

Annual report of the Board of Directors attached to the Financial Statements for
the Fiscal Year ending 31-12-2020

(Prepared in Accordance with the Provisions of Article 40 of the Registration Rules)

Company's Name: Speed Medical Company L.L.C

Main Information:

Company's Purpose:	Establishing, operating and managing medical analysis laboratories - importing supplies and equipment for medical analysis laboratories - establishing, operating and managing specialized, integrated or general hospitals and their internal therapeutic, diagnostic and medical activities. The Company shall adhere to the provisions of Law No. 121/1982 in the matter of importers' registry. The establishment of the Company shall not create any right to practice its purpose except after obtaining the necessary licenses to practice its purpose from the competent authorities without prejudice to the provisions of the laws regulating this purpose, taking into account the provisions of the laws, regulations and decisions in force, on the condition that the necessary licenses shall be issued to practice these activities. the Company may have an interest or participate in any way with companies and others that carry out similar business or may help them to achieve their purpose in Egypt or abroad, and may also merge with the previous bodies or buy or join thereof according to the provisions of the law and its executive regulations		
The applicable law	159/1981	Nominal value of share	0.20 PT
Last licensed capital	EGP 520 million	Last issued capital	EGP 221,828,895
Last paid-up capital	EGP 221,828,895	Registration No & date in Commercial Registry	89324 dated on 03/01/2016

Investor Relations Officer:

Name	Nationality	Position	Contact means Investor Relations Officer	Correspondence address	Email
Adel Sayed Khalil Mohamed	Egyptian	Financial Director	01026448135 01099369133	25 Othman Bin Afan St., Saladin Square, Heliopolis	info@speedlab.com.eg

Account auditors

First: Mr. Rizk Shendi Abd Al-Masih

Authority Register No. (172)

Second: Mr. Hani Abdullah Al-Badrawi
(unregistered)

Authority Register number

Shareholder Structure and Ownership Percentage of BOD Members

1- Shareholder Structure

Ser.	Name of the selling shareholder	Current Number of Shares	Current Share Percentage
1	Mahmud Ahmed Mahmud Lashin	282,055,340	25.430
2	Hazem Farouk Ahmed Kamal Al-Far	113,704,392	10.252
3	Sherif Alaa Ahmed Hassan Al-Zayat	55,458,143	5.000
4	Ismail Ahmed Ismail Gad Allah	59,513,833	5.366
5	Hashem Hussein Atta Ghoneim	55,574,501	5.011
6	CORONATION AFRICA FRONTIERS FUND UNIVERSAL	38,757,802	3.494
7	Others	504,080,464	45.55
	Total	1,109,144,475	100%

2- Board of Directors:

The last formation of the Board of Directors

Ser.	Name of the selling shareholder	Position	Representative	Current Share Percentage
1	Mahmud Ahmed Mahmud Lashin	Chairman of BOD	Himself	25,43%
2	Hazem Farouk Ahmed Kamal Al-Far	Chairman Deputy & Managing Director	Himself	10,25%
3	Ismail Ahmed Ismail Gad Allah	BOD member	Himself	5,36%
4	Mahmud Abdel Wahab Ahmed Aliywa	BOD member	Himself	0,25%
5	Shadia Abdulmaksoud Mohammed Al-Haddad	BOD member	Himself	-
	Total Current Share Percentage			41.29%

BOD Meetings:

(Number of times the Board of Directors convened during the year 2020)

رقم	Date on Meeting
1	15/02/2020
2	18/02/2020
3	04/05/2020
4	10/06/2020
5	15/08/2020
6	06/09/2020
7	13/09/2020
8	13/10/2020
9	01/11/2020
10	15/11/2020
11	24/11/2020
12	09/12/2020
13	19/12/2020
14	29/12/2020

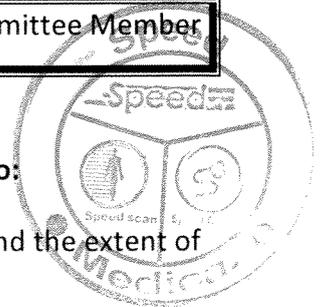
Auditing Committee:

The last formation of the Auditing Committee according to the decision of the Board of Directors held on 00/00/2000 AD

Name	Representative	Job
Hazem Farouk Ahmed Kamal Al-Far	Himself	Committee Chairman
Ismail Ahmed Ismail Gad Allah	Himself	Committee Member
Mahmud Abdel Wahab Ahmed Aliywa	Himself	Committee Member

A statement of the committee's functions and tasks assigned thereto:

1. Examine and review the Company's internal control procedures and the extent of commitment to implement them.
2. Consider the accounting policies used resulting from the application of new accounting standards.



