

B Investments Holding
"S.A.E."
Condensed Consolidated Interim Financial Statements
For the three months ended March 31, 2022
Together with Limited Review Report

Translation of Limited Review
Report Originally Issued in Arabic

Limited review report for the condensed consolidated interim financial statements

To: The Board of Directors of B Investments Holding "S.A.E."

Introduction

We have reviewed the accompanying condensed consolidated interim financial statements of B investments Holding S.A.E. which comprise the condensed consolidated interim statement of financial position as of March 31, 2022 and the related condensed consolidated interim statements of profit or loss, comprehensive income, changes in equity and cash flows for the three months' period then ended, and a summary of significant accounting policies and other explanatory notes.

Management is responsible for the preparation and fair presentation of the condensed consolidated interim financial statements in accordance with Egyptian Accounting Standard No. (30) "Interim financial statements".

Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with Egyptian Standard on Review Engagements (2410) "Review of Interim Financial Statement Performed by the Independent Auditor of the Entity". Review of condensed consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements do not present fairly in all material respects the financial position of B Investments Holding S.A.E. as of March 31, 2022, and of its financial performance and its cash flows for the three months' period then ended in accordance with Egyptian Accounting Standard No. (30) "Interim financial statements".

Cairo, May 30, 2022

Samy Habib
Samy Habib Deif, ACCA
F.E.S.A.A (R.A.A. 13485)



B Investments Holding "S.A.E"
Condensed consolidated interim Statement of Financial Position as of March 31, 2022

	<u>Note</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>
		<u>EGP</u>	<u>EGP</u>
Assets			
Non-current assets			
Advance for investments		110 682 592	110 682 592
Investments in associates using equity method	(4)	450 315 556	414 523 621
Investments at fair value through OCI	(6)	381 572 723	381 572 723
Investments in joint ventures using equity method	(5)	565 788 795	564 962 226
Investment properties (net)		91 290 573	91 721 954
Loans to associates (net)	(7)	123 099 982	111 445 145
Notes receivable (net)		7 431 274	7 431 543
Total non-current assets		1 730 181 495	1 682 339 804
Current assets			
Loans to joint ventures (net)	(8)	24 514 035	24 707 408
Notes receivable (net)		2 447 990	2 447 060
Other debit balances (net)	(9)	24 527 071	7 810 918
Treasury bills (net)	(10)	327 046 914	337 851 188
Cash at banks	(11)	36 909 639	61 801 312
Total current assets		415 445 649	434 617 886
Total assets		2 145 627 144	2 116 957 690
Equity and liabilities			
Equity			
Issued and paid-up capital	(15)	800 122 080	800 122 080
Reserves		288 378 098	282 206 583
Revaluation reserve of investments at fair value through OCI		197 138 855	197 138 855
Retained earnings		731 775 276	632 637 893
Net profit for the period /year attributable to shareholders of the parent company		22 305 673	105 308 898
Total equity		2 039 719 982	2 017 414 309
Non-current liabilities			
Deferred tax liabilities	(14)	73 557 343	69 489 898
Total non-current liabilities		73 557 343	69 489 898
Current liabilities			
Due to related parties	(12)	4 619 303	4 691 395
Accounts payable and other credit balances		5 270 983	4 935 973
Current income tax		19 734 052	16 385 464
Provisions	(13)	2 725 481	4 040 651
Total current liabilities		32 349 819	30 053 483
Total equity and liabilities		2 145 627 144	2 116 957 690

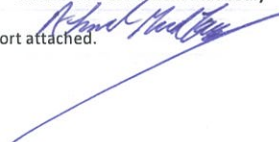
- The attached notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

Chief Financial Officer
Ahmed Abdel Monem Madbouly

Chief Executive Officer
Dr. Mohamed Abdel Monem Omran

Chairman
Mohamed Hazem Adel Barakat

- Limited Review report attached.





