

Commercial International Bank (Egypt) S.A.E.
Financial Statements
March 31, 2007

COMMERCIAL INTERNATIONAL BANK (EGYPT) S.A.E

FINANCIAL POSITION

As of March 31, 2006

Amounts in L.E.	Note	31-Mar-2007	31-Dec-2006
Assets			
Cash & Due From Central Bank	4	4,168,574,347	3,742,876,516
Due From Banks	5	6,050,326,978	5,432,677,413
Treasury Bills & Other Notes Discountable at CBE	6	2,385,578,737	4,058,745,805
Trading Financial Investments	7	845,387,162	887,142,138
Available for Sale Financial Investments	8	2,324,141,581	3,178,163,512
Loans & Overdrafts (Net of Provision for Doubtful Debts)	9&10	18,879,484,865	17,464,675,855
Held to Maturity Financial Investments	11	555,169,486	822,284,338
Financial Investments in Subsidiary and associated companies	12	475,828,680	475,836,460
Debit Balances and Other Assets	14	925,842,665	821,707,644
Deferred Tax	25	41,450,386	40,632,719
Fixed Assets (Net)	15	570,659,667	497,753,233
Total Assets		<u>37,222,444,554</u>	<u>37,422,495,623</u>
Liabilities & Shareholders' Equity			
Liabilities			
Due to Banks	16	357,067,818	1,212,524,120
Customer Deposits	17	32,082,468,547	31,600,227,198
Dividends & Profit Sharing		0	287,235,147
Credit Balances & Other Liabilities	18	988,442,189	843,634,576
Long Term Loans	19	96,636,695	99,166,861
Other Provisions	20	404,586,146	339,825,378
Total Liabilities		33,929,201,395	34,382,613,280
Shareholders' Equity			
Issued & Paid- in Capital		1,950,000,000	1,950,000,000
Reserves		<u>1,089,736,719</u>	<u>1,089,882,343</u>
Total Shareholders' Equity	21	3,039,736,719	3,039,882,343
Net Profit of the Period		253,506,440	-
Total Shareholders' Equity & Net Profit		<u>3,293,243,159</u>	3,039,882,343
Total Liabilities & Shareholders' Equity		<u>37,222,444,554</u>	<u>37,422,495,623</u>
Contingent & commitments Liabilities	22	10,651,666,938	6,864,843,585

COMMERCIAL INTERNATIONAL BANK (EGYPT) S.A.E

INCOME STATEMENT

For the Period from Jan. 1 2007 to Mar. 31 2007

Amounts in LE.	Note	Mar. 31, 2007	Mar. 31, 2006
Interest Received from clients & Banks		544,401,368	372,883,578
Interest Received from Treasury Bills & Bonds		144,035,811	152,176,495
Interest Paid to Clients & Banks		(433,369,129)	(309,937,303)
Net Interest Income		<u>255,068,050</u>	<u>215,122,770</u>
Banking Fees & Commissions		138,369,473	90,927,315
Share Dividends		19,643,970	410,621
Foreign Exchange Income	23	21,424,699	19,695,858
Profit from Selling Investment		28,856,813	26,169,824
Trading Investment Revaluation Differences		(1,855,885)	12,694,596
Other Income		<u>7,182,906</u>	<u>7,386,845</u>
Total Fee Income		<u>213,621,976</u>	<u>157,285,059</u>
Net Operating Income		468,690,026	372,407,829
Provisions		(81,750,000)	(39,732,000)
Other Investment Revaluation Differences	24	31,939,236	(2,135,438)
General & Administration Expenses & Depreciation		(124,710,399)	(106,389,603)
Other Expenses		<u>(18,295,197)</u>	<u>(16,824,793)</u>
		(192,816,360)	(165,081,834)
Net Operating Profits		275,873,666	207,325,995
Non-Operating income		=	=
Net Profit before Tax		275,873,666	207,325,995
Income Tax		(23,184,893)	(19,621,647)
Deferred Tax	25	817,667	(141,488)
Net Profit After Tax		<u>253,506,440</u>	<u>187,562,860</u>

COMMERCIAL INTERNATIONAL BANK (EGYPT) S.A.E

CASH FLOW STATEMENT 1a

For the Period from Jan. 1 2007 to Mar. 31 2007

Amounts in L.E.