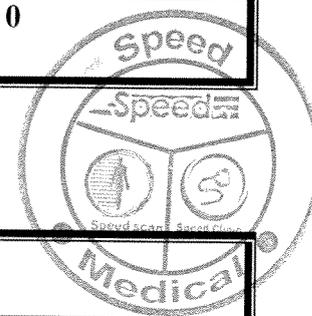
3. Examining and reviewing the internal audit mechanisms and tools, their procedures, plans and results, studying the internal audit reports and following up on the implementation of their recommendations.
4. Examining the draft interim financial statements before submitting them to the Board of Directors in preparation for sending them to the Auditor.
5. Proposing the appointment of Auditors, determining their fees, and considering matters related to their resignation or dismissal, in a way that does not violate the provisions of the law.
6. Initiate an opinion on authorizing the assignment of account Auditors to perform services for the benefit of the Company other than reviewing the financial statements and regarding the estimated fees for them without prejudice to the requirements of their independence.
7. Studying the Auditor's report on the financial statements, discussing them with the observations and reservations received, following up on what was done about them, and working on resolving differences in and views between the Company's management and the Auditor.
8. Ensure that a report is submitted to the Board of Directors from one of the specialized experts who are not related to the nature of the operations and transactions concluded with the related parties and the extent of their breach or damage to the interests of the Company or its shareholders.

Committee work during the year 2020 AD

The number of times the Audit Committee convened	12 times
Have the Committee reports been presented to the Board of Directors?	Yes
Did the Committee's reports contain material observations that should be addressed?	No
Has the Board of Directors addressed the essential observations?	0

Statement of Company Employees:

Average numbers of employees Company during year	700
Average income of employees during year	55,000 EGP/employee in the year



Bonus and Incentive System for Company Employees and Directors: (None)

Violations and procedures related to the money market law and registration rules: (None)

Financial Perform for the Company:

The general condition of the Company was affected by the state of economic stability prevailing in the country, which had a great impact on the financial statements of the Company. It is expected that this positive impact will be reflected on the Company in the future.

The financial performance of the Company has witnessed a remarkable increase compared to 2019, as a result of the increase in the number of operating branches reached 98 branches compared to 64 branches for 2019. It should be noted that 34 branches of the Company were opened during 2020

Total revenues amounted to **173.9** million pounds, compared to 83.9 million pounds in 2019, an increase of **107%** over 2019.

The cost of sales expenses amounted to **71.7** million pounds, compared to 40.9 million pounds for the year 2019

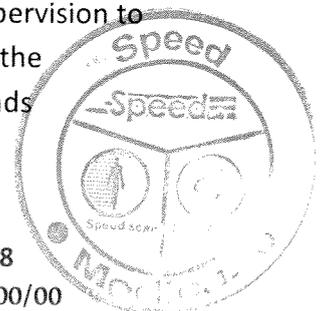
The net profit amounted to **79.2** million pounds, compared to 17.1 million pounds in 2019, an increase of **363%**. We would like to point out that the aforementioned net profit includes the Company's share from the profits of the associated Company, Prime Speed Medical Services, an amount of **35.5** million pounds.

Also, the marketing expenses amounted to **15.4** million pounds, compared to 2019 of 1.6 million pounds, and general expenses amounted to **13.5** million pounds compared to 2019 of 4.9 million pounds, and the annual depreciation of **10.7** million pounds compared to 2019 of 9.1 million pounds.

The financing expenditures amounted to **6.8** million, compared to 3.9 million pounds in 2019, and the financing expenses increased as a result of the Central Bank's initiative to postpone the repayment of loans and interest for a period of 6 months.

In addition, allocations amounting to **3** million pounds have been set aside upon the request and recommendation of the General Authority for Financial Supervision to spare this provision for facing tax obligations, and the credit balance of the shareholders will be paid during the year amounting to 8.3 million pounds

The Auditors' opinion was that the financial statements are:



1- All material aspects of the Company appear fair on 12/31/2020 and the results of its business and its cash flows for the fiscal year ending on the same date according to the Egyptian auditing standards and in light of the laws in force.

2- Comply with the requirements of the Company's system, the companies 'system, and the Company's Articles of Association with regard to the numbers and presentation of the financial statements

Other financial disclosures

A- Proposed profits to be distributed to shareholders: (None)

B - Export size: - (none)

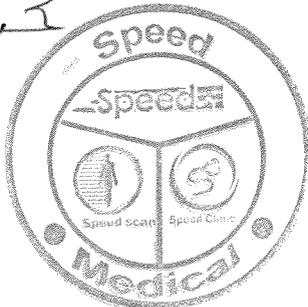
C - Statement of donations: (none)

D - Shares and bonds that were issued during the year: A number of 849,144,475 shares were issued during the year 2020 on two issues as follows:

Value (in pounds)	number of stocks
19,327,619	96,638,095
150,501,276	752,506,380

Chairman of Board of Directors

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Date of preparation: 15th February 2021