – Hermes Brokerage Holding Ltd (15-4)	Emirates	100	USD	1 551 886	1 551 886
EFG – Hermes USA	American	100	USD	2 640	2 640
EFG Finance Holding S.A.E (15-2)	Egyptian	99.82	EGP	1 374 666	1 374 666
EFG International Treasury Management Ltd	Emirates	100	USD	786 796	786 796
EFG- Hermes Global CB Holding Limited	Cayman Islands	100	USD	575	575
EFG Hermes for Sukuk	Egyptian	90	EGP	9 000	9 000
EFG Hermes Fund Management (15-3)	Egyptian	88.512	EGP	35 589	35 589
Hermes portfolio fund management	Egyptian	78.81	EGP	23 004	23 004
Fleming CIIC Holding (15-3)	Egyptian	100	EGP	100 000	100 000
Bank NXT	Egyptian	51	EGP	4 693 929	4 693 929
EFG Hermes IB Holding Limited	Emirates	100	USD	778 398	778 398
Total				10 708 666	10 708 666
Impairment (15-3)				(108 707)	(108 707)
Balance				10 599 959	10 599 959

(15-1) The company owns investments in subsidiaries with amounts less than one EGP thousand as follows

- EFG- Hermes Advisory Inc. with amount by EGP 6.
- Etkan for Inquiry and Collection and Business processes with amount by EGP 100.
- EFG - Hermes Int. Fin Corp with amount by EGP 16.
- Bayonne Enterprises Ltd. with amount by EGP 6.

(15-2) The company owns 99.82% of EFG Finance Holding S.A.E Co., which owns 95.2% in Etkan for Inquiry and Collection and Business processes Co. Hence, it has full control of the operational and financial policies and EFG Finance Holding S.A.E Co. is considered a subsidiary.

(15-3) Impairment items represent in EFG Hermes Fund Management, Fleming CIIC Holding and EFG-Hermes Fixed Income.

(15-4) During 2025, the capital of EFG Hermes Brokerage Holding Ltd. was increased.

- Investments in subsidiaries are represented in non - quoted investments.

16- Fixed assets

	Land*	Buildings*	Office furniture & equipment	Computer Equipment	Vehicles & transportation means	Fixtures	Total
Cost							
Balance as at 1/1/2026	18 597	244 160	56 154	225 408	34 439	20 387	599 145
Additions during the period	--	--	1 245	765	--	16 032	18 042
Disposals during the period	--	--	--	--	(380)	--	(380)
Total cost as at 31/3/2026	18 597	244 160	57 399	226 173	34 059	36 419	616 807
Total cost as at 1/1/2025	18 597	244 160	48 022	148 051	38 138	8 953	505 921
Additions during the period	--	--	1 363	15 724	--	--	17 087
Disposals during the period	--	--	--	(23)	--	--	(23)
Total cost as at 31/3/2025	18 597	244 160	49 385	163 752	38 138	8 953	522 985
Accumulated depreciation							
Accumulated depreciation as at 1/1/2026	--	104 367	42 124	125 759	18 065	8 077	298 392
Depreciation during the period	--	1 966	1 332	6 526	1 395	1 010	12 229
Accumulated depreciation for disposal	--	--	--	--	(380)	--	(380)
Accumulated depreciation as at 31/3/2026	--	106 333	43 456	132 285	19 080	9 087	310 241
Accumulated depreciation as at 1/1/2025	--	96 506	37 494	109 064	16 185	7 076	266 325
Depreciation during the period	--	1 966	1 052	3 769	1 395	125	8 307
Accumulated depreciation for disposal	--	--	--	(12)	--	--	(12)
Accumulated depreciation as at 31/3/2025	--	98 472	38 546	112 821	17 580	7 201	274 620
Net carrying amount							
Net carrying amount as at 31/3/2026	18 597	137 827	13 943	93 888	14 979	27 332	306 566
Net carrying amount as at 31/3/2025	18 597	145 688	10 839	50 931	20 558	1 752	248 365
Net carrying amount as at 31/12/2025	18 597	139 793	14 030	99 649	16 374	12 310	300 753

* Note no. (24)