	Mar. 31, 2007	Mar. 31, 2006
<u>Cash Flow From Operating Activities</u>		
Net Income Before Tax	275,873,666	207,325,995
Adjustments To Reconcile Net Income		
Total Net Cash Provided by operating		
Depreciation	28,136,532	20,896,464
Provisions (Additions during the period)	81,750,000	39,732,000
Trading Financial Investment Evaluation	1,855,885	(12,694,596)
Other Financial Investment Evaluation	(31,939,236)	2,135,438
Utilization of Provision (Other than Provision for Doubtful Debts)	-	900
FCY Revaluation Differences of Provision Balances except Doubtful Debt	(112,232)	145,889
Gains From Selling of Fixed Assets	-	-
Profit From Selling of Investments	(28,856,813)	(26,169,824)
Paid Income Tax	-	-
FCY Revaluation Difference of Long Term Loans	199,581	484,438
Operating Profit Before Changes in Operating Assets and Liabilities	<u>326,907,383</u>	<u>231,856,703</u>
Net Decrease (Increase) in Assets		
Due from banks	(613,996,981)	(26,430,261)
Treasury Bills & Other Notes Discountable at CBE	1,671,725,482	389,620,937
Trading Financial Investments	39,899,091	309,288,989
Available for Sale Financial Investments	914,817,980	(782,624,198)
Loans & Overdrafts	(1,382,120,527)	(319,236,990)
Debit Balances & Other Liabilities	(159,930,563)	(210,239,099)
Net Increase (Decrease) In Liabilities		
Due to Banks	(855,456,302)	(224,596,032)
Customer Deposits	482,241,349	1,328,778,019
Credit Balances & Other Liabilities	121,622,720	(331,013,658)
Net Cash Provided from Operating Activities	<u>545,709,633</u>	<u>365,404,411</u>

COMMERCIAL INTERNATIONAL BANK (EGYPT) S.A.E

CASH FLOW STATEMENT 1b

For the Period from Jan. 1 2007 to Mar. 31, 2007

	Mar. 31, 2007	Mar. 31, 2006
<u>Cash Flow From Investment Activities</u>		
Purchase of Subsidiaries	7,780	(6,290,000)
Prepaid for Fixed Assets, premises and Fitting-out of Branches	(94,812,917)	(76,937,289)
Purchase of Held-to-Maturity Investments	267,114,852	67,718,159
Net Cash (Used in) Investment Activities	<u>172,309,715</u>	<u>(15,509,130)</u>
<u>Cash Flow From Financing Activities</u>		
Decrease in Long Term Loans	(2,729,747)	3,022,306
Dividends Paid	(287,235,147)	(70,165,754)
Reverse for financial investment revaluation Diff	(145,624)	(106,366)
Net Cash (Used in) provided from Financing Activities	<u>(290,110,518)</u>	<u>(67,249,814)</u>
Net cash & cash equivalent	427,908,830	282,645,466
Beginning Balance of cash and cash equivalent	4,023,396,001	3,401,951,193
Cash & Cash equivalent Balance At the End of the period	<u>4,451,304,831</u>	<u>3,684,596,659</u>
Cash & Cash Equivalent are Represented as Follows		
Cash and Due from Central Bank	4,168,574,347	3,041,036,153
Due From Banks	6,050,326,978	3,386,367,207
Treasury Bills	2,385,578,737	3,469,728,070
Due to Banks	(5,917,511,814)	(3,346,105,606)
Treasury Bills with Maturity More than Three Months	(2,235,663,417)	(2,866,429,165)
Total Cash & Cash Equivalent	<u>4,451,304,831</u>	<u>3,684,596,659</u>

COMMERCIAL INTERNATIONAL BANK (EGYPT) S.A.E

STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY

For the Period from Jan. 1 2007to Mar. 31 2007

2006	Capital	Legal Reserves	General Reserves	Special Reserves	Reserves for Inv. Revaluation	Profits of the year	Total
Beginning Balance	1,300,000,000	331,128,634	723,775,555	162,709,903	9,646,006	0	2,527,260,098
Capital Increase	650,000,000	0	(650,000,000)	0	0	0	0
Transfer to Reserves	0	40,102,238	474,707,379	0	0	(514,809,617)	0
Distributed Profits	0	0	0	0	0	(287,235,147)	(287,235,147)
Net Profit	0	0	0	0	0	802,044,764	802,044,764
Usage part of reserve	0	0	0	0	(2,187,372)	0	(2,187,372)
Ending Balance	<u>1,950,000,000</u>	<u>371,230,872</u>	<u>548,482,934</u>	<u>162,709,903</u>	<u>7,458,634</u>	0	<u>3,039,882,343</u>