Translation of Condensed Consolidated Interim Financial Statements

Originally Issued in Arabic

B Investments Holding "S.A.E"

Condensed consolidated interim Statement of Profit or Loss

For three months ended March 31, 2022

	Note	March 31, 2022	March 31, 2021
		EGP	EGP
<u>Income and profits</u>			
Group's share of (losses) / profits of investments in associates and joint venture entities	(18)	(1 307 211)	39 792 100
Credit Interest	(19)	13 976 702	20 476 697
Rental income of investment properties		2 140 601	1 023 750
		14 810 092	61 292 547
<u>Expenses and losses</u>			
Investment manager fees	(20)	(4 589 408)	(4 589 408)
Consulting fees and other expenses		(672 877)	(1 105 996)
Investment properties' depreciation		(431 381)	(445 226)
Expected credit losses		(45 019)	-
Foreign currency exchange gains/(losses)		20 650 299	(478 088)
Net profit for the period before tax		29 721 706	54 673 829
Current Income tax		(3 348 588)	(3 792 521)
Deferred tax	(14)	(4 067 445)	(257 218)
Net profit for the period		22 305 673	50 624 090
<u>Attributable as follow:</u>			
Attributable to the shareholders' of the Parent Company		22 305 673	50 624 090
Net profit for the period		22 305 673	50 624 090
Basic earnings per share	(16)	0.14	0.32
Diluted earnings per share	(16)	0.14	0.32

- The attached notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

Translation of Condensed Consolidated Interim Financial Statements
Originally Issued in Arabic

B Investments Holding "S.A.E"

Condensed consolidated interim Statement of Comprehensive Income

For three months ended March 31, 2022

	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Net profit for the period	22 305 673	50 624 090
<u>Other comprehensive income</u>		
Group's share in other comprehensive income items in joint ventures and associate entities' financial statements	--	213 054
Total other comprehensive income for the period	--	213 054
Total comprehensive income for the period	22 305 673	50 837 144
<u>Distributed as follows:</u>		
Interests attributable to shareholders of the parent company	22 305 673	50 837 144
Total comprehensive income for the period	22 305 673	50 837 144

- The attached notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

B Investments Holding "S.A.E"
Condensed consolidated Interim Statement of Changes in Equity
For three months ended March 31, 2022

	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP
Issued and paid-up capital	800 122 080	5 471 154	(4 111 018)	189 220 998	262 411 858	(1 558 677)	(4 522 300)	11 958 249	602 309 689	287 905 313	213 054	213 054	50 624 090	2 138 245 038
Treasury stocks														
Shares Issuance Reserve														
Revaluation reserve of investments at fair value through OCI														
Legal reserve														
Group's share in the change in equity of associates' financial statements														
Group's share in the combination reserve of joint venture entities' financial statements														
Group's share in the other comprehensive income of joint ventures and associate entities' financial statements														
Retained earnings														
Equity attributable to shareholders of the Parent Company in net profit of the year / period														
Total Equity attributable to shareholders of the Parent Company														
Total Equity														
Balance as of January 1, 2021	800 122 080	5 471 154	(4 111 018)	189 220 998	262 411 858	(1 558 677)	(4 522 300)	11 958 249	602 309 689	287 905 313	213 054	213 054	50 624 090	2 138 245 038
Items of other comprehensive income														
Net profit of the period														
Group's share in the other comprehensive income of associates and joint venture entities' financial statements														
Total Other Comprehensive Income														
The company's shareholders transactions														
Transferred to legal reserve														
Transferred to retained earnings														
Group's share in the change in equity of associate entities														
Sale of treasury stocks		5 471 154												
Retained earnings adjustments from investment in joint ventures														
Total company's shareholders transactions		5 471 154												
Balance as of March 31, 2021	800 122 080	5 471 154	(4 111 018)	189 220 998	273 545 045	(723 619)	(4 522 300)	12 151 303	883 996 711	50 624 090	213 054	213 054	50 624 090	2 200 303 290
Balance as of January 1, 2022	800 122 080		(4 111 018)	197 138 855	273 545 045		(4 522 300)	17 294 856	632 637 893	105 308 898			50 624 090	2 017 414 309
Net profit of the period														
Total Other Comprehensive Income														
The company's shareholders transactions														
Transferred to legal reserve														
Transferred to retained earnings														
Total company's shareholders transactions														
Balance as of March 31, 2022	800 122 080		(4 111 018)	197 138 855	279 716 560		(4 522 300)	17 294 856	731 775 276	22 305 673			50 624 090	2 039 719 982