17- Intangible assets

	Software license
Cost	
Balance as at 1/1/2026	73 350
Additions during the period	2 438
	<hr/>
Total cost as at 31/3/2026	75 788
	<hr/>
Balance as at 1/1/2025	52 375
Additions during the period	614
	<hr/>
Balance as at 31/3/2025	52 989
	<hr/>
Accumulated amortization	
Accumulated amortization as at 1/1/2026	47 304
Amortization during the period	1 891
	<hr/>
Accumulated amortization as at 31/3/2026	49 195
	<hr/>
Accumulated amortization as at 1/1/2025	43 109
Amortization during the period	1 069
	<hr/>
Accumulated amortization as at 31/3/2025	44 178
	<hr/>
Net carrying amount	
Net carrying amount as at 31/3/2026	26 593
	<hr/> <hr/>
Net carrying amount as at 31/3/2025	8 811
	<hr/> <hr/>
Net carrying amount as at 31/12/2025	26 046
	<hr/> <hr/>

18- Share capital

- The company's Extraordinary General Assembly approved in its session held on September 20, 2025 to decrease the company's issued capital from EGP Thousands 7,298,030 to EGP Thousands 7,179,465 distributed on 1,435,893,008 shares with an decrease amounting to EGP Thousands 118,565 through writing off 23,713,000 treasury shares with par value EGP 5 per share, which had been held for more than one year, while charging the price difference between the acquisition cost of the treasury shares and their par value, amounting to EGP Thousands 281,410 to the Share Premium account. All written-off shares were originally issued for cash consideration. The required procedures were completed, and the reduction was recorded in the company's Commercial Register.

19- Contingent liabilities & commitments

The Company guarantees its subsidiaries – EFG-Hermes International Securities Brokerage, Hermes Securities Brokerage and EFG- Hermes Jordan– against the credit facilities granted from banks and EFG- Hermes Brokerage – UAE against the Letters of Guarantee granted from banks amounting to AED Thousands 143 670 (equivalent to EGP Thousands 2 134 648).

20- Dividend income

	For the period ended 31/3/2026	For the period ended 31/3/2025
Income from investments at fair value through OCI	--	39
Income from investments at fair value through profit and loss	3	550
Income from investments in subsidiaries	--	2 820 520
Total	<u>3</u>	<u>2 821 109</u>
	=====	=====

21- General administrative expenses

	For the period ended 31/3/2026	For the period ended 31/3/2025
Wages , salaries and similar items*	265 879	194 266
Consultancy	21 911	12 444
Travel , accommodation and transportation	6 306	7 870
Leased line and communication	7 279	8 750
Rent and utilities expenses	2 545	5 694
Other expenses	101 959	93 131
Total	<u>405 879</u>	<u>322 155</u>

*Share-based payments.

The Company introduced an Employees Share Ownership plan (ESOP) in accordance with the shareholder's approval at the extraordinary general assembly meeting by issuing Free shares representing 5.5% of the issued capital of the Company shall be granted to employees, managers and executive board members of the Company and its subsidiaries.

The duration of this program is five years starting as of 1 January 2021 till 31 December 2025, the vesting period is 3-4 years starting from 1 January 2021 till 31 December 2024. The beneficiary entitled to shares granted to 4 equal installments.

The equity instruments for share-based payment are recognized at fair value on the grant date and are recorded in the income statement with a corresponding increase in equity.

Equity instruments during the period/year represent the following:

	For the period ended 31/3/2026	For the year ended 31/12/2025
	Number of shares	Number of shares
Shares granted at the beginning of the period /year	16 006 056	48 018 166
Shares granted during the period/year	--	11 060 729
Shares exercised during the period/year	(16 006 056)	(43 072 839)
Total at the end of the period /year	<u>--</u>	<u>16 006 056</u>

22- Cash and cash equivalents

For the purpose of preparing the statement of cash flows, cash and cash equivalents are represented in the following:

	For the period ended 31/3/2026	For the year ended 31/12/2025
Cash and cash equivalents as presented in the statement of financial position	1 010 191	882 974
Banks overdraft	(5 337 528)	(6 086 136)
Effect of exchange rate changes	--	73 195
	<u> </u>	<u> </u>
Cash and cash equivalents (adjusted)	<u> </u> <u> </u>	<u> </u> <u> </u>

23- Deferred tax liabilities

Deferred tax liabilities (assets) are attributable to the following:

