



MISR FOR CENTRAL CLEARING, DEPOSITORY AND REGISTRY

ANNUAL REPORT 2011



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2011



Board of Directors



Mr. Mohamed S. Abdel Salam
Chairman and Managing Director (Expert)

Dr. Tarek Abdel Bary
Managing Director



Mr. Amr El Ganainy
Board Member (Representing the Commercial International Bank)

Dr. Mohamed Omran
Board Member (Representing the Egyptian Stock Exchange)



Dr. Yasser Hassan
Board Member (Representing Al Watany Bank of Egypt)

Mr. Ahmed Kotb
Board Member (Representing EFG - Hermes)



Mr. Awny Yousef
Board Member (Representing Wedian Brokerage Firm)

Mr. Khaled Abou Heif
Board Member (Representing Al Tawfeek Brokerage Firm)



Mr. Ashraf Salman
Board Member (Representing Cairo Capital Brokerage Firm)



CHAIRMAN'S SPEECH



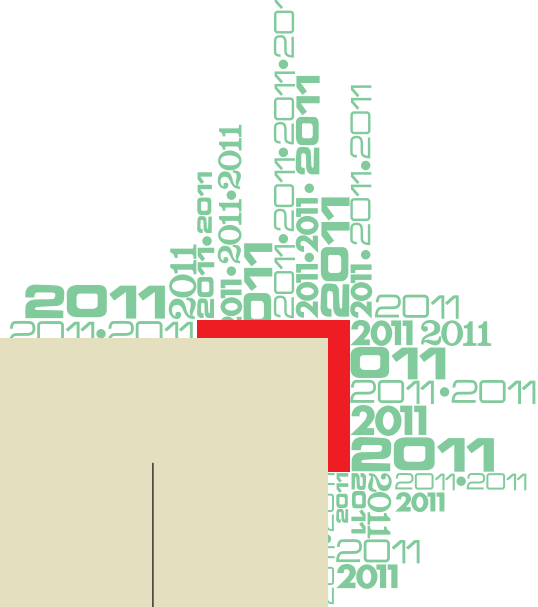
Dear shareholders and investors, it is my pleasure to meet you through this report and view all the company's achievements and performance through 2011. And put a hand on the points of weakness and strength, so we can be capable of developing and enhancing the company's performance on both national and international basis.

2011 has witnessed sever circumstances and political disturbances due to revolutions that overwhelmed the Arab world and affected the economy in general and the capital markets in particular, where the stock exchange is the mirror for all political, social and economical events.

Yet, being one of the corner stones in the capital market, MCDR continued providing its services normally.

I was assigned Chairman of the Egyptian stock exchange on the 23rd of March, 2011 where the Exchange resumed operations after being suspended for 53 days. By time, Egyptian and Foreign investors regained their trust in the Egyptian Market and the traded transactions reached satisfied volumes.

MCDR continued providing its main services where number of settled transactions has reached 5.583.173 transaction and number of settled securities has reached 47.917.239.153 security with total value 135.812.910.214 Egyptian Pounds. The nominal



capital of the deposited securities has reached 551.753.395.589 Egyptian Pounds while the market capital value of the deposited securities has reached 794.737.122.814 Egyptian pounds including nearly 10.27 billion Dollars and 2.29 Swiss Franc.

Number of members and participants has reached 1684 and the number of corporate actions executed through 2011 has reached 846 transactions (cash distribution – bonds revenue – bonds amortization - free distribution – Capital increase, etc.)

Worth mentioning, though this doom economic atmosphere, all MCDR staff have insisted on providing services efficiently.

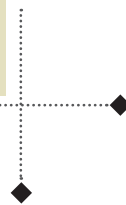
Finally, on behalf of myself and the Board, I would like to thank all members and shareholders for their kind support and trust which allow us to develop our services in order to keep MCDR on the highest rank nationally and internationally and contribute to providing healthy and stable atmosphere that supports the national economy.

Chairman and Managing Director

Mohamed S. Abdel Salam



**Worth
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services efficiently**









MCDR ROLE IN THE CAPITAL MARKET

MCDR - a joint venture company – was established according to the Capital Market Law No. 95 of the year 1992 as a financial institution with public benefit aiming at profit. In 2005, the By-law was modified according to the Depository and Registry Law and its executive regulation. All this was through the Egyptian – French Cooperation for raising the Egyptian Capital Market efficiency.

MODIFYING THE COMPANY'S NAME

- Misr clearing and securities settlement was established as an Egyptian joint Company.
- In August 2001, the name was modified to Misr for Clearing, settlement and Central Depository (MCSD).
- In June 2005, the name was modified to Misr for Central Clearing, Depository and Registry (MCDR).
- MCDR launched its activity and operations on October 1st, 1996 Then the parliament has passed the Depository and Registry Law No. 93 to organize the company's activities within a legal framework and changed its name to MCDR.