- The attached notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

B Investments Holding "S.A.E"

Condensed consolidated interim Statement of Cash Flows

For three months ended March 31, 2022

	<u>Note</u>	<u>March 31, 2022</u>	<u>March 31, 2021</u>
		<u>EGP</u>	<u>EGP</u>
<u>Cash flows from operating activities</u>			
Net profit for the period before tax		29 721 706	54 673 829
<u>Adjustments to reconcile net profit to cash flows from operating activities</u>			
Group's share of (losses) / profits of investments in associates and joint venture entities		1 607 623	(39 487 516)
Depreciation of investment properties		431 381	445 226
Foreign currency exchange differences		(20 650 299)	478 088
Interest income - treasury bills		(9 885 656)	(17 418 361)
Credit interest		(4 391 458)	(3 362 920)
Reversal of expected credit losses		45 019	--
Provisions used during the period		(1 315 170)	--
Operating losses before changes in working capital		(4 436 854)	(4 671 654)
Decrease in loans to associates and joint ventures		7 617 259	--
Decrease in notes receivable		--	1 000 000
(Increase) in other debit balances		(16 724 030)	(1 241 783)
(Decrease) / Increase in balances due to related parties		(72 092)	2 003 173
Increase / (Decrease) in accounts payable and other credit balances		335 009	(3 811 248)
Net cash flows (used in) operating activities		(13 280 708)	(6 721 512)
<u>Cash flows from investing activities</u>			
Proceeds from credit interest		1 839 753	784 124
(Payments) to acquire investments in joint ventures		(10 126 000)	(16 404 500)
(Payments) for investment in associates		(28 100 128)	--
(Payments) to acquire investment properties		--	(204 847)
Net proceeds from redemption and sale (payments) of treasury bills		21 012 205	(153 786 198)
Net cash flows (used in) investing activities		(15 374 170)	(169 611 421)
<u>Cash flows from financing activities</u>			
Proceeds from sale of treasury stocks		--	10 222 734
Net cash flows generated by financing activities		--	10 222 734
Net change in cash and cash equivalents during the period		(28 654 878)	(166 110 199)
Cash and cash equivalents at the beginning of the period		60 236 312	174 557 359
Effects of exchange rate changes on balances of cash held in foreign currencies		3 508 205	(353 012)
Cash and cash equivalents at the end of the period	(11)	35 089 639	8 094 148

- The attached notes form an integral part of the condensed consolidated interim financial statements and to be read therewith.

1. General information

B Investments Holding "S.A.E." (BPE Holding for Financial investments -formerly) "The Company" was established under the provisions of Law No. 95 for 1992 and its executive regulations. The Company was registered on December 31,2005 under No 52455 at South Cairo Commercial Register pursuant to the Capital Market Authority License No. 348 dated April 11, 2006. Then the Company registered on October 24,2012 under No 63264 at South Cairo Commercial Register.

The company's new location is 24 Talaat Harb Street, Cinema Radio Building – 1st Floor - Cairo. The company's new location was registered on July 15,2020 in the commercial register.

The Company's purpose is to participate in incorporation of other entities, which issue securities, or increase their capital. The Company may have interest or participate in any form with corporate companies pursuing similar activities, or which may assist it in realizing its purpose in Egypt or abroad. The Company may also merge, purchase or become a subsidiary to companies according to the provisions of law and its executive regulation. The Company's duration is 20 years commencing from the Commercial Register date.