2007	Capital	Legal Reserves	General Reserves	Special Reserves	Reserves for Inv. Revaluation	Profits of the period	Total
Beginning Balance	1,950,000,000	371,230,872	548,482,934	162,709,903	7,458,634	0	3,039,882,343
Usage part of reserve	0	0	0	0	(145,624)	0	(145,624)
Net Profit for period	0	0	0	0	0	253,506,440	<u>253,506,440</u>
Ending Balance	<u>1,950,000,000</u>	<u>371,230,872</u>	<u>548,482,934</u>	<u>162,709,903</u>	<u>7,313,010</u>	<u>253,506,440</u>	<u>3,293,243,159</u>

4- Cash And Due From Central Bank

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	<u>L.E</u>	<u>L.E</u>
- Cash & Cash Items	764,356,710	684,845,076
- Reserve Balance with CBE		
(A) Current Account	1,723,640,885	1,489,221,888
(B) Time Deposit	1,680,576,752	1,568,809,552
Total Cash & Due From Central Bank	<u>4,168,574,347</u>	<u>3,742,876,516</u>

5- Due from Banks

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	<u>L.E</u>	<u>L.E</u>
<u>(A) Central Bank</u>		
- Time Deposits	2,586,071,800	120,102,850
Total Due from central bank	<u>2,586,071,800</u>	<u>120,102,850</u>
<u>(B) Local Banks</u>		
- Current Accounts	9,622,390	14,364,909
- Time Deposits	0	85,620,000
Total Due from Local Banks	<u>9,622,390</u>	<u>99,984,909</u>
<u>(C) Foreign Banks</u>		
- Current Accounts	123,192,774	114,797,671
- Time Deposits	3,331,440,014	5,097,791,983
Total Due From Foreign Banks	<u>3,454,632,788</u>	<u>5,212,589,654</u>
Total Due From Banks	<u>6,050,326,978</u>	<u>5,432,677,413</u>

6- Treasury Bills & Other Notes
Discountable at CBE

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	<u>L.E</u>	<u>L.E</u>
- CBE Notes	2,316,000,000	3,315,000,000
- 91 Days Maturity	151,025,000	152,950,000
- 182 Days Maturity	6,125,000	137,150,000
- 364 Days Maturity	21,425,000	544,825,000

Total Treasury Bills	2,494,575,000	4,149,925,000
- Issuance Discount	<u>(39,088,543)</u>	<u>(91,179,195)</u>
Net Treasury Bills	<u>2,455,486,457</u>	<u>4,058,745,805</u>
- Repos	(69,907,720)	0
	<u>2,385,578,737</u>	<u>4,058,745,805</u>

7- Trading Financial Investments

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	<u>L.E</u>	<u>L.E</u>
- Portfolio Managed By other parties	482,089,431	478,500,215
- Mutual Funds	238,535,372	239,839,987
- Bonds	54,308,969	95,195,095
- Shares	70,453,390	73,606,841
Total Trading Financial Investments	<u>845,387,162</u>	<u>887,142,138</u>

The Financial Trading Investments are represented as follows :-

- Financial Investments Quoted on Stock Exchange	578,065,731	647,302,151
- Financial Invest. Un-quoted on Stock Exchange	267,321,431	239,839,987
	<u>845,387,162</u>	<u>887,142,138</u>

8 - Available for sale financial investments

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	<u>L.E</u>	<u>L.E</u>
<u>(A) Shares</u>		
- Bank's Shares	10,783,717	11,046,621
- Corporate Shares	828,304,763	1,108,735,974
<u>(B) Bonds</u>		
- Governmental Bonds	922,206,087	1,477,526,784
- Bank's Bonds	82,192,089	85,321,689
- Corporate Bonds	480,654,925	495,532,444
	<u>2,324,141,581</u>	<u>3,178,163,512</u>

Available for sale financial investments

are represented as follows :-

- Financial Investments Quoted on Stock Exchange	1,378,701,946	1,941,629,448
- Financial Invest. Un-quoted on Stock Exchange	945,439,635	1,236,534,064
	<u>2,324,141,581</u>	<u>3,178,163,512</u>

The market Value of Available for Investments listed on the Capital market reached L.E 1,665,715,444 as of 31 Mar 2007, compared to L.E. 2,288,247,619 as of December 31, 2006

9 - Loans and Overdrafts

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	<u>L.E</u>	<u>L.E</u>
- Discounted Bills	368,689,063	345,178,132
- Loans & Overdrafts to Customers	18,971,217,491	17,719,608,802
- Loans & Overdraft to Banks	800,976,863	652,533,908
	<u>20,140,883,417</u>	<u>18,717,320,842</u>
- Unearned Bills discount	(23,645,209)	(6,134,160)
- Provision For Doubtful Debts	(1,037,345,966)	(1,038,908,021)
- Unearned Interest & commission	<u>(200,407,377)</u>	<u>(207,602,806)</u>
Net Loans & Overdrafts	<u>18,879,484,865</u>	<u>17,464,675,855</u>

10 - Provision For Doubtful Debts

	<u>Mar. 31, 2007</u>		
	<u>Specific</u>	<u>General</u>	<u>Total</u>
	LE	LE	LE
- Balance at beginning of the year	551,958,000	486,950,021	1,038,908,021
- Addition during the period	0	16,877,000	16,877,000
- written off debts recoveries	8,272,665	0	8,272,665
- Foreign currency revaluation diff.	(477,426)	0	(477,426)
	<u>559,753,239</u>	<u>503,827,021</u>	<u>1,063,580,260</u>
Usage during the period	(26,234,294)	0	(26,234,294)
Transferred from General to Specific	(10,008,945)	10,008,945	0
Balance at the end of the period	<u>523,510,000</u>	<u>513,835,966</u>	<u>1,037,345,966</u>

	<u>Dec. 31, 2006</u>		
	<u>Specific</u>	<u>General</u>	<u>Total</u>
	LE	LE	LE
- Balance at beginning of the year	583,672,503	365,228,009	948,900,512
- Addition during the year	53,833,428	121,722,012	175,555,440
- written off debts recoveries	100,062,106	0	100,062,106
- Foreign currency revaluation diff.	(1,264,639)	0	(1,264,639)
	<u>736,303,398</u>	<u>486,950,021</u>	<u>1,223,253,419</u>
Usage during the Year	(228,447,476)	0	(228,447,476)

Transferred from general to specific	44,102,078	0	44,102,078
Balance at the end of the Year	551,958,000	486,950,021	1,038,908,021

11 - Held to maturity Investments

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	L.E	L.E
A. Bonds		
- Housing Bonds (maturity Dec.2019)	215,000	215,000
- Corporate Bonds	522,454,486	789,569,338
- Treasury Bonds	0	0
B. CIB Osoul Fund		
- 250,000 Osoul Fund Certificates /market value LE 119.12 each	25,000,000	25,000,000
- 50,000 Istethmar Fund Certificates / market value LE 111.79 each	5,000,000	0
- 25,000 Aman Fund Certificates / market value LE 102.66 each	2,500,000	0
	555,169,486	822,284,338

The held to maturity Financial Investments are represented as follows :-

- Investments Quoted on Stock Exchange	404,906,106	667,740,018
- Investments Un-quoted on Stock Exchange	150,263,380	154,544,320
	555,169,486	822,284,338

The market value of Held to Maturity Financial Investment is LE 420,013,920 in 31 Mar. 2007

12 - Financial Investments in subsidiary companies

	<u>Mar. 31, 2007</u>		<u>Dec. 31, 2006</u>	
	LE	%	LE	%
A- Subsidiary Companies:				
- Commercial International Holding Company*	368,390,000	%67	368,390,000	%67
B- Associated Companies:				
- Contact for Cars Trading	31,000,000	%38.4	31,000,000	%38.4
- Commercial International Life Insurance co.	32,000,000	%40	32,000,000	%40
- Corplease co.	12,240,000	%40	12,240,000	%40
- Giro-Nil	12,390,000	%30	12,390,000	%30
- Cotecna Trade Support	48,750	%40	48,750	%40
- Haykala for Investment	600,000	%40	600,000	%40

- Royal & Sun Alliance	10,872,000	%20	10,872,000	%20
- Egypt Factors	3,887,930	%39	3,895,710	%39
- International Co. for Appraisal & Collection	400,000	%40	400,000	%40
- International Co. for Security & Services	4,000,000	%40	0	-
	475,828,680		475,836,460	

