

**Fawry for Banking Technology and Electronic Payments (S.A.E.)**

**Condensed Consolidated Interim Financial Statements**

**For the three months ended March 31, 2025**

**Together with Limited Review Report**



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*Translation of Review  
Report Originally Issued in Arabic*

**Limited review report on the condensed consolidated interim financial statements**

**To: The Board of Directors of Fawry for Banking Technology and Electronic Payments  
"S.A.E."**

**Introduction**

We have reviewed the accompanying condensed consolidated interim financial statements of Fawry for Banking Technology and Electronic Payments S.A.E. which comprise the condensed consolidated interim statement of financial position as of March 31, 2025, and the related consolidated interim statements of profit or loss, comprehensive income, changes in equity and cash flows for the three months' period then ended, 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 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 consolidated financial position of the entity as of March 31, 2025, and of its consolidated financial performance and its consolidated cash flows for the three months' period then ended in accordance with Egyptian Accounting Standard No. (30) "Interim financial statements".

Cairo : May 14, 2025.



Kamel Magdy Saleh FCA,  
FESAA (R.A.A. 8510)  
FRA Register No. 69





**Fawry for Banking Technology and Electronic Payments S.A.E.**  
**Condensed Consolidated interim statement of Financial Position**  
**As of March 31, 2025**

<b>EGP</b>	<b>Note No.</b>	<b>March 31, 2025</b>	<b>December 31, 2024</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Fixed assets	(4)	1 563 075 881	1 388 672 663
Intangible assets	(5)	1 057 662 112	914 418 379
Projects under construction	(6)	311 215 432	136 823 092
Goodwill		78 829 756	32 771 437
Deferred tax assets		85 235 374	74 949 462
Loans and facilities to customers - non current	(10)	814 995 512	725 040 807
Investments in associate and joint ventures	(7)	28 237 830	44 969 727
Investments at fair value through OCI		29 388 425	29 388 425
Investments at fair value through P&L	(8)	34 201 900	33 976 400
<b>Total non-current assets</b>		<b>4 002 842 222</b>	<b>3 381 010 392</b>
<b>Current assets</b>			
Inventory		46 701 767	9 648 579
Accounts and notes receivable	(9)	96 546 834	68 668 663
Loans and facilities to customers - current	(10)	2 657 066 331	2233 166 351
Advances to billers		930 162 734	485 233 968
Debtors and other debit balances	(11)	690 114 707	571 468 538
Investments at fair value through P&L	(8)	35 771 809	--
Treasury bills	(13)	3 058 753 127	2 240 138 857
Cash and cash at banks	(14)	8 786 104 738	4 267 441 022
<b>Total current assets</b>		<b>16 301 222 047</b>	<b>9 875 765 978</b>
<b>Total assets</b>		<b>20 304 064 269</b>	<b>13 256 776 370</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Issued and paid-up capital		1 703 261 622	1 703 261 622
Legal reserve		162 845 631	92 581 238
Employee stock ownership shares		(31 429 709)	(31 429 709)
Reserve for employee stock ownership plan (ESOP)	(24)	165 243 987	150 837 104
Combination reserve		11 745 574	11 745 574
Revaluation reserve for Investments at fair value through OCI		(22 911 676)	(22 911 676)
Retained earnings		3 350 956 565	3 043 072 196
<b>Total equity for the parent company</b>		<b>5 339 711 994</b>	<b>4 947 156 349</b>
Non controlling interest		178 503 085	215 839 903
<b>Total equity</b>		<b>5 518 215 079</b>	<b>5 162 996 252</b>
<b>Non-Current Liability</b>			
Deferred tax liability		54 128 005	49 328 304
Long term loans		481 672 600	381 159 804
Lease Liabilities		207 843 733	176 301 969
<b>Total Non-current liabilities</b>		<b>743 644 338</b>	<b>606 790 077</b>
<b>Current liabilities</b>			
Provisions	(15)	159 418 483	145 019 071
Banks overdraft	(16)	433 060 164	279 364 012
Short term loans		885 206 987	886 794 276
Accounts and notes payable		247 286 971	176 449 708
Accounts and notes payable— billers		6 298 670 594	2 303 120 832
Merchants advances		4 258 981 337	2 602 659 644
Retailer's POS security deposits		122 601 586	108 901 634
Creditors and other credit balances	(17)	1 007 587 523	530 099 002
Lease Liabilities		35 645 645	34 641 791
Current income tax		593 745 562	419 940 071
<b>Total current liabilities</b>		<b>14 042 204 852</b>	<b>7 486 990 041</b>
<b>Total liabilities</b>		<b>14 785 849 190</b>	<b>8 093 780 118</b>
<b>Total equity and liabilities</b>		<b>20 304 064 269</b>	<b>13 256 776 370</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements and to be read therewith.

Chief Financial Officer

Chief Executive Officer

Chairman

Auditor's report attached.

**Fawry for Banking Technology and Electronic Payments S.A.E.**  
**Condensed Consolidated Interim Statement of Profit or Loss**  
**For the three months period ended March 31, 2025**

<b>EGP</b>	<b>Note No.</b>	<b>March 31, 2025</b>	<b>March 31, 2024</b>
Operating revenues	(19)	1 794 765 327	1 087 190 443
<b>Less:</b>			
Operating costs	(20)	( 580 475 607)	( 371 570 914)
<b>Gross margin</b>		<b>1 214 289 720</b>	<b>715 619 529</b>
<b>Add (Less):</b>			
General and administrative expenses	(21)	( 342 696 911)	(235 303 154)
Selling and marketing expenses	(22)	(189 367 257)	(138 642 396)
Employee stock ownership plan expenses (ESOP)		(14 406 883)	(28 873 149)
Board of directors allowances		(3 879 000)	(2 046 400)
Social contribution for Health and insurance		(6 113 887)	(3 650 795)
Provisions formed		(14 399 412)	(7 650 000)
Impairment loss on customer loans	(10)	(50 589 102)	(19 692 904)
Expected credit loss		(2 527 653)	(1 236 162)
Revaluation gain of Investments at fair value through P&L		225 500	7 810 027
Credit interest	(23)	271 230 085	148 535 234
Finance costs		(21 066 533)	(10 621 364)
Foreign currency exchange gain		(1 603 248)	13 722 943
Gain on disposal of fixed assets		13 909 782	8 297 601
Other revenues		3 779 797	2 124 516
<b>Operating Profit</b>		<b>856 784 998</b>	<b>448 393 526</b>
Group's share in (losses) of investments in associates and joint ventures	(7)	( 544 721)	(1 615 987)
<b>Profit of the period before tax</b>		<b>856 240 277</b>	<b>446 777 539</b>
Current income and deferred tax		(214 572 765)	(113 058 785)
<b>Net profit for the period after tax</b>		<b>641 667 512</b>	<b>333 718 754</b>
<b>Distributed as follows:</b>			
Net profit for the parent company		605 378 111	307 089 863
Net profit for the non controlling interest		36 289 401	26 628 891
<b>Net profit for the period after tax</b>		<b>641 667 512</b>	<b>333 718 754</b>
<b>Earnings per share for the period - basic (EGP/share)</b>	(26)	<b>0.18</b>	<b>0.09</b>
<b>Earnings per share for the period - diluted (EGP/share)</b>	(26)	<b>0.18</b>	<b>0.09</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements and to be read therewith.

**Fawry for Banking Technology and Electronic Payments S.A.E.**  
**Condensed Consolidated interim statement of comprehensive income**  
**For the three months period ended March 31, 2025**

<u>EGP</u>	<u>March 31, 2025</u>	<u>March 31, 2024</u>
Profit for the period	641 667 512	333 718 754
Other comprehensive income	--	--
<b>Total comprehensive income for the period</b>	<b>641 667 512</b>	<b>333 718 754</b>
<b>Distributed as follows:</b>		
Comprehensive income for the parent company	605 378 111	307 089 863
Comprehensive income for the non controlling interest	36 289 401	26 628 891
<b>Total comprehensive income for the period</b>	<b>641 667 512</b>	<b>333 718 754</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements and to be read therewith.

Favry for Banking Technology and Electronic Payments S.A.E.  
Condensed Consolidated Interim statement of changes in equity  
For the three months period ended March 31, 2025

EGP	Issued and paid up capital	Legal reserve	Employee stock ownership plan	Reserve for employee stock ownership plan [ESOP]	Combination reserve	Revaluation reserve for investments at fair value through OCI statement	Retained earnings	Total equity of the parent	Non controlling interest	Total
Balance as of January 1, 2024	1 703 261 622	62 039 050	(43 170 059)	198 552 525	11 745 574	(12 252 854)	1 396 481 410	3 316 657 268	153 191 364	3 469 848 632
Comprehensive Income Items										
Net profit for the period	--	--	--	--	--	--	307 089 863	307 089 863	26 628 891	333 718 754
Total comprehensive income	--	--	--	--	--	--	307 089 863	307 089 863	26 628 891	333 718 754
The company's shareholders transactions										
Transferred to legal reserve	--	30 542 188	--	--	--	--	(30 542 188)	--	--	--
Formed for employee stock ownership plan	--	--	--	28 873 149	--	--	--	28 873 149	--	28 873 149
Dividend distribution in subsidiaries	--	--	--	--	--	--	(2 014 025)	(2 014 025)	(67 398 793)	(69 412 818)
Total Company's shareholders transactions	--	30 542 188	--	28 873 149	--	--	(32 556 213)	26 859 124	(67 398 793)	(40 539 669)
Balance as of March 31, 2024	1 703 261 622	92 581 238	(43 170 059)	227 425 674	11 745 574	(12 252 854)	1 671 015 060	3 650 606 255	112 421 462	3 763 027 717
Balance as of January 1, 2025	1 703 261 622	92 581 238	(31 429 709)	150 837 104	11 745 574	(22 911 676)	3 043 072 196	4 947 156 349	215 839 903	5 162 996 252
Comprehensive Income Items										
Net profit for the period	--	--	--	--	--	--	605 378 111	605 378 111	36 289 401	641 667 512
Total comprehensive income	--	--	--	--	--	--	605 378 111	605 378 111	36 289 401	641 667 512
The company's shareholders transactions										
Transferred to legal reserve	--	70 264 393	--	--	--	--	(70 264 393)	--	--	--
Formed for employee stock ownership plan	--	--	--	14 406 883	--	--	--	14 406 883	--	14 406 883
Dividend distribution in subsidiaries	--	--	--	--	--	--	(2 383 290)	(2 383 290)	(79 987 893)	(82 371 183)
Dividend distribution	--	--	--	--	--	--	(224 846 059)	(224 846 059)	--	(224 846 059)
Effect of change from investment in associate	--	--	--	--	--	--	--	--	6 361 674	6 361 674
Total Company's shareholders transactions	--	70 264 393	--	14 406 883	--	--	(297 493 742)	(212 822 466)	(73 626 219)	(286 448 685)
Balance as of March 31, 2025	1 703 261 622	162 845 631	(31 429 709)	165 243 987	11 745 574	(22 911 676)	3 350 956 565	5 339 711 994	178 503 085	5 518 215 079

The accompanying notes form an integral part of these condensed consolidated interim financial statements and to be read therewith.

**Fawry for Banking Technology and Electronic Payments S.A.E.**  
**Condensed Consolidated Interim statement of cash flows**  
**For the three months period ended March 31, 2025**

<b>EGP</b>	<b>Note</b>	<b>March 31, 2025</b>	<b>March 31, 2024</b>
<b><u>Cash flows from operating activities:</u></b>			
Net profit for the period before tax		856 240 277	446 777 539
<b><u>Adjusted by:</u></b>			
Depreciation and amortization during the year		142 592 556	85 362 677
Provisions formed	(15)	14 399 412	7 650 000
Formed Provisions for financing risk		50 589 102	19 692 904
Expected credit loss		2 510 493	1 075 153
Employee stock ownership plan expenses		14 406 883	28 873 149
Revaluation Gain of Investments at fair value through P&L Statement	(8)	( 225 500)	(7 810 027)
Credit interest	(23)	(271 230 085)	(148 535 234)
Share of investments in associate and joint venture losses		544 721	1 615 987
Unrealized foreign currency exchange gain		1 603 248	(13 722 943)
Gain on sale of fixed assets		(13 909 782)	(8 297 601)
Finance expenses		21 066 533	10 621 364
<b>Operating gain before change in working capital</b>		<b>818 587 858</b>	<b>423 302 968</b>
<b><u>Changes in Working capital</u></b>			
(Increase) in inventory		(37 053 188)	(4 443 947)
(Increase) in advances to billers		(444 928 766)	(1 763 005)
(Increase) in debtors and other debit balances		(117 367 283)	(82 876 345)
(Increase) in accounts and notes receivable		(31 667 551)	(16 186 122)
(Increase) in loans to customers		(564 443 787)	(243 296 743)
(Increase) in Due from related parties		--	( 76 049)
Increase / (Decrease) in accounts and notes payable		70 837 263	(49 276 674)
Increase / (Decrease) in accounts payable - billers		3 995 549 762	(461 745 874)
Increase / (Decrease) in merchants prepaid balances		1 656 321 693	(202 827 708)
Increase in retailer's POS security deposits		13 699 952	11 336 173
Increase in creditors and other credit balances		484 192 550	108 045 236
<b>Net Changes in working capital</b>		<b>5 843 728 503</b>	<b>( 519 808 090)</b>
Income tax paid		(35 346 852)	(40 254 060)
Proceeds from credit interest		233 968 471	218 039 985
<b>Net cash provided from operating activities</b>		<b>6 042 350 122</b>	<b>( 342 022 165)</b>
<b><u>Cash flows from investing activities</u></b>			
(Payments) to acquire fixed assets		(249 447 849)	(62 221 543)
(Payments) to acquire intangible assets		(172 436 347)	(93 207 417)
(Payments) for projects under construction		(174 392 340)	(233 790 342)
Proceeds from sale of fixed assets		17 355 516	10 980 530
(Payments) to acquire Investment in associate and joint venture		(33 669 071)	--
(Payments) for investments at fair value through P&L		(35 771 809)	(156 810 111)
Net movement of treasury bills - more than three months		(981 308 780)	406 074 747
<b>Net cash flows (used in) investing activities</b>		<b>(1 629 670 680)</b>	<b>( 128 974 136)</b>
<b><u>Cash flows from financing activities</u></b>			
Dividends Paid		(307 217 242)	(69 412 818)
Net proceeds from loans		98 925 507	215 026 821
Net Proceeds (payments) from bank overdrafts		153 696 152	(5 920 445)
(Payments) for lease liabilities		(20 621 054)	(8 323 777)
Finance expenses paid		(9 700 905)	(5 514 358)
<b>Net cash (used in) / generated from financing activities</b>		<b>(84 917 542)</b>	<b>125 855 423</b>
Net change in cash and cash equivalents during the year		4 327 761 900	( 345 140 878)
Cash and cash equivalents at beginning of the year		4 691 959 027	3 714 164 902
Exchange rate changes on cash and cash equivalents		(1 603 248)	13 722 943
<b>Cash and cash equivalents at end of the year</b>	(14)	<b>9 018 117 679</b>	<b>3 382 746 967</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements and to be read therewith.



## **1. General information**

Fawry for Banking Technology and Electronic Payments S.A.E. was established in accordance with the provisions of Law No. 159 of 1981 and its executive regulation and was registered at the Commercial Register under No. 33258 on September 26, 2008 the Commercial Register was changed to No. 50840 in March 2011. The company has been re-registered at the 6<sup>th</sup> of October's Commercial Register under No. 1333 on July 19, 2018.

The purpose of the Company is to provide operations services specialized in systems and communications, management, operating and maintenance of equipment's and computers networks services and internal systems of banks, networks, and centralized systems, establish operating systems for banking services through the internet, phone and e-payment services and circulation of secured documents electronically, and renting properties, taking into account the provisions of laws, regulations and decisions and provided that all the licenses necessary for pursuing these activities are issued. The duration of the Group is twenty-five years from the Commercial Register date.

The Condensed Consolidated Interim financial statements of the company were approved in the board of directors meeting dated May 14, 2025.

## **2. Statement of compliance**

The Condensed consolidated interim financial statements have been prepared in accordance with the Egyptian Accounting Standards No. (30).

## **3. Significant accounting policies**

The condensed consolidated interim financial statements have been prepared using the same accounting policies that were applied in the prior year. The condensed consolidated interim financial statements should be read in conjunction with the consolidated annual financial statements as of 31 December 2024

**4. Fixed assets**

<u>EGP</u>	<u>Land</u>	<u>Building</u>	<u>Networks and Servers</u>	<u>Point of sales machines</u>	<u>Computers</u>	<u>Furniture and Office Equipment super-fawry and cash counting machines</u>	<u>Leasehold Improvements and fawry stores</u>	<u>Vehicles</u>	<u>Right of use assets</u>	<u>Total</u>
<u>Cost</u>										
<b>As of January 1, 2024</b>	52 490 500	134 050 355	201 446 560	700 961 938	110 317 718	35 468 931	106 529 520	881 721	203 316 964	1 545 464 207
Additions during the year	--	--	78 185 011	563 491 979	24 139 030	21 389 675	68 420 822	--	103 009 374	858 635 891
Disposals	--	--	--	(83 429 943)	--	--	--	--	--	(83 429 943)
<b>As of December 31, 2024</b>	52 490 500	134 050 355	279 631 571	1 181 023 974	134 456 748	56 858 606	174 950 342	881 721	306 326 338	2 320 670 155
Additions during the period	--	--	4 388	226 676 975	9 562 868	7 669 333	5 534 285	--	41 801 044	291 248 893
Disposals	--	--	--	(14 109 971)	--	--	--	--	--	(14 109 971)
<b>As of March 31, 2025</b>	52 490 500	134 050 355	279 635 959	1 393 590 978	144 019 616	64 527 939	180 484 627	881 721	348 127 382	2 597 809 077
<u>Accumulated depreciation</u>										
<b>As of January 1, 2024</b>	--	12 081 728	131 196 642	308 547 239	64 641 091	21 644 577	49 094 778	161 505	84 271 741	671 639 301
Depreciation for the year	--	3 351 258	41 220 411	201 067 899	17 799 659	7 340 988	20 782 284	--	43 377 553	334 940 052
Depreciation of disposals	--	--	--	(74 581 861)	--	--	--	--	--	(74 581 861)
<b>As of December 31, 2024</b>	--	15 432 986	172 417 053	435 033 277	82 440 750	28 985 565	69 877 062	161 505	127 649 294	931 997 492
Depreciation for the period	--	837 815	13 196 135	70 107 212	6 136 275	2 104 091	7 466 018	--	13 552 395	113 399 941
Depreciation of disposals	--	--	--	(10 664 237)	--	--	--	--	--	(10 664 237)
<b>As of March 31, 2025</b>	--	16 270 801	185 613 188	494 476 252	88 577 025	31 089 656	77 343 080	161 505	141 201 689	1 034 733 196
<u>Net book value</u>										
<b>As of March 31, 2025</b>	52 490 500	117 779 554	94 022 771	899 114 726	55 442 591	33 438 283	103 141 547	720 216	206 925 693	1 563 075 881
<b>As of December 31, 2024</b>	52 490 500	118 617 369	107 214 518	745 990 697	52 015 998	27 873 041	105 073 280	720 216	178 677 044	1 388 672 663

Fawry for Banking Technology and Electronic payments S.A.E.  
Notes to the Condensed Consolidated Interim Financial Statements  
For the Three-months Ended March 31, 2025

5. Intangible assets

<u>EGP</u>	<u>licenses</u>	<u>Programs</u>	<u>Contractual relationship with clients</u>	<u>Customer List</u>	<u>Trademark</u>	<u>Total</u>
<b>Cost</b>						
As of January 1, 2024	118 430 027	665 773 185	6 270 000	553 000	19 070 000	810 096 212
Additions during the year	24 588 704	374 489 202	--	--	--	399 077 906
As of December 31, 2024	143 018 731	1 040 262 387	6 270 000	553 000	19 070 000	1 209 174 118
Additions during the period	5 232 004	167 204 343	--	--	--	172 436 347
As of March 31, 2025	148 250 735	1 207 466 730	6 270 000	553 000	19 070 000	1 381 610 465
<b>Accumulated amortization</b>						
As of January 1, 2024	31 586 812	167 184 156	1 595 445	266 499	3 225 731	203 858 643
Amortization for the year	10 716 987	78 288 127	531 815	88 833	1 271 333	90 897 096
As of December 31, 2024	42 303 799	245 472 283	2 127 260	355 332	4 497 065	294 755 739
Amortization for the period	3 155 710	25 563 908	132 954	22 208	317 833	29 192 614
As of March 31, 2025	45 459 509	271 036 191	2 260 214	377 541	4 814 898	323 948 353
Net Book value As of March 31, 2025	102 791 226	936 430 539	4 009 786	175 459	14 255 102	1 057 662 112
Net Book value As of December 31, 2024	100 714 932	794 790 104	4 142 740	197 668	14 572 935	914 418 379

6. Projects under construction

The increase in the projects under construction is mainly because of the addition during the period with EGP 177.5 million and the transferred from Fixed Assets and intangible assets by amount of EGP 3.1 million

7. Investment in associates and Joint venture

The increase in the account is mainly due to group's increase investing in VCFO Consulting by amount of EGP 5 million.