The Company's primary business activity is investing in other entities, in accordance with its established investment policy. The Company aims to identify, research, negotiate, make and monitor the progress of and sell, realize and exchange investments and distribute proceeds of such investments with the principal objective of providing shareholders with a high relative overall rate of return by means of both income, capital growth and exit.

On January 11,2016 the Company's extraordinary general assembly decided to change the Company name to be BPE Holding for Financial Investments, the change was registered in the Company's commercial register on February 24, 2016.

On May 8,2018 the Company's extraordinary general assembly decided to change the Company name to be B investments Holding S.A.E, the change was registered in the company's commercial register on July 8, 2018.

The Board of Directors authorized the issuance of the condensed consolidated interim financial statements for the three months ended March 31,2022 on May 30, 2022.

2. Statement of compliance for the condensed consolidated interim financial statements

The condensed consolidated interim financial statements have been prepared in accordance to the Egyptian Accounting Standard No. (30)" Interim financial statements".

3. Basis for preparation of the condensed consolidated interim financial statements

The condensed consolidated interim financial statements have been prepared using the same accounting policies applied in the last year. The condensed consolidated interim financial statements are to be read in conjunction with consolidated financial statements issued for the year ended December 31, 2021.

4. Investments in associates using equity method

<u>Name of Company</u>	<u>No. of Shares</u>	<u>Ownership</u> %	<u>March 31, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
Al Retail for Trade and Investment S.A.E.	727 526	22.79	419 829	409 058
Madinet Nasr for Housing and Development "MNHD" S.A.E.	112 400 513	7.51	421 795 599	414 114 563
Advance for investment in Madinet Nasr for Housing and Development "MNHD" S.A.E.	--	--	28 100 128	--
Infinity Solar 1 B. V.	246	24.6	--	--
Infinity Solar 2 B. V.	175	17.5	--	--
Infinity Solar 3 B. V.	175	17.5	--	--
			450 315 556	414 523 621

The main reason for the increase in investments in associates is due to the group's recognition of its share of profit of Madinet Nasr for Housing and Development "MNHD" in the statement of profit or loss amounted to EGP 7 681 036, Note (18). In addition to the advances under investment in Madinet Nasr for Housing and Development "MNHD" where the legal procedures for registering in the investee company's commercial register have not yet been completed till the issuance date of the condensed consolidated interim financial statements.

5. Investments in joint ventures using equity method

<u>Name of Company</u>	<u>No. of Shares</u>	<u>Ownership</u> %	<u>March 31, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
Inergia Technologies for Information Systems "Inergia" S.A.E.	5 532 124	68.04	263 256 699	263 256 699
Red Sea Venture for Solar Power S.A.E.	7 425	49.5	5 727 150	5 727 150
Ebtikar Holding for Financial Investments S.A.E.	168 600 600	16.45	114 192 608	115 248 630
Gourmet Egypt .com Foods S.A.E.	3 722 261	52.9	103 817 808	112 472 756
Basata Financial Holding S.A.E.	775 043	20.25	84 521 680	73 984 141
Less: Impairment of investment in Red Sea Venture for Solar Energy S.A.E.			(5 727 150)	(5 727 150)
			562 788 795	564 962 226

The main reason for the increase in the investments in joint ventures is due to the group's recognition of its share of losses in Gourmet Egypt.com Foods S.A.E., losses in Ebtikar Holding for Financial Investments S.A.E. and profits in Basata Financial Holding S.A.E. in the statement of profits or losses by amounts of EGP 8 354 536, EGP 1 056 021 and EGP 411 539 respectively, Note no.(18), in addition to the company's settlement of its share in Basata Financial Holding S.A.E. capital increase by an amount of EGP 10 126 000. This increase was registered in the investee company's register on January 19,2022.

The application of the equity method in the investment of the joint venture of Inergia has been discontinued, as Inergia is in the process of selling its shares in Giza Systems Company and that was based on the decision of the Board of Directors of B Investments Holding on 3 April 2022 to agree upon an offer to acquire the entire shares of Inergia in Giza Systems Company. The offer requires signing the final sale agreement and obtaining all necessary approvals from the concerned authorities to complete the acquisition process. The process of obtaining all approvals from the concerned authorities to complete the sale transaction is ongoing.