The Financial Investments in subsidiary companies are represented as follows :-

- Financial Investments Quoted on Stock Exchange	368,390,000	0
- Financial Investments Un-quoted on Stock Exchange	<u>107,438,680</u>	<u>475,836,460</u>
	<u>475,828,680</u>	<u>475,836,460</u>

* According to the shareholders agreement dated 29 October 2006:

- The bank direct investment will be 50.09%
- CIB share will be diluted to 47.5% after executing a shareholders swap
- The company is jointly controlled by CIB and other investors

13 -Capital Commitments (Financial Investments)

The capital commitments for the financial investments reached in date of Financial position L.E 375,712,114 as follows:

	<u>Investment Value</u>	<u>Paid</u>	<u>Remaining</u>
	L.E	L.E	L.E
Available for sale Financial investments	606,852,185	249,066,760	357,785,425
Financial Investment in subsidiaries co.	35,103,370	17,176,680	17,926,690

14 -Debit Balances and Other Assets

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	L.E	L.E
Accrued Interest receivable	440,469,980	286,829,442
Prepaid Expenses	33,857,108	28,645,872
Advances for Purchase of Fixed Assets	148,344,836	154,574,895
Assets Acquired for Settlement of Debts	29,361,646	78,927,129
Accounts Receivable & Other Assets	<u>272,763,657</u>	<u>271,731,041</u>
Accrued Balances of Customer Loans	252,458,000	252,458,000
	1,177,255,227	1,073,166,379
Deduct: Provision for General Risk**	(251,412,562)	(251,458,735)

Total Debit Balances and Other Assets	<u>925,842,665</u>	<u>821,707,644</u>
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* These balances represent certain advances to customers that were made at a branch in violation of the bank's SOP, resulting in reclassifying these balances under "Other Debit Balances". Conservative provisions are adequately reallocated from Other Provisions to meet the operation risk

** Refer to Note 20

16 - Due to Banks

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
<u>(a) Central Bank</u>		
- Current Accounts	18,800,229	20,044,409
- Time Deposits	<u>0</u>	867,616,000
Total Due to Central Bank	<u>18,800,229</u>	<u>887,660,409</u>
<u>(b) Local Banks</u>		
- Current Accounts	19,720,461	15,860,437
- Time Deposits	<u>1,214,538</u>	107,541,554
Total Due to Local Banks	<u>20,934,999</u>	<u>123,401,991</u>
<u>(c) Foreign Banks</u>		
- Current Accounts	314,497,455	201,260,025
- Time Deposits	<u>2,835,135</u>	201,695
Total Due to foreign Banks	<u>317,332,590</u>	<u>201,461,720</u>
Total Due to Banks	<u>357,067,818</u>	<u>1,212,524,120</u>

17 -Customers' Deposits

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	L.E	L.E
- Demand Deposits	8,745,320,013	8,836,825,720
- Time & Notice Deposits	10,976,888,614	11,033,225,620
- Saving & Deposits Certificates	5,491,963,792	5,190,298,212
- Saving Deposits	5,661,800,936	5,349,962,762
- Other Deposits	<u>1,206,495,192</u>	<u>1,189,914,884</u>
Total Customer Deposits	<u>32,082,468,547</u>	<u>31,600,227,198</u>

18 - Credit Balances and Other Liabilities

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
- Accrued Interest Payable	119,642,159	109,691,056
- Accrued Expenses	27,182,294	34,131,526
- Accounts Payable	690,035,809	569,480,973
- Tax Payable	105,490,620	82,305,727
- Other Liabilities	46,091,307	48,025,294
Total Credit Balances And Other Liabilities	<u>988,442,189</u>	<u>843,634,576</u>

19 -Long Term Loans

	<u>Rate</u> %	<u>Maturity date</u>	<u>Maturing</u> <u>through</u> <u>next year</u>	<u>Balance on</u> <u>Mar 31, 2007</u>	<u>Balance on</u> <u>Dec. 31, 2006</u>
F.I.S.C.	7	3-5 years	-	10,000,000	-
KFW	10.5 - 9	10 years	5,177,358	9,462,825	9,461,379
FNIDO	1	2011	3,038,252	9,578,265	10,483,577
	3.5 - 5.5 depends on maturity date	3-5 years	32,304,822	59,465,962	70,617,084
Ministry of Agriculture (F.S.D.P)	3.5 - 5.5 depends on maturity date	3-5 years	20,000	30,000	30,000
Ministry of Agriculture (V.S.P)	3 months	3-5 years	2,850,000	8,099,643	8,574,821
Social Fund	T/D or 9% which more	2010			
Total			43,390,432	96,636,695	99,166,861

20 -Other Provisions

Mar. 31, 2007

L.E

	<u>Opening</u>	<u>Addition</u>	<u>FCY Balance</u>	<u>Usage</u>	<u>Transfer</u>	<u>Transferred</u>	<u>Closing</u>
	<u>Balance</u>	<u>During the</u>	<u>Reval.</u>	<u>During the</u>		<u>to Other</u>	<u>Balance</u>
		<u>period</u>	<u>Difference</u>	<u>period</u>		<u>Debit</u>	
						<u>Balances</u>	
- Provision for Income Tax claims	227,173,695	-	-	-	-	-	227,173,695
- Provision for Legal Claims	1,126,794	-	(217)	-	-	-	1,126,577
- Provision for contingent	111,524,889	64,873,000	(112,015)	-	-	-	176,285,874
- Provision for General risk *	-	-	-	-	-	-	-
- Provision for Bank Risk insurance	-	-	-	-	-	-	-
Total Other Provisions	339,825,378	64,873,000	(112,232)	-	-	-	404,586,146

Dec. 31, 2006

L.E

	<u>Opening</u>	<u>Addition</u>	<u>FCY Balance</u>	<u>Usage</u>	<u>Transfer</u>	<u>Transferred</u>	<u>Closing</u>
	<u>Balance</u>	<u>During the</u>	<u>Reval.</u>	<u>During the</u>		<u>to Other</u>	<u>Balance</u>
		<u>Year</u>	<u>Difference</u>	<u>Year</u>		<u>Debit</u>	
						<u>Balances</u>	
- Provision for Income Tax claims	621,677,559	-	-	(329,503,864)	(65,000,000)	-	227,173,695
- Provision for Legal Claims	1,728,828	178,750	(8,604)	(772,180)	-	-	1,126,794
- Provision for contingent	138,878,000	17,073,560	(324,593)	-	(44,102,078)	-	111,524,889
- Provision for General risk *	161,835,372	1,505,000	-	-	65,000,000	(228,340,372)	-
- Provision for Bank Risk insurance	23,880,238	-	(121,505)	(640,370)	-	(23,118,363)	-
Total Other Provisions	947,999,997	18,757,310	(454,702)	(330,916,414)	(44,102,078)	(251,458,735)	339,825,378

* These balances were reclassified under "other debit balances" to meet the possible loss of value in certain assets resulting from violation of the bank's SOPs that were reclassified from "Loans to Customers". Please refer to Clarification No. 14 for further details.

21 - Capital & Reserves

(a) Capital

- The Authorized Capital reached LE 5,000 Million according to the Extra-Ordinary General Assembly decision on 19 Mar. 2006

- Paid - in capital is LE 1,950 million divided to 195 million shares with par value LE 10 per each

- The Extraordinary General Assembly approved in the meeting of June 26, 2006 to activate a motivating and rewarding program for the bank's employees & managers through employee share ownership plans (ESOPs) by issuing a maximum of 5% of issued and paid-in capital at par value through 5 years starting 31 December 2006 and delegated the BOD to establish the rewarding terms and conditions and increase the paid-in capital according to the program

b) Reserves

According to the bank statutes 5% of net profit is to increase legal reserve until reaches 50% of the bank's issued and paid –in capital

Concurrence of Central Bank of Egypt for usage of Special Reserve is required

According to CBE regulations, a reserve has been formed for Revaluation Difference for Financial Investment (Available for Sale) in FCY for preceding years (up to 2002), and this reserve is used in case of sale or decrease in the value of that investment, and the Income Statement will be carried with the difference according to the issued instruction for such matter.

22 - Contingent Accounts

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	L.E	L.E
- Letters of Guarantee	8,058,432,518	5,636,795,144
- Letters of Credit (import & export)	2,130,093,645	865,777,545
- Customers Acceptances	521,629,129	418,344,500
- Forward Foreign Exchange Contracts (bought)	1,805,468,579	1,353,283,099
- Forward Foreign Exchange Contracts (sold)	(1,804,669,461)	(1,352,168,802)
- Swap Deals (bought)	1,831,546,344	1,048,742,044
- Swap Deals (sold)	(1,890,833,815)	(1,105,929,945)
- Option (bought)	302,654,801	60,744,244
- Option (sold)	(302,654,801)	(60,744,244)
Total	10,651,666,938	6,864,843,585

23 - Foreign Exchange Profits (losses)

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	L.E	L.E
Profit from dealing with foreign currencies	31,790,583	22,191,299
Profit of revaluation of Monitoring assets and Liabilities*	1,444,655	(2,004,224)
Forward deals revaluation losses	(11,937,876)	(527,497)
profit revaluation of options	127,337	36,280
	<u>21,424,699</u>	<u>19,695,858</u>

* Inclusive of a decrease of EGP 2,447,413 due to the FCY revaluation differences of the Financial Trading & Available for Sale Investments against an increase of EGP 1,239,833 & EGP 1,207,580 respectively in Financial Investment Revaluation Differences items in the Income Statement

24 - Other Financial investments evaluation differences

	<u>Mar. 31, 2007</u>	<u>Dec. 31, 2006</u>
	L.E	L.E
- Available for sale Financial investments	31,939,236	(2,135,438)
	<u>31,939,236</u>	<u>(2,135,438)</u>

25 – Deferred Tax Assets & Liabilities

	<u>Assets (Liabilities)</u>	<u>Assets (Liabilities)</u>
	<u>Mar. 2007</u>	<u>Dec. 2006</u>
- Fixed Assets Depreciation	(19,185,062)	(19,762,207)
- Other Provisions (excluding Loan Loss, contingent liabilities and Income Tax Prov.)	50,507,828	50,517,106
- Other Items (other investment revaluation difference)	10,127,620	9,877,820
- Total Deferred Tax Assets (Liabilities)	<u>41,450,386</u>	<u>40,632,719</u>

26 - Assets & Liabilities Maturities

	<u>Maturity</u>	<u>Maturity</u>
	<u>Within one year</u>	<u>Over One Year</u>
<u>Assets</u>		
- Cash and Due from Central Bank	4,168,574,347	-
- Due from Banks	6,050,326,978	-
- Treasury Bills	2,424,667,280	-
- Trading Investments	845,387,162	-
- Available for sale investments	2,324,141,581	-

- Customers' Loans & Overdrafts	8,134,381,042	11,005,118,134
- Banks' Loans & Overdrafts	4,000	800,972,863
- Held to maturity Investments	72,089	555,097,397
- Investments in subsidiary companies	-	475,828,680
- Debit Balances and Other Assets	925,842,665	-

Liabilities

	24,873,397,144	12,837,017,074
- Due to Banks	357,067,818	-
- Customer Deposits	25,820,658,959	6,261,809,588
- Long Term Loans	43,390,432	53,246,263
- Credit Balances and Other Liabilities	988,442,189	-
	27,209,559,398	6,315,055,851

27 -Interest Rate

The average interest rates applied for Assets and Liabilities during the period are 6.77% & 4.05% respectively.

28 -Tax Status

- The bank's corporate income tax position has been examined and settled with the Tax Authority from the start up of operations up to the end of year 1984.

- Corporate income tax for the years from 1985 up to 2000 were paid according to the Tax appeal Committee decision and the final settlement is under discussion in the court of law .

- The bank's corporate income tax position has been examined and settled with the Tax Authority from 2000 up to 2001.

The bank's corporate income tax for the years from 2003 up to 2004 were paid according to the Appeal Committee decision and the final settlement is under discussion with the Tax Appeal Committee

- The bank pay salary tax according to concerning domestic regulations and laws, and the final settlement is under discussion in the court of law .

- The bank pay stamp duty tax according to concerning domestic regulations and laws, and the final settlement is under discussion in the court of law .