8. Investments at Fair Value through Profit or loss

The increase in the account is mainly due to the increase in investment of Fawry CI capital fund by EGP 35.9 Million and EGP 544 thousand gain from this investment during the first quarter of the year.

9. Accounts and notes receivable

The increase in the account is mainly due to the increase of customers balances by amount of EGP 31.6 million and this resulted from increase in group business volume during the first quarter of 2025.

Fawry for Banking Technology and Electronic payments S.A.E.  
Notes to the Condensed Consolidated Interim Financial Statements  
For the Three-months Ended March 31, 2025

**10. Loans and facilities to customers**

<u>EGP</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Microfinance, small and medium loans	2 327 680 849	2 096 284 648
Less: Customers financing risk provision	(130 742 208)	(103 402 493)
	<u>2 196 938 641</u>	<u>1 992 882 155</u>
Consumer finance loans	1 355 920 448	1 022 872 863
Less: Customers financing risk provision	(80 797 246)	(57 547 860)
	<u>1 275 123 202</u>	<u>965 325 003</u>
	<u>3 472 061 843</u>	<u>2 958 207 158</u>

**Reclassified as follows:**

<u>EGP</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Loans to customers – current	2 657 066 331	2 233 166 351
Loans to customers – non-current	814 995 512	725 040 807
	<u>3 472 061 843</u>	<u>2 958 207 158</u>

**Customers financing risk provision movement represented as follow:**

<u>EGP</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Beginning balance period/ year	160 950 353	64 704 098
Formed during the period/ year	50 589 101	134 600 555
Used during the period/ year	--	(38 354 300)
Ending balance period/ year	<u>211 539 454</u>	<u>160 950 353</u>

**11. Debtors and other debit balances**

The increase in the account is mainly due to the increase in prepaid expenses by amount of EGP 58.7 million and increase in Accrued interest from finance loans by amount of EGP 38.2 million and Supplier down payment by amount of EGP 17.5 million.

**12. Due from related parties**

<u>EGP</u>	<u>Nature</u>	<u>Account Type</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Tazcara Information Technology and Electronic Booking co.	Associate	Current account	1 500 240	1 500 240
Less: Expected credit loss			<u>(1 500 240)</u>	<u>(1 500 240)</u>
			<u>--</u>	<u>--</u>

**13. Treasury bills**

The increase in treasury bills mainly due to the increase in the investing in treasury bills by amount of EGP 818.6 million.

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**14. Cash and cash at banks**

<u>EGP</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Cash*	412 538 730	205 773
Current bank accounts – local currency	2 778 382 410	2 477 071 390
E-Acceptance transactions under settlement	3 733 818 523	991 381 441
Cash at companies and agents of money collections	1 150 148 960	487 408 107
Time deposit – local currencies	511 678 456	109 000 000
Time deposit – foreign currencies	188 881 418	188 937 632
Current bank accounts – foreign currencies	15 536 725	18 300 003
Less: Expected credit loss	(4 880 484)	(4 863 324)
	<u>8 786 104 738</u>	<u>4 267 441 022</u>

\* Cash balance is represented in cash with cash collection representatives “the company’s employees” on March 31, 2025.

For cash flows purposes, Cash and cash equivalents are analyzed as follows:

<u>EGP</u>	<u>March 31, 2025</u>	<u>March 31, 2024</u>
Cash and banks balances	8 786 104 738	2 348 315 997
Treasury bills – less than 3 months	232 012 941	1 034 430 970
	<u>9 018 117 679</u>	<u>3 382 746 967</u>

**15. Provisions**

The increase due to provision formed during the first quarter of the year by EGP 14.3 million and the purpose for provision formed for future contingent liabilities.

**16. Banks overdraft**

The increase in account is mainly due to the increase in Balance of Bank credit facilities used during the first Quarter of 2025 by amount of EGP 153.6 million.

**17. Creditors and other credit balances**

The increase in the account is mainly due to the increase in the Accrued Expenses by amount of EGP 40.6 million and the Accrued commission by amount of EGP 8.6 million and Deferred Revenue by amount of EGP 47.6 million. Conceding the decrease of transactions under settlement by amount of EGP 406.8 million.

**18. Contingent liabilities**

The balance of the contingent liabilities EGP 2.1 billion on 31 March 2025 compared to EGP 1.8 billion on December 31, 2024.

**19. Operating revenues**

The reason for the increase in revenues is due to the increase in the company’s throughput during the first quarter compared to the first quarter of the previous period according to increase in revenues by amount 427.3 of EGP and increase in revenue of finance by amount EGP 280.1 million.