The investment in Inergia Technologies for Information Systems "Inergia" S.A.E. includes an amount of EGP 207 935 459 (representing the investment in Giza Systems Company) in the books of Inergia, as B Investments Holding owns 68.04% of Inergia, which owns 65.7 % of Giza Systems Company and thus the indirect share of B Investments Holding Company in Giza Systems Company becomes 44.7%.

6. Investments at fair value through OCI

<u>Name of Company</u>	<u>No. of Shares</u>	<u>Ownership</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
Total Egypt LLC "Total"	330 248	6.375%	113 009 935	113 009 935
<u>Add: Valuation of remaining Quotas</u>			<u>268 562 788</u>	<u>268 562 788</u>
			<u>381 572 723</u>	<u>381 572 723</u>

The Company's management made an assessment to measure the fair value of the investment in Total Egypt LLC "Total" on March 31, 2022 and concluded that the value does not differ from that measured on December 31, 2021. The company has considered the effect of the new Corona virus (COVID-19) considering the conflict break out between Russia and Ukraine, which has a negative impact on the economies of many countries, which was reflected on the performance of the capital market and the volume of global trade as well as any other influences.

7. Loans to associates (net)

	<u>March 31, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Infinity Solar (1) B.V.	35 780 412	32 696 342
Infinity Solar (2) B.V.	61 079 723	56 731 029
Infinity Solar (3) B.V.	26 533 103	22 259 077
<u>Less: Expected credit losses</u>	<u>(293 256)</u>	<u>(241 303)</u>
	<u>123 099 982</u>	<u>111 445 145</u>

The main reason for the increase in loans to associates' balance is due to the recognition of the accrued interest amounted by EGP 2 879 911 for the period in addition to unrealized foreign currency revaluation gains by an amount of EGP 17 142 094 taking into consideration the collection of an amount of EGP 8 315 214 from the balance due during the period.

8. Loans to joint ventures (net)

	<u>March 31, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Gourmet Egypt.com Foods S.A.E. "Gourmet"	24 572 503	24 772 315
<u>Less:</u> Expected credit losses	<u>(58 468)</u>	<u>(64 907)</u>
	<u>24 514 035</u>	<u>24 707 408</u>

The main reason for the decrease in loans to joint ventures' balance is due to the recognition of the accrued interest income during the period by an amount of EGP 567 886 taking into consideration the collection of an amount of EGP 767 698 from the balance due during the period.

9. Other debit balances (net)

	<u>March 31, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Deposits held with others	46 795	46 795
Accrued interest	9 025	3 902
Accrued rental income	3 497 950	2 804 500
Prepaid expenses	442 513	148 105
Withholding tax receivable	176 829	131 277
Withholding tax on treasury bills	12 196 968	6 325 602
Advance payment to tax authority	400 000	400 000
Advance payment to suppliers	10 027 869	363 932
Other debit balances	544 673	394 476
<u>Less:</u> Expected credit losses	<u>(2 815 551)</u>	<u>(2 807 671)</u>
	<u>24 527 071</u>	<u>7 810 918</u>

The main reason for the increase in the other debit balances is due to deducted withholding tax on treasury bills during the period amounted to EGP 5 871 366.