DEVELOPMENT OF MCDR CAPITAL

MCDR capital was 10 million Egyptian Pounds and the issued capital was 3 million Egyptian Pounds divided on 1000 shares with nominal value 100 EGP per share.

2001 Authorized capital and issued capital have been increased to 15 million Egyptian Pounds.

2002 Authorized Capital has been increased to 50 million Egyptian Pounds and the issued capital has increased to 18 million and 750 thousand Egyptian Pounds.

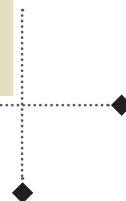
2006 Authorized Capital has been increased to 100 million Egyptian pounds while the issued capital has been increased to 40000000 Egyptian pounds divided on 400000 shares with nominal value 100 EGP per share.

2007 Authorized Capital has been increased to 250 million while the issued capital has been increased to 80 million divided on 400000 with nominal value 100 EGP per share.

2008 Authorized Capital has been increased to 140 million divided on 1400000 with nominal value 100 EGP per share.

2009 The Company's capital has been increased to 154 million Egyptian Pounds divided on 1 million and fifty four thousand shares.

Authorized Capital has been increased to 250 million while the issued capital has been increased to 80 million



MODIFYING THE CAPITAL OWNERSHIP



■ When the company was first established, the ownership contribution was divided as:

50% Banks

35% Cairo and Alexandria Stock Exchanges 15% Brokerage firms

■ MCDR's capital was modified according to Law No. 92 for the year 2000 (Article no. 37) which obligated all members to contribute in MCDR's Capital.

Each member's contribution is determined according to his trading volume and with the services provided to him by MCDR, measured by the expenses and as fees paid to MCDR during the previous year.

MCDR ACTIVITIES DETERMINED BY THE CENTRAL DEPOSITORY AND REGISTRY LAW

■ Applying the Central Depository system for the Egyptian securities especially securities listed in the Stock Exchange and securities of public offering.

■ Applying the Central Registry system represented in executing operations and providing services related to shares.

When the company was

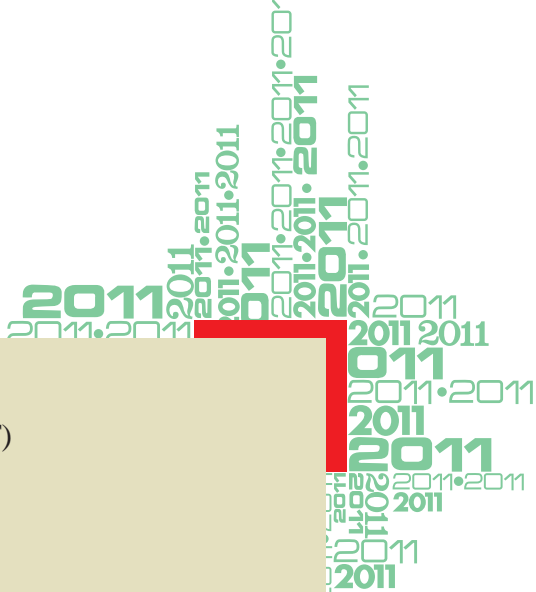
first established, the ownership

contribution was divided as:

50% Banks 35% Cairo and

Alexandria Stock Exchanges

15% Brokerage firms



- Establishing the Settlement Guarantee Fund (SGF) that aims at guarantying settlement of all executed operations at the Exchange and kicking in case of any violation of obligations and imposing penalties on violating Brokerage firms.

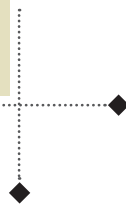
- MCDR introduced new services that are necessary such as the IVR which allows shareholders to follow up operations executed on their securities instantly and evaluating their portfolio. In addition, shareholders are aware of their due returns such as cash dividends, free coupons, redemptions, etc.



MCDR introduced new services that are necessary such as the IVR

MCDR GOALS AND VISION

- To provide efficient services through applying International standards and developing its services relying on its qualified human force and developed automated systems. To assume a prominent position nationally and internationally.





SPOT ON 2011

25 January

The Egyptian Revolution burst out due to hard political, social and economic circumstances.

30 January

Suspending the Stock Exchange operations

23 March

Trading was resumed.

Mr. Mohamed Abdel Salam was assigned as the Chairman of the Egyptian Stock Exchange.

April

World Forum of CSDs (WFC) has been established during the CSD11 in Cape Town, South Africa where Mr. Mohamed was selected as the Forum's President and Mr. Yoshinobu Takeuchi – JASDEC Chairman- as Vice President.