**20. Operating costs**

The increase in operating costs is mainly due to the increase in merchants' fees by an amount of EGP 51.9 million, increase of cost of fund for finance loans by amount of EGP 60 million, increase in Depreciation and amortization by amount of EGP 33.1 million., increase in cost of branches by an amount of EGP 22.5 million, and increase on cash collection cost by an amount of EGP 13.2 million.

**21. General and administrative expenses**

The increase in general and administrative expenses is mainly due to the increase in salaries and wages by an amount of EGP 50.4million. In addition to the increase in subscription fees. technical support, communication and service centers by an amount of EGP 19.1 million during the period and increase in depreciation by an amount of EGP 24.1 million.

**22. Selling and marketing expenses**

The main reason for the increase in selling and Marketing expenses is the increase in the salaries by an amount of EGP 26 million, in addition to the increase of marketing expense by 24.6 million.

**23. Credit Interest**

The increase in the account is mainly due to increase in credit interest on treasury bills by amount of EGP 49.6 million and increase in credit interest on time deposits and call accounts by amount of EGP 73 million.

**24. Share-based payments**

The Company introduced an Employees Share Ownership Plan (ESOP) program in accordance with the shareholders' approval at the extraordinary general assembly meeting held on February 22, 2021, The company granted free shares and allocated shares to some of its employees in accordance with the ESOP program which includes giving the right to some employees a completing a term of 3 years in service at The Company to have the right in ordinary shares by granting free shares or allocating shares by 50% of the fair value on the vesting date after completion of a term of 2 years in service at The Company and which will be issued on the date of the grants. The equity instruments for share-based payment are recognized at fair value on the grant date and are recorded in the income statement on a straight line basis during a three-years period for the grant of free shares and two years for the allocated shares at 50% of the shares' fair values on the vesting date, with a corresponding increase in equity based on the Company's estimate, at each reporting date, for the number of shares that will vest. The fair value of granted shares was determined based on the share price announced on the Egyptian Stock Exchange at the grant date.

The cost of the period of the granted shares within the (ESOP) reached 14.4 Million Egyptian Pounds and the Reserve of ESOP is amounted by 165.2 Million Egyptian Pounds at the date of financial statements.

**25. Segment information**

The group has two major sectors representing the important sectors of the group, offering different and services that managed in a separate way because they require different skills and have different types of clients. The managers of each department review internal management reports in a periodic manner at least once every three months.

The accounting policies of the reportable sectors are the same as the group's accounting policies on December 31, 2024, and the profits of each sector represented in the profits it makes, which reviewed regularly without



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any distribution of income tax expense. This measure is considered the most appropriate for the purpose of allocating resources to sectors and assessing their performance.

### A. Segment profit or loss statement

EGP	<u>Segment Revenue</u>		<u>Segment Profit/(Loss)</u>	
	<u>March 31, 2025</u>	<u>March 31, 2024</u>	<u>March 31, 2025</u>	<u>March 31, 2024</u>
Banking technology and E-payment sector	1 373 811 701	946 435 824	759 026 893	431 395 251
Lending sector	420 953 626	140 754 619	97 213 384	15 382 288
<b>Total</b>	<b>1 794 765 327</b>	<b>1 087 190 443</b>	<b>856 240 277</b>	<b>446 777 539</b>
<b>Net profit before tax</b>			<b>856 240 277</b>	<b>446 777 539</b>
<b>Tax</b>			<b>(214 572 765)</b>	<b>(113 058 785)</b>
<b>Net profit after tax</b>			<b>641 667 512</b>	<b>333 718 754</b>

### B. Segment Assets

EGP	<u>March 31, 2025</u>	<u>December 31, 2024</u>
Banking technology and E-payment	19 074 301 251	11 954 286 407
Lending sector	3 847 665 020	3 274 553 088
<b>Segment Assets before eliminations</b>	<b>22 921 966 271</b>	<b>15 228 839 495</b>
Elimination of internal transactions between segments	(2 617 902 002)	(1 972 063 125)
<b>Segment Assets after eliminations</b>	<b>20 316 064 269</b>	<b>13 256 776 370</b>
<b>Total consolidated Assets</b>	<b>20 316 064 269</b>	<b>13 256 776 370</b>

### 26. Earnings per share

Earnings per share is calculated by divide available net profit for parent company shareholders by weighted average number of shares for the period.

<u>EGP</u>	<u>March 31, 2025</u>		<u>March 31, 2024</u>	
	<u>Basic</u>	<u>Diluted</u>	<u>Basic</u>	<u>Diluted</u>
Net profit for the period	605 378 111	605 378 111	307 089 863	307 089 863
Outstanding shares	3 406 523 244	3 406 523 244	3 406 523 244	3 406 523 244
	<b>0,18</b>	<b>0,18</b>	<b>0,09</b>	<b>0,09</b>

### 27. Acquisition of subsidiary

During the first quarter of 2025 Fawry for banking technology and electronic payments S.A.E acquired a percentage of 51% from the total shares of code zone company L.L.C the goodwill recognized as the value of the increase in cash consideration against the fair value of the company's net assets.

The fair value of the identifiable assets acquired, liabilities and potential liabilities assumed resulting from the acquisition of Code zone L.L.C has been previously determined and the provisional fair value on the date of acquisition amounted to EGP 12 983 008.

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	<b><u>January 1, 2025</u></b>
	<b><u>EGP</u></b>
Fair value of consideration	<b>12 983 008</b>
<b>Less:</b>	
Non-controlling interest (Provisional fair value)	6 361 674
Fair value of previously held interest	21 291 653
Fair value of consideration given for controlling interest	<b>31 388 000</b>
<b>Total goodwill</b>	<b><u>46 058 319</u></b>

According to article No. 45 of Egyptian Accounting Standard No. (29), the initial processing of the business combination was not completed until the end of the fiscal period, as the group's management is still preparing a study of the allocation of the cash consideration in the date of the combination on the fair values of the company's net assets with aim of measuring the assets defined annually and potential obligations in the date of acquisition and determining the value of goodwill the company will perform during the measurement period, which is the period after the acquisition date, where there is reasonable time to determine and measure the following date of acquisition.

- A. Identifiable acquired assets, potential liabilities and any non-controlling interests in the acquired facility.
- B. The material equivalent transferred to the acquired facility or any other value used in measuring Goodwill.
- C. Equity retained by subsidiary in the acquired subsidiary.

Net cash paid to acquire a subsidiary:

	<b><u>EGP</u></b>
Cash consideration	31 388 000
Less: cash and cash equivalents for subsidiaries	<b>(4 680 332)</b>
	<b><u>26 707 668</u></b>

## **28. Tax position**

The company's profits are subject to tax on the profits of legal persons in accordance with the provisions of the Income Tax Law No. 91 of 2005, its executive regulations, and its amendments

### **Corporate tax**

The company submits the tax return prepared in accordance with the provisions of Law 91 of 2005 on legal dates.

#### **The years from establishment until 2017**

- The Company was inspected and tax differences were settled.

#### **The years from 2018 until 2022**

The company received an announcement to inspect its books for the mentioned dates and they are currently preparing for the office inspection.

#### **The years from 2023 until Now**

Tax returns were submitted and paid all tax due on the legal dates.

**Salaries and wages tax**

**The years from establishment until 2022**

- The Company was inspected for mentioned years, and tax differences were settled.

**The years 2023 until now**

- Tax returns were submitted and paid all tax due within the legal deadlines.

**Stamp duty tax**

**The years from establishment until 2020**

- The company's records have been tax inspected for the mentioned years, and tax differences were settled.

**The years 2021 until now**

- Tax returns were submitted and paid all tax due within the legal deadlines.

**Sales tax / VAT tax**

**The years from establishment until November 30, 2020**

Company's recorded were inspected for the mentioned years, and differences were settled.

**The years from December 31, 2020 until now**

Tax returns were submitted and paid all tax due on its dates.

**Withholding tax**

- The company has not been notified of any inspection forms.

**29. Legal Position**

During the third quarter of 2019, a company filed a lawsuit against Fawry for Banking technology and electronic Payments and one of its subsidiaries "the Company" claiming an amount of EGP 82 million under a contract with the company in addition to the legal accrued interest on the said amount. No transactions took place under the aforementioned contract, the legal case is presented for Appeal court.

**30. Subsequent Events**

On April 17, 2025, the Monetary Policy Committee of the Central Bank of Egypt decided, in its meeting, to reduce the overnight deposit and lending rates, as well as the Central Bank's main operation rate, by 225 basis points to 25%, 26%, and 25.50%, respectively. Additionally, the credit and discount rate was cut by 225 basis points to reach 25.50%.