10. Treasury bills (net)

	<u>March 31, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Treasury bills – maturity of more than three months	344 100 000	342 200 000
<u>Less:</u> Unrealized interest	<u>(17 048 499)</u>	<u>(4 337 700)</u>
<u>Less:</u> Expected credit losses	<u>(4 587)</u>	<u>(11 112)</u>
	<u>327 046 914</u>	<u>337 851 188</u>

B Investments Holding "S.A.E"

Notes to the condensed consolidated interim financial statements

For the three months ended March 31, 2022

11. Cash at banks

	<u>March 31, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Current accounts in local currency	10 970 816	47 813 001
Current accounts in foreign currencies	24 125 525	12 430 632
Time deposits at banks in foreign currencies	1 820 000	1 565 000
<u>Less: Expected credit losses</u>	<u>(6 702)</u>	<u>(7 321)</u>
	<u>36 909 639</u>	<u>61 801 312</u>

For purpose of preparing condensed consolidated interim cash flow statement, the cash and cash equivalents are comprised of the following:

	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Cash at banks	36 909 639	12 787 768
<u>Less: Time Deposits – More than three months</u>	<u>(1 820 000)</u>	<u>(4 693 620)</u>
	<u>35 089 639</u>	<u>8 094 148</u>

12. Due to related parties

	<u>Relationship nature</u>	<u>Account nature</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>
			<u>EGP</u>	<u>EGP</u>
BPE Partners S.A.E.	Management company	Management fees	4 619 303	4 691 395
			<u>4 619 303</u>	<u>4 691 395</u>

13. Provisions

	<u>December 31, 2021</u>	<u>Used during the period</u>	<u>March 31, 2022</u>
	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>
Provision for claims	4 040 651	(1 315 170)	2 725 481
	<u>4 040 651</u>	<u>(1 315 170)</u>	<u>2 725 481</u>

Provision balance is related to claims from external parties arising from the ordinary course of business. Management reviews these provisions on quarterly basis and revise the amounts based on the latest developments, or negotiations or agreements reached with claiming parties.

14. Deferred tax liabilities

	<u>December 31, 2021</u> <u>Asset / (Liability)</u>	<u>Movement during the period Asset/(Liability)</u>		<u>March 31, 2022</u> <u>Asset / (Liability)</u>
		<u>Charged to statement</u> <u>of profit and loss</u>	<u>Charged to statement</u> <u>of other comprehensive</u> <u>income</u>	
	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>
Deferred tax liability arising from variance between accounting and taxable base of investment properties	(622 901)	(8 505)	--	(631 406)
Deferred tax (liability) asset arising from unrealized foreign currency exchange	2 556 936	(4 058 940)	--	(1 502 004)
Differences in valuation of investments at fair value through OCI	(71 423 933)	--	--	(71 423 933)
	<u>(69 489 898)</u>	<u>(4 067 445)</u>	--	<u>(73 557 343)</u>

The deferred tax assets were not recognized on the following items due to insufficient assurance to realize them in the future, the temporary differences are related to the following items:

	<u>March 31, 2022</u>	<u>December 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Impairment of investment in joint ventures	5 727 150	5 727 150
Impairment of investment in associates	7 273 507	7 273 507
Provisions	2 725 481	4 040 651
Expected credit losses on financial assets	4 340 473	4 295 454
	<u>20 066 611</u>	<u>21 336 762</u>

15. Capital

The Company's authorized capital amounted to EGP 2.4 billion, and the issued and paid-up capital amounted to EGP 800 122 080 divided into 160 024 416 shares of EGP 5 par value each.

16. Basic and diluted earnings per share

Basic: Basic earnings per share is calculated by dividing the net profit attributable to shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

Diluted: Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding assuming conversion of all convertible financial instruments and share options. The net profit is adjusted by omission of the cost of convertible debt instruments taking tax effect into consideration. As there are no debt instruments that are convertible to shares, so diluted and basic earnings per share are equal.

B Investments Holding "S.A.E"

Notes to the condensed consolidated interim financial statements

For the three months ended March 31, 2022

	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Net profit for the period	22 305 673	50 624 090
Weighted average number of shares	160 024 416	160 024 416
Basic earnings per share	0.14	0.32
Net profit for the period	22 305 673	50 624 090
Weighted average number of shares	160 024 416	160 024 416
Less: Treasury shares	--	(311 612)
Earnings per share will be as follows:		
Weighted average number of shares including treasury shares	160 024 416	159 712 804
Diluted earnings per share	0.14	0.32

17. Significant related parties' transactions

Transactions made during the financial period consist of accounts of an ongoing basis in management fees and expenses paid on behalf of the company or the company's payment on behalf of those Parties and interest charges to related parties.