July

MCDR joined the International Securities Services Association (ISSA).

MCDR obtained the ISO27001 from BSI institution. Worth mentioning, BSI praised the efficiency and capability of the work team responsible for data security.

October

MCDR successfully hosted the 14th AMEDA Meeting attended by 39 members and guests from 25 countries.



MCDR'S ACTIVITY DURING 2011

In spite of the exceptional circumstances Egypt has witnessed after the 25th of January revolution that has brought down the ruling regime as a result of the economic, political and social deterioration that Egypt has suffered from during the past years, and the interest to bequeath power to the president's son, as well as the former control of businessmen to the country's resources, and despite suspending the Egyptian Stock Exchange's operations, that resulted in lower trade volumes, nevertheless, investor's confidence in the Egyptian market resulted in resuming trading sessions on the Stock Exchange and ensured its continuity.

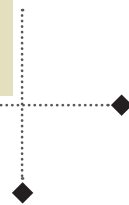
The company's activity has not been severely affected by what the country has been exposed to. It has been noticed that issuers have paid cash dividends due for the fiscal year 2010 in 2011 with total profits disbursed 74.254 billion EGP, with an increase of 44.50%. The number of issuers who paid dividends through MCDR reached 73 issuer.

The number of members and participants in MCDR by the end of 2011 has been 1684 member of which 1434 Issuer, 154 brokerage firm, 30 direct settlement member, 14 primary dealer in bonds, 45 custodian banks and holding companies and 7 registered owners.



The company's activity has not been severely affected by what the country has been exposed

to. It has been noticed that issuers have paid cash dividends due for the fiscal year 2010



THE ROLE OF THE SETTLEMENT GUARANTEE FUND



**The Settlement
Guarantee Fund**

**has continued to perform its
role in achieving stability and
discipline in the market**

14

The market value of the issued shares that are listed on the central depository system recorded 794.74 billion EGP; approximately 18.85% decrease over the previous year, while the market value of the shares deposited recorded 770.69 billion EGP.

The number of corporate actions executed by MCDR has reached a total of 114; including 45 cash capital increase, 49 free distributions, 8 capital decrease, 8 nominal value split, and 4 swaps.

MCDR has also settled a number 5583136 transaction executed on the Exchange.

The Settlement Guarantee Fund has continued to perform its role in achieving stability and discipline in the market, which leads to earning the trust of local and foreign investments by ensuring the fulfillment of cash or securities settlement obligations resulting from trades on set settlement dates, and covering the risks resulting from the uncommitted members. This is clear through the following:

The settlement guarantee fund consists of 181 members; including 148 brokerage firms, 33 direct settlement members - all rated A among risks- taking into consideration that more than 95% of members do not have any risk rate (i.e, there are no irregularities)

The number and value of transactions that the fund has settled during 2011 have decreased where number and value of transactions settled by the fund in 2010 were 41.55% and 79.02% and number and value of transactions settled by the fund in 2011 were 0.0067% and 0.0185%



The fund has also managed to cover one settlement member four times in about 24 transactions with a value of 362.000 EGP in 2011.

MCDR has prevented 4members from executing clearing and settlement operations for violating the rules of the settlement guarantee fund.

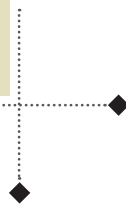
The fund has paid the returns of the investment of its capital for the year 2011 twice to members, the first was in March 2011 with 80% based on a board decision to support brokerage firms in hard times after the revolution and suspension of trades for almost 60 days and the second one with 20% after approval of MCDR financials by the general assembly where returns on the SGF's investment were 22.1 million EGP.

MCDR has obtained the certificate of electronic signature from the Information Technology Industry Development Agency (ITIDA); a certificate that allows the company to issue e-signature certificates to its shareholders

E-SIGNATURE

MCDR has obtained the certificate of electronic signature from the Information Technology Industry Development Agency (ITIDA); a certificate that allows the company to issue e-signature certificates to its shareholders. Final requirements have been concluded to acquire the final running permission, and currently MCDR is coordinating with (ITIDA) in concluding final audits.

The number of brokerage firms that signed an agreement with MCDR to get the e-signature services has reached 106 brokerage firms. These firms are currently arranging with their shareholders for transmission of data and documents to issue them certificates to be used in the electronic trading system.



MCDR IT DEPARTMENT

MCDR has a significant team in the field of information technology, where all MCDR systems are designed in house fully dependant on MCDR man force with no outsourcing.

The technical support department continued to offer its services to different parties, through solving problems of brokerage firms, custodians, banks, issuers, and primary dealers. The technical support team have downloaded and tