

**SARWA CAPITAL ANNOUNCES FIRST HALF RESULTS;  
CONSOLIDATED NET INCOME OF EGP 127 MILLION FOR H1 2020,  
NORMALIZED NET INCOME OF EGP 210 MILLION,  
UP 9% ON H1 2019**

*Financing Business*

- Total Portfolio of EGP 6.9 billion, up 9% YoY
- Financing Revenue of EGP 756 million, down 2% from H1 2019
- Net Interest Income of EGP 241 million, down 5% from H1 2019
- Financing Operating Income of EGP 406 million, down 1% from H1 2019
- EGP 49 million in provisions in anticipation of IFRS9

*Insurance Business*

- GWP of EGP 131 million, up 470% from H1 2019
- Insurance Revenue of EGP 180 million, up 154% from H1 2019
- Insurance Operating Income of EGP 75 million, up 183% from H1 2019

*Consolidated Metrics*

- Net Operating Income of EGP 481 million, up 10% from H1 2019
- H1 Net Income of EGP 127 million, down 31% from H1 2019
- Normalized Net Income of EGP 210 million, up 9% from H1 2019
- Q2 Net Income of EGP 36 million, down 42% from Q2 2019
- H1 Annualized Return on Average Equity of 13.1%
- H1 Annualized Return on Average Assets of 3.8%

**August 12, 2020 | Cairo, Egypt** Sarwa Capital Holding for Financial Investments SAE (SRWA.CA), Egypt's leading consumer and structured financial services provider, announced today its consolidated financial results for the period ending 30 June 2020, with consolidated net income after minority interest of EGP 127 million, down 31% from EGP 183 million for the period ending June 30 2019. For the second quarter, net income came to EGP 36 million, down 42% on the second quarter of 2019.

Separating the new insurance businesses, and adjusting for ESOP amortization, new treasury bill tax treatment, and application of contingent provisions, normalized consolidated net profit came in at EGP 210 million, up 9% on a comparable basis from the period ending June 30 2019.

Management commented: "We are pleased to announce our results for the first half of the year – a period marked by unprecedented events with wide ranging interpretations of the

ensuing market conditions. Our businesses have demonstrated their resilience and strong footing and have continued to expand despite the challenging environment.

While caution is necessary to not over-interpret signs of a quick recovery, the rebound in activity across many asset classes gives room for optimism, perhaps more so given the good position our businesses are in to take advantage of shifts in the market. Specifically, new distribution channels and execution capability, both in financing and insurance, as well as expanding funding options, set us in a favourable position to capture strong growth going forward.”

—Ends—

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*About Sarwa Capital*

Sarwa Capital Holding for Financial Investments SAE (SRWA.CA) is a pioneer in consumer and structured financial services in Egypt. Operating since 2001, Sarwa adopts innovative approaches in extending its services, offering quality services with simple procedures and reaching a wide client base through its various subsidiaries, affiliates and partners.

Sarwa's financing division offers market leading services including consumer financing for new and used and an array of consumer durables through Contact Credit, home finishing through Contact Mortgages, as well as commercial finance through Contact Leasing and Contact Factoring. Sarwa operates in insurance through Sarwa Insurance and Sarwa Life Insurance. Sarwa also offers an array of corporate financing services including securitization, structured debt and debt investment management. Sarwa Capital Holding for Financial Investments SAE is authorized and regulated by the Financial Regulatory Authority (FRA).