The significant transactions during the period are as follows:

<u>Company name</u>	<u>Type of relation</u>	<u>Type of transaction</u>	<u>Volume of transaction for the period</u>
BPE Partners S.A.E.	Management company	Management fees	(4 589 408)
Infinity Solar (1) B.V.	Associate	Credit interest income	841 228
Infinity Solar (2) B.V.	Associate	Credit interest income	1 451 047
Infinity Solar (3) B.V.	Associate	Credit interest income	587 636
Gourmet Egypt.com for Foods S.A.E.	Joint venture	Credit interest income	267 474

18. Group's share of (losses) / profits of investment in associates and joint venture entities

	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Madinet Nasr for Housing and Development S.A.E.	7 681 036	7 722 931
Inergia Technologies for information systems S.A.E.*	--	33 139 949
Al Retail for Trade and Investment S.A.E.	10 771	11 286
Gourmet Egypt.com for foods S.A.E.	(8 354 536)	(2 694 444)
Ebtikar Holding for Financial Investment S.A.E.	(1 056 021)	567 934
Basata Financial Holding S.A.E.	411 539	1 044 444
	(1 307 211)	39 792 100

The Group's share of the interest income on loans to joint ventures was eliminated, so, the Group's share of loss of Gourmet Egypt.com Foods S.A.E. was reduced by an amount of EGP 300 412, which represents related transactions between the Group and Gourmet Egypt.com Foods S.A.E.

* The application of the equity method in the investment of the joint venture of Inergia has been discontinued, as Inergia is in the process of selling its shares in Giza Systems Company and that was based on the decision of the Board of Directors of B Investments Holding on April 3, 2022 to agree upon an offer to acquire the entire shares of Inergia in Giza Systems Company. The offer requires signing the final sale agreement and obtaining all necessary approvals from the concerned authorities to complete the acquisition process. The process of obtaining all approvals from the concerned authorities to complete the sale transaction is ongoing.

19. Credit Interest

	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Credit interest on time deposits and bank current accounts	943 661	160 385
Credit interest for loans to associates	2 879 911	2 634 649
Credit interest for loans to joint ventures	267 474	263 302
Return on treasury bills	9 885 656	17 418 361
	<u>13 976 702</u>	<u>20 476 697</u>

The decrease in the credit interest during the period is due to the decrease of return on treasury bills by an amount of EGP 7.5 million.

20. Investment manager fees

	<u>March 31, 2022</u>	<u>March 31, 2021</u>
	<u>EGP</u>	<u>EGP</u>
Management fees	4 589 408	4 589 408
	<u>4 589 408</u>	<u>4 589 408</u>

On 19 July 2017, The Company signed a new management agreement with BPE Partners SAE, the new management agreement became effective on the date of completion of listing the company's shares on the Egyptian Stock Market. The trading on the company's shares started on March 29, 2018.

Pursuant to the terms of the new management agreement, the management company is entitled to management fees of 2% of the company's paid-up capital up to EGP 600 million and 1.5% of any capital increase (Included share premium) of more than EGP 600 million Up to EGP 1.2 billion and 1% on any capital increase of more than EGP 1.2 billion.

Additionally, the management company is entitled to a performance fee, the performance fee will be due to the management company only on the exit of investments entered into by the Company. Performance fees for existing investments are accrued for the management company and calculated as the difference between cash proceeds net of taxes and fees received from the disposal and distribution (dividend, interest, or rent) of the investment and the adjusted cost of the existing investment. The adjusted cost is the historical cost of the investment at an acceptable rate of return on investment (10% annually) for each year following the acquisition date of the investment until the date on which the new management agreement takes effect.