	31/3/2026	31/12/2025
	Liability (Asset)	Liability (Asset)
(A) Deferred tax		
Fixed assets' (depreciation)	1 806	11 523
Investment property (depreciation)	3 788	13 915
Intangible assets (amortization)	2 950	9 903
Investment property (revaluation reserve)	(1 867)	(1 867)
Foreign currencies exchange differences	150 559	(48 269)
Investments at fair value	614 151	582 732
	<u> </u>	<u> </u>
Net deferred tax liabilities	<u> </u> <u> </u>	<u> </u> <u> </u>
(B) Deferred tax recognized directly in equity		
	31/3/2026	31/12/2025
Investments at fair value through OCI *	19 694	13 981
	<u> </u>	<u> </u>
Balance	<u> </u> <u> </u>	<u> </u> <u> </u>

* Directly deducted from changes in investments at fair value through OCI item presented in the statement of changes in equity.

24- Finance Lease Liability

	31/3/2026	31/12/2025
Current portion of lease liability	178 950	210 530
Non-current portion of lease liability	1 821 089	1 894 775
	<hr/>	<hr/>
Balance	2 000 039	2 105 305
	<hr/> <hr/>	<hr/> <hr/>

EFG Holding Company has entered into a sale and leaseback agreement for the entire land and buildings located in the Smart Village (Note 16), as well as the full floor areas of the ninth, tenth and eleventh floors above the mezzanine, ground floor and basements in the north tower, including their respective shares in the land and common areas of the Nile City building (Note 14).

25- Other income

Other income item presented in the income statement includes the value of rental for some affiliated companies, (Note 29) also includes the value of rental spaces owned by the Company in Nile City building.

26- Gain on sale / redemptions of investments

	For the period ended 31/3/2026	For the period ended 31/3/2025
Investments at fair value through OCI	124	98
	<hr/>	<hr/>
Total	124	98
	<hr/> <hr/>	<hr/> <hr/>

27- Earnings per share

	For the period ended 31/3/2026	For the period ended 31/3/2025
Profit for the period	281 142	2 160 559
	<hr/>	<hr/>
Weighted average number of shares	1 435 893	1 459 606
	<hr/>	<hr/>
Earnings per share (EGP)	0.20	1.48
	<hr/> <hr/>	<hr/> <hr/>

28- Tax status

- As to Income Tax, for the years from the start of operations until 2019, the competent Tax Inspectorate inspected the parent company's books and all the disputed points have been settled with the Internal Committee. And as to years 2020/2022 have been inspected and appealed and as to years 2023/2024 have not been inspected yet.
- As to Salaries Tax, the parent company's books had been examined till 2022 and all the disputed points have been settled with the Internal committee and as to years 2023 till march 2026, the company paid tax monthly and have not been inspected yet.
- As to Stamp Tax, the parent company's books had been examined from year 1998 till 2022 and all the disputed points have been settled with the competent Tax Inspectorate and as to years 2023/2025 have not been inspected yet.
- As to Property Tax, for Nile City building, the company paid tax till December 31, 2025 and as for Smart Village building, the company paid tax till December 31, 2025.

29- Related party transactions

The related parties transactions are represented in the following:

- Other income item an amount of EGP Thousands 20 146 which represents the value of rental spaces for some affiliated companies.
- Interest income item presented in the income statement includes an amount of EGP Thousands 3 291 represent the interest on subordinated loan to EFG Corp – Solutions and an amount of EGP Thousands 21 750 to TANMEYA for micro finance, an amount of EGP Thousands 25 469 to EFG Finance Holding and an amount of EGP Thousands 40 690 representing interest on loan from Bayonne Enterprises Ltd and an amount of EGP Thousands 41 595 to EFG International Treasury Management and an amount of EGP Thousands 3 030 to EFG Finance BV and an amount of EGP Thousands 1 009 to EFG for SME.
- Finance cost item presented in the income statement includes an amount of EGP Thousands 64 803 representing interest on loan from Hermes securities brokerage and an amount of EGP Thousands 15 982 representing interest on loan from EFG International Treasury Management and an amount of EGP Thousands 2 208 representing interest on loan from EFG Corp – Solutions.
- The company grants supporting loans to some companies for the purpose of providing financial leverage (Note no. 11).

30- Measurement of fair value

- Countless group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.
- When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.
 - Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
 - Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
 - Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).
- If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.
- Valuation techniques include net present value and discounted cash flow models, comparison with similar instruments for which observable market prices exist and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark interest rates, credit spreads and other premiums used in estimating discount rates, bond and equity prices, foreign currency exchange rates.
- The following table analyses financial instruments measured at fair value at the reporting date, by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position:

31 March 2026

	Note	Level 1	Level 2	Level 3	Total
<u>Financial assets</u>	no				
Mutual fund certificates	(4,13)	--	--	3 085 148	3 085 148
Equity securities	(4,13)	931	--	22 937	23 868
Debt instruments	(13)	751 811	--	--	751 811
		<u>752 742</u>	<u>--</u>	<u>3 108 085</u>	<u>3 860 827</u>

31 December 2025

	Note	Level 1	Level 2	Level 3	Total
<u>Financial assets</u>	no				
Mutual fund certificates	(4,13)	--	--	2 925 476	2 925 476
Equity securities	(4,13)	1 026	--	22 937	23 963
Debt instruments	(13)	1 131 917	--	--	1 131 917
		<u>1 132 943</u>	<u>--</u>	<u>2 948 413</u>	<u>4 081 356</u>

31- Classification of financial assets and financial liabilities

31 March 2026

<u>Financial assets</u>	Note	Amortized Cost	FVTPL	FVTOCI
	no			
Mutual fund certificates	(4,13)	--	2 968 685	116 463
Equity securities	(4,13)	--	3 336	20 532
Debt instruments	(13)	--	--	751 811
Cash and cash equivalents	(3)	1 010 191	--	--
Due from subsidiaries and related parties	(5)	3 443 229	--	--
Other debit balances	(6)	158 074	--	--
Loans to subsidiaries	(11)	8 887 603	--	--
		<u>13 499 097</u>	<u>2 972 021</u>	<u>888 806</u>
<u>Financial Liabilities</u>				
Banks overdraft	(8)	5 337 528	--	--
Due to subsidiaries and related parties	(7)	5 452 886	--	--
Creditors and other credit balances	(9)	1 266 143	--	--
Loans from subsidiaries	(12)	1 405 404	--	--
		<u>13 461 925</u>	<u>--</u>	<u>--</u>

31 December 2025

<u>Financial assets</u>	Note	Amortized Cost	FVTPL	FVTOCI
	no			
Mutual fund certificates	(4,13)	--	2 823 693	101 783
Equity securities	(4,13)	--	3 431	20 532
Debt instruments	(13)	--	--	1 131 917
Cash and cash equivalents	(3)	882 796	--	--
Due from subsidiaries and related parties	(5)	2 670 189	--	--
Other debit balances	(6)	187 675	--	--
Loans to subsidiaries	(11)	8 824 316	--	--
		<u>12 564 976</u>	<u>2 827 124</u>	<u>1 254 232</u>
<u>Financial Liabilities</u>				
Banks overdraft	(8)	6 086 136	--	--
Due to subsidiaries and related parties	(7)	4 045 554	--	--
Creditors and other credit balances	(9)	1 665 474	--	--
Loans from subsidiaries	(12)	1 229 260	--	--
		<u>13 026 424</u>	<u>--</u>	<u>--</u>

32- Financial instruments and management of related risks:

The Company's financial instruments are represented in the financial assets and liabilities. Financial assets include cash balances with banks, investments and debtors while financial liabilities include loans and creditors. Notes to financial statements includes significant accounting policies applied regarding basis of recognition and measurement of the important financial instruments and related revenues and expenses by the company to minimize the consequences of such risks.

32/1 Market risk

A. Foreign currencies risk

- The foreign currencies exchange risk represents the risk of fluctuation in exchange rates, which in turn affects the Company's cash inflows and outflows as well as the value of its assets and liabilities in foreign currencies.
- As at the financial position date the Company has assets and liabilities in foreign currencies equivalent to EGP 16 752 477 Thousands and EGP 6 984 566 Thousands respectively. The Company's net exposures in foreign currencies as at the financial position date are as follows:

	Surplus (Deficit)
	EGP Thousands
USD	9 390 663
EURO	394 980
AED	(6 577)
GBP	(11 973)
CHF	707
SAR	111

The company has used the prevailing exchange rates to revalue assets and liabilities at financial position date as disclosed in note (34-1-1) "foreign currencies transactions".

B. Interest rate risk

The cash flows of the Company affected by the changes in market rates of interest. To mitigate interest rate risk, the company maintains banks deposits for short-term periods renewed monthly, and are negotiated in the re-pricing date comparing to interest rates announced by the central bank or LIBOR.

C. Price risk

The Company is exposed to market price risk for equity instruments, According to the company's investment policy, the following procedures are undertaken to reduce the effect of this risk:

- Performing the necessary studies before investment decision to verify that investment is made in potential securities.
- Diversification of investments in different sectors and industries.
- Performing continuous studies required to follow up the Company's investments and their development.

32/2 Credit risk

Financial institutions that the Company deals with are only those enjoying high credit quality. The Company has policies that limit the amount of credit exposure to any one financial institution.

32/3 Liquidity risk

Liquidity risk is represented in the factors, which may affect the Company's ability to pay part of or full amount of its liabilities. According to the Company's policy, sufficient cash balances are retained to meet the Company's current liabilities which minimize the liquidity risk.

32/4 Capital risk

The goal of the Company's management of capital management is to maintain the Company's ability to continue to achieve returns for shareholders and benefits for other parties that use financial statements. The management company also aims to provide and maintain the best capital structure which would lead to lower capital costs.

32/5 Financial instruments' fair value

The financial instruments' fair value does not substantially deviated from its book value at the financial position date.

32/6 Derivative financial instruments and hedge accounting

Derivatives are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at their fair value according to the valuation basis applied, in accounting policies to derivative financial instrument.

33- Important events

During the first quarter of 2026, geopolitical tensions in the region continued to evolve, including developments related to the conflict in the Middle East, which were previously disclosed in the subsequent events note in the financial statements for the year ended 31 December 2025.

Management is closely monitoring these developments and assessing any potential impact on the Group's operations, financial position, and cash flows. As of the date of these financial statements, no material financial impact has been identified that can be reliably measured.

34- Significant accounting policies applied

34-1 Basis of preparation

34-1-1 Translation of the foreign currencies' transactions

Transactions in foreign currencies are translated into the respective functional currencies of Group companies at the exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction.

34-2 Property, plant, and equipment

34-2-1 Recognition and measurement

Items of property, plant, and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. The cost of certain items of property, plant, and equipment. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant, and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognized in profit or loss.

34-2-2 Subsequent expenditure

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

34-2-3 Depreciation

Depreciation is calculated to write off the cost of items of property, plant and equipment less their estimated residual values using the straight-line method over their estimated useful lives, and is generally recognized in profit or loss. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Company will obtain ownership by the end of the lease term. Land is not depreciated.

The estimated useful lives of property, plant and equipment for current and comparative periods are as follows:

Assets	Estimated useful life
- Buildings	33.3 years
- Furniture, office and electrical appliances	5 years
- Computer equipment	5 years
- Vehicles & transportation means	5 years
- Fixtures	5 years

Improvements are depreciated in leased locations over the contract life or the useful life whichever is less.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

34-2-4 Re-classification to investment property

When the use of a property changes from owner-occupied to investment property.

34-2-5 Intangible assets

Intangible assets are recorded at historical cost less accumulated amortization and any impairment losses (note 33-5), intangible assets are amortized using the straight-line method and are recognized in profit or loss over their estimated useful lives.

34-3 Investments

34-3-1 Investments in subsidiaries

Investments in subsidiaries and associates are valued at cost, the book value is amended by any impairment concerning the value of these investments (note 33-5). The impairment value is to be charged to the income statement for every investment individually.

34-3-2 Investment property

Investment property is measured at cost on initial recognition.

Subsequent to initial recognition investment property is measured at cost less accumulated depreciation and impairment loss, if any. Investment property is depreciated on a straight-line basis over its useful life.

The estimated useful life of investment property is 33.3 years.

The profits or losses resulting from the disposal of the Investment property (calculated as the difference between the net proceeds from the disposal of the property and the net book value of it) in the profits or losses.

34-4 Financial instruments

34-4-1 Recognition and initial measurement

Trade receivables and debt securities issued are initially recognized when they are originated. All other financial assets and financial liabilities are initially recognized when the Company becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

34-4-2 Classification and subsequent measurement

Financial assets

On initial recognition, a financial asset is classified as measured at: amortised cost; FVOCI – debt investment; FVOCI – equity investment; or FVTPL.

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an instrument-by-instrument basis.

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL. This includes all derivative financial assets. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

34-4-3 Financial assets – Business model assessment

The Company assesses the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed, and information is provided to management. The information considered includes:

- The stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realizing cash flows through the sale of the assets;
- How the performance of the portfolio is evaluated and reported to the Company's management;
- The risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- How managers of the business are compensated – e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- The frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Company's continuing recognition of the assets.

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

34-4-4 Financial assets – Assessment whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment, ‘principal’ is defined as the fair value of the financial asset on initial recognition. ‘Interest’ is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

- Contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable-rate features;
- Prepayment and extension features; and
- Terms that limit the Company’s claim to cash flows from specified assets (e.g. non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable compensation for early termination of the contract. Additionally, for a financial asset acquired at a discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

34-4-5 Financial assets – Subsequent measurement and gains and losses

Financial assets at FVTPL These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in profit or loss.

Financial assets at amortised cost These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in profit or loss. Any gain or loss on derecognition is recognised in profit or loss.

Debt investments at FVOCI These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognised in profit or loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.

Equity investments at FVOCI These assets are subsequently measured at fair value. Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to profit or loss.

34-4-6 Financial liabilities – Classification, subsequent measurement and gains and losses

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

34-4-7 Derecognition

Financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Company enters into transactions whereby it transfers assets recognised in its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognised.

Financial liabilities

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in profit or loss.

34-4-8 Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

34-4-9 Derivative financial instruments and hedge accounting

The Company holds derivative financial instruments to hedge its foreign currency and interest rate risk exposures. Embedded derivatives are separated from the host contract and accounted for separately if the host contract is not a financial asset and certain criteria are met.

Derivatives are initially measured at fair value. Subsequent to initial recognition, derivatives are measured at fair value, and changes therein are generally recognised in profit or loss.

The Company designates certain derivatives as hedging instruments to hedge the variability in cash flows associated with highly probable forecast transactions arising from changes in foreign exchange rates and interest rates and certain derivatives and non-derivative financial liabilities as hedges of foreign exchange risk on a net investment in a foreign operation.

At inception of designated hedging relationships, the Company documents the risk management objective and strategy for undertaking the hedge. The Company also documents the economic relationship between the hedged item and the hedging instrument, including whether the changes in cash flows of the hedged item and hedging instrument are expected to offset each other.

Cash flow hedges

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in OCI and accumulated in the hedging reserve. The effective portion of changes in the fair value of the derivative that is recognised in OCI is limited to the cumulative change in fair value of the hedged item, determined on a present value basis, from inception of the hedge. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in profit or loss.

The Company designates only the change in fair value of the spot element of forward exchange contracts as the hedging instrument in cash flow hedging relationships. The change in fair value of the forward element of forward exchange contracts (forward points) is separately accounted for as a cost of hedging and recognised in a costs of hedging reserve within equity.

When the hedged forecast transaction subsequently results in the recognition of a non-financial item such as inventory, the amount accumulated in the hedging reserve and the cost of hedging reserve is included directly in the initial cost of the non-financial item when it is recognised.

For all other hedged forecast transactions, the amount accumulated in the hedging reserve and the cost of hedging reserve is reclassified to profit or loss in the same period or periods during which the hedged expected future cash flows affect profit or loss.

If the hedge no longer meets the criteria for hedge accounting or the hedging instrument is sold, expires, is terminated or is exercised, then hedge accounting is discontinued prospectively. When hedge accounting for cash flow hedges is discontinued, the amount that has been accumulated in the hedging reserve remains in equity until, for a hedge of a transaction resulting in the recognition of a non-financial item, it is included in the non-financial item's cost on its initial recognition or, For other cash flow hedges, it is reclassified to profit or loss in the same period or periods as the hedged expected future cash flows affect profit or loss.

If the hedged future cash flows are no longer expected to occur, then the amounts that have been accumulated in the hedging reserve and the cost of hedging reserve are immediately reclassified to profit or loss.

Net investment hedges

When a derivative instrument or a non-derivative financial liability is designated as the hedging instrument in a hedge of a net investment in a foreign operation, the effective portion of, for a derivative, changes in the fair value of the hedging instrument or, for a non-derivative, foreign exchange gains and losses is recognised in OCI and presented in the translation reserve within equity. Any ineffective portion of the changes in the fair value of the derivative or foreign exchange gains and losses on the non-derivative is recognised immediately in profit or loss. The amount recognised in OCI is reclassified to profit or loss as a reclassification adjustment on disposal of the foreign operation.

