

Board of Directors Report
NAEEM Holding for Investment
For the period from January 1st 2024 to December 31st 2024

Financial and Operational Highlights for the Financial Year 2024:

- For the consolidated results, the company recorded total revenues of \$12 million in 2024, compared to total revenues of \$10 million in the previous fiscal year, supported by real estate activity revenues as the administrative units of the group's projects were delivered. Revenues from the sale and rental of ready units amounted to approximately \$4.6 million during 2024, compared to a total of \$2.4 million in 2023. Non-banking financial activities contributed about 27% to the total revenues, recording \$3.2 million in 2024. General and administrative expenses decreased to \$4.1 million in 2024, compared to \$4.9 million in the previous year, leading to an increase in the company's operating profit to \$7.7 million in 2024, compared to an operating profit of \$4.4 million the previous year. The company also saw a decrease in financing expenses, which fell to \$2.6 million from \$3.1 million during the same period. The net profit of NAEEM amounted to \$822,000 in 2024, compared to a loss of \$527,500 in 2023.
- The total trading value for the brokerage sector in the Egyptian stock market amounted to approximately 40.6 billion EGP during 2024, compared to a total trading value of around 30.2 billion EGP in 2023.
- Reacap Financial Investments Company, 48.2% owned by NAEEM Holding, achieved total operational revenues of approximately 337.6 million EGP in 2024, compared to around 156.7 million EGP in the previous year. This revenue growth is attributed to the increase in revenues from the sale of ready units, as its subsidiary, Sferico Real Estate Investment, delivered administrative units in addition to selling real estate investments it owns. The consolidated net profit amounted to 186.7 million EGP in 2024, compared to a net profit of 42 million EGP in 2023.
- EGBank 8% owned by NAEEM Holding, recorded an 80% growth in net income after taxes, reaching 2.55 billion EGP during 2024. This growth was driven by an increase in net interest income and net fees and commission income, which grew by 67% and 75%, respectively. Regarding deposit volume, it witnessed a 38% annual growth, while the loan portfolio grew by 42% annually during 2024.
- The net revenues of Smart Villages Development and Management Company, 33% owned by NAEEM Holding, grew by 66% during 2024, surpassing the 1 billion EGP mark. This led to a 96% increase in gross profit, with a gross profit margin of approximately 39%. Regarding net profit, the company recorded a net profit of around 279 million EGP in 2024.

Vice Chairman & Chief Executive Officer

Date: March 3rd 2025

Youssef Elfar