Performance fees on new investments entered into by the Company starting from the date on which the new management agreement takes effect will be 15% of the gain on the investment calculated as the difference between the cash proceeds net of taxes and fees received from the disposal and distribution (dividend, interest, or rent) of the investment and the aggregate cost of such investment.

21. Significant events during the period

The spread of the epidemic of emerging coronavirus (COVID-19) during the first quarter of year 2021 had a negative impact on the performance of financial markets and the volume of global trade countries of the world, including the Arab Republic of Egypt till now.

The governments of world's countries, including the Egyptian government, have taken several actions of precautionary measures to limit the spread of this epidemic, and as a result, the industrial and commercial operations of various economic activities were affected, which led to a state of economic slowdown at the global and local levels. The company has conducted a study for the purpose of evaluating the potential risks and the management evaluation included the following factors:

- The risk of impairment of real estate assets and investment portfolio.
- Risks of not being able to collect debit balances and loans due from debtors and related parties on the maturity date.
- The risk of not being able to pay obligations owed to creditors on maturity.
- Risks that may arise from any claims resulting from lawsuits

The management concluded that there is no impact on the company's work that could lead to a decrease in the value of real estate assets and investment portfolio in addition to debit balances and loans due from debtors and related parties, and the company pays all its obligations on the due date as well.

And the continuous and accelerating changes associated with that pandemic still impose a state of uncertainty and the inability to accurately predict due to the continuing economic repercussions of the Coronavirus crisis.

The administration closely monitors the situation and adjusts the necessary plans to face these repercussions, by extension, if the situation continues to evolve for a longer period of time.

In February 2022, the Russian-Ukrainian conflict erupted. Situations change rapidly resulting in high volatility in all markets. Nevertheless, management is closely monitoring and analyzing market developments in this highly volatile situation. However, it is too early to fully assess the effects of the situation. Despite the current uncertainties, there is currently no indication of a major disruption in the company's business or non-fulfilment of the Group's obligations to its customers, and there are no indications of a material impact on its future operational performance.

On March 21, 2022, the Monetary Policy Committee of the Central Bank of Egypt decided in its extraordinary meeting to raise the rates of the overnight deposit and lending rates and the price of the main operation of the Central Bank by 100 basis points to 9.25%, 10.25% and 9.75%, respectively. The credit and discount rates were also raised by 100 basis points to reach 9.75%.

On March 30, 2022, the Company's board of directors proposed distribution of dividends for the year ended December 31, 2021, to the shareholders by 50 piasters per share and an amount of EGP 3 660 000 to the board of directors' members.

22. Events subsequent to the date of condensed consolidated interim financial statements

On April 27, 2022, the Presidency of the Council of Ministers issued Resolution No. (1568) for the year 2022 amend some provisions of the Egyptian Accounting Standards by adding Annex (B) to the Egyptian Accounting Standard No. (13) regarding the effects of changes in foreign exchange rates. The annex aimed to establish a special accounting treatment to deal with the effects of the exceptional economic decision related to moving the exchange rate by adding a temporary additional and optional treatment for the paragraph No. (28) of the Egyptian Accounting Standard No. (13) - Effects of changes in foreign exchange rates which requires the recognition of currency differences in the statement of profit or loss for the period in which these differences arise, and alternatively allows the entity that has outstanding liabilities in foreign currency at the date of the exchange rate by recognizing the debit currency differences resulting from the translation of these obligations on the date of moving the exchange rate within the cost of these assets. The management has chosen not to apply this accounting treatment.

On May 19, 2022, the Monetary Policy Committee of the Central Bank of Egypt decided in its extraordinary meeting to raise the rates of the overnight deposit and lending rates and the price of the main operation of the Central Bank by 200 basis points to 11.25%, 12.25% and 11.75%, respectively. The credit and discount rates were also raised by 200 basis points to reach 11.75%.

On May 24, 2022, the Company's ordinary general assembly meeting approved the distribution of dividends for the year ended December 31, 2021, to the shareholders by 50 piasters per share and an amount of EGP 3 660 000 to the board of directors' members.