34-5 Impairment

34-5-1 Non-derivative financial assets

Financial instruments and contract assets

The Company recognises loss allowances for Expected Credit Loss (ECLs) on:

- Financial assets measured at amortised cost;
- Debt investments measured at FVOCI;
- contract assets.

The Company also recognises loss allowances for ECLs on loans receivables.

The Company measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- Debt securities that are determined to have low credit risk at the reporting date; and
- Other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment, that includes forward-looking information.

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due, unless it can be rebutted.

The Company considers a financial asset to be in default when:

- The debtor is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to actions such as realising security (if any is held); or
- The financial asset is more than 90 days past due unless it can be rebutted.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Company is exposed to credit risk.

34-5-2 Measurement of ECLs

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Company expects to receive).

ECLs are discounted at the effective interest rate of the financial asset.

34-5-3 Credit-impaired financial assets

At each reporting date, the Company assesses whether financial assets carried at amortised cost and debt securities at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- Significant financial difficulty of the debtor;
- A breach of contract such as a default or being more than 90 days past due;
- The restructuring of a loan or advance by the Company on terms that the Company would not consider otherwise;
- It is probable that the debtor will enter bankruptcy or other financial reorganisation; or
- The disappearance of an active market for a security because of financial difficulties.

34-5-4 Presentation of allowance for ECL in the statement of financial position

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

For debt securities at FVOCI, the loss allowance is charged to profit or loss and is recognised in OCI.

34-5-5 Write-off

The gross carrying amount of a financial asset is written off when the Company has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. For individual customers, the Company has a policy of writing off the gross carrying amount when the financial asset is 180 days past due based on historical experience of recoveries of similar assets. For corporate customers, the Company individually makes an assessment with respect to the timing and amount of write-off based on whether there is a reasonable expectation of recovery. The Company expects no significant recovery from the amount written off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

34-5-6 Non-financial assets

- At each reporting date, the Company reviews the carrying amounts of its non-financial assets (other than, investment property, contract assets and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. Goodwill is tested annually for impairment.
- For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or CGUs. Goodwill arising from a business combination is allocated to CGUs or groups of CGUs that are expected to benefit from the synergies of the combination.
- The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.
- An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its recoverable amount.
- Impairment losses are recognised in profit or loss. They are allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets in the CGU on a pro rata basis.
- An impairment loss in respect of goodwill is not reversed. For other assets, an impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

34-6 Cash and cash equivalents

For the purpose of preparing the statement of cash flows, cash and cash equivalents includes the balances, whose maturity do not exceed three months from the date of acquisition and the balances included cash on hand, current accounts, time deposits with banks & treasury bills.

34-7 Interest-bearing borrowings

Interest-bearing borrowings are recognized initially at fair value less attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortized cost with any difference between cost and redemption value being recognized in the income statement over the period of the borrowings on an effective interest basis.

34-8 Provisions

Provisions are recognized when the Company has a legal or constructive current obligation as a result of a past event and it's probable that a flow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessment of the time value of money and, where appropriate, the risks specific to the liability. Provisions are reviewed at the financial position date and amended (when necessary) to represent the best current estimate.

34-9 Legal reserve

The Company's statutes provides for deduction of a sum equal to 5% of the annual net profit for formation of the legal reserve. Such deduction will be ceased when the total reserve reaches an amount equal to half of the Company's issued capital and when the reserve falls below this limit, it shall be necessary to resume

34-10 Share capital

34-10-1 Ordinary shares

Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity. Income tax relating to transaction costs of an equity transaction are accounted for in accordance with EAS 24 income tax.

34-10-2 Re-purchase and reissue of ordinary shares (treasury shares)

When shares recognized as equity are repurchased, the amount of the consideration paid, which includes directly attributable costs is recognized as a deduction from equity. Repurchased shares are classified as treasury shares and are presented in the treasury share reserve. When treasury shares are sold or reissued subsequently, the amount received is recognized as an increase in equity and the resulting surplus or deficit on the transaction is presented within share premium.

34-11 Revenues

34-11-1 Gains (losses) on sale of investments

Gain (loss) resulted from sale of investments are recognized on transaction date and measured by the difference between cost and selling price less selling commission and expenses.

34-11-2 Dividend income

Dividend income is recognized when declared.

34-11-3 Custody fees

Custody fees are recognized when provide service and issue invoice.

34-11-4 Interest income

Interest income is recognized on time proportion basis to take into account effective yield on the asset.

34-12 Expenses

34-12-1 Borrowing costs

Borrowing costs are recognized as expenses in the income statement when incurred on an effective interest basis.

34-12-2 Employees' pension

The Company contributes to the government social insurance system for the benefit of its personnel in accordance with the social insurance law. Under this law, the employees and the employers contribute into the system on a fixed percentage-of-salaries basis. The Company's liability is confined to the amount of its contribution. Contributions are charged to income statement using the accrual basis of accounting.

34-12-3 Income tax

Income tax on the income statement for the year comprises current and deferred tax. Income tax is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case it is recognized in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the financial position date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided using the financial position liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the financial position date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

34-13 Earnings per share

The Company presents basic earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

34-14 Profit sharing to employees

The Company pays 10% of its cash dividends as profit sharing to its employees provided that it will not exceed total employees annual salaries. Profit sharing is recognized as a dividend distribution through equity and as a liability when approved by the Company's shareholders.

34-15 Employees benefits

34-15-1 Share based payments

Equity settled transactions

For equity-settled share-based payment transactions, the company measure the services received, and the corresponding increase in equity, indirectly, by reference to the fair value of the equity instruments granted. The fair value of those equity instruments is measured at grant date.

Vesting conditions, other than market conditions, are taken into account by adjusting the number of equity instruments included in the measurement of the transaction amount so that, ultimately, the amount recognized for services received as consideration for the equity instruments granted are based on the number of equity instruments that eventually vest. Hence, on a cumulative basis, no amount is recognized

for services received if the equity instruments granted do not vest because of failure to satisfy a vesting condition.

The company recognize an amount for the services received during the vesting period based on the best available estimate of the number of equity instruments expected to vest and revise that estimate, if necessary, if subsequent information indicates that the number of equity instruments expected to vest differs from previous estimates. On vesting date, the entity shall revise the estimate to equal the number of equity instruments that ultimately vested.

34-16 Leases

At inception of a contract, the Company assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company uses the definition of a lease in EAS 49.

34-16-1 As a lessee

At commencement or on modification of a contract that contains a lease component, the Company allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices. However, for the leases of property the Company has elected not to separate non-lease components and account for the lease and non-lease components as a single lease component.

The Company recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the cost of the right-of-use asset reflects that the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by

impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate.

The Company determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability comprise the following:

fixed payments, including in-substance fixed payments;

variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;

amounts expected to be payable under a residual value guarantee; and the exercise price under a purchase option that the Company is reasonably certain to exercise, lease payments in an optional renewal period if the Company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Company is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

The Company presents right-of-use assets that do not meet the definition of investment property in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

Short-term leases and leases of low-value assets

The Company has elected not to recognise right-of-use assets and lease liabilities for leases of low – value assets and short-term leases, including IT equipment. The Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

34-16-2 As a lessor

At inception or on modification of a contract that contains a lease component, the Company allocates the consideration in the contract to each lease component on the basis of their relative stand- alone prices.

When the Company acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease.

To classify each lease, the Company makes an overall assessment of whether the lease transfers substantially all of the risks and rewards incidental to ownership of the underlying asset. If this is the case, then the lease is a finance lease; if not, then it is an operating lease. As part of this assessment, the Company considers certain indicators such as whether the lease is for the major part of the economic life of the asset.

When the Company is an intermediate lessor, it accounts for its interests in the head lease and the sub-lease separately. It assesses the lease classification of a sub-lease with reference to the right-of-use asset arising from the head lease, not with reference to the underlying asset. If a head lease is a short-term lease to which the Company applies the exemption described above, then it classifies the sub-lease as an operating lease.

If an arrangement contains lease and non-lease components, then the Company applies EAS 11 to allocate the consideration in the contract.

The Company applies the derecognition and impairment requirements in EAS 47 to the net investment in the lease. The Company further regularly reviews estimated unguaranteed residual values used in calculating the gross investment in the lease.

The Company recognizes lease payments received under operating leases as income on a straight- line basis over the lease term as part of ‘other revenue’.