29 - Distribution of Assets, Liabilities and Contingent Accounts

Assets

	<u>Local Currency</u>	<u>Foreign Currency</u>
1 - Due From Banks	2,595,694,190	3,454,632,788
2 - Loans & Overdrafts		
Agriculture Sector	64,393,312	0.3
Industrial Sector	8,754,201,456	43.5
Trading Sector	799,692,800	4.0
Services Sector	7,969,617,486	39.5
Household Sector	1,655,418,129	8.2
Other Sectors	897,560,234	4.5
Total Loans & Overdrafts		
(Including unearned interest)	20,140,883,417	100.00
Unearned Discounted Bills	(23,645,209)	
Provision for Doubtful Debts	(1,037,345,966)	5.2
Unearned Interest & Commission	(200,407,377)	
Net Loans & Overdrafts	18,879,484,865	

Liabilities

	<u>Local Currency</u>	<u>Foreign Currency</u>
1- Due to Banks	50,101,190	306,966,628
2 - Customers' Deposits		%
Agriculture Sector	30,393,693	0.1
Industrial Sector	3,230,154,632	10.1
Trading Sector	1,220,554,657	3.8
Services Sector	6,228,323,786	19.4
Household Sector	17,812,251,600	55.5
Other Sector	3,560,790,179	11.1
Total Customers' Deposits	32,082,468,547	100.00

Contingent Accounts

	<u>Local Currency</u>	<u>Foreign Currency</u>
- Letters of Guarantee	2,164,938,770	5,893,493,748
- Letter of Credit (import & export)	33,648,398	2,096,445,247
- Customers Acceptances	107,020,733	414,608,396
- Forward Foreign Exchange Contracts (bought)	573,003,339	1,232,465,240
- Forward Foreign Exchange Contracts (sold)	(383,264,447)	(1,421,405,015)
- Swap Deals (bought)	-	1,831,546,344

- Swap Deals (sold)	(1,234,809,572)	(656,024,243)
- Option (bought)	-	302,654,801
- Option (sold)	-	(302,654,801)
	<u>1,260,537,222</u>	<u>9,391,129,717</u>

30- Foreign Currencies Positions

	<u>Mar. 31, 2007</u> <u>in thousand L.E</u>	<u>Dec. 31, 2006</u> <u>in thousand L.E</u>
- Egyptian Pound	(1,990)	5,550
- US Dollar	(22,507)	(54,691)
- Sterling pound	2,106	2,408
- Japanese Yen	(799)	27,721
- Swiss Franc	349	369
- Euro	17,510	14,894

31- Mutual Funds

(1) Osoul Fnud

- The bank established an accumulated return mutual fund under license no. 331 issued from Capital Market Authority on 22/02/2005. CI-Asset Management Co. – joint stock co.- manages the Fund.
- The number of certificates reached 41,225,493 with redeemed value L.E 4,910,780,726
- The market value per certificate reached L.E 119.12 on 31/3/2007
- The Bank portion got 2,185,133 certificates with redeemed value of L.E 260,293,043

(2) Istethmar Fund

- The bank established an accumulated return mutual fund under license no. 344 issued from Capital Market Authority on 26/02/2006. CI-Asset Management Co. – joint stock co.- manages the Fund.
- The number of certificates reached 1,997,554 with redeemed value L.E 223,306,562
- The market value per certificate reached L.E 111.79 on 29/3/2007
- The Bank portion got 100,451 certificates with redeemed value of L.E 11,229,417

(3) Aman fund (CIB & Faisal Islamic Bank Mutual Fnud)

- The bank & Faisal Islamic Bank established an accumulated return mutual fund under license no. 365 issued from Capital Market Authority on 30/07/2006. CI-Asset Management Co. – joint stock co.- manages the Fund.
- The number of certificates reached 1,865,443 with redeemed value L.E 191,506,378
- The market value per certificate reached L.E 102.66 on 29/3/2007
- The Bank portion got 49,842 certificates with redeemed value of L.E 4,721,949

32- Transactions With Related Parties

All Banking transactions with related parties are conducted in accordance with the normal banking practices and regulations applied to all other customers without any discrimination.

Due from Banks	126,859,354	
Loans & Overdrafts	108,062,514	
Investment in subsidiary companies	475,828,680	
Due to banks	11,461,119	
Customer Deposits	320,697,226	
Contingent Accounts	54,963,812	
	Income	Expenses
- International Co. for Security & Services	45,000	588,412
- International Co. for Appraisal & Collection	-	16,500
- Corplease Co.	-	929,694
- Commercial International Life Insurance Co.	920,081	-
- Commercial International Brokerage Co.	157,713	-

33- **Comparative Figures**

The Comparative Figures are amended to confirm with the reclassification of the current period and General Assembly hold in Mar 19th, 2007 decisions, For ratifying the Appropriation account of year 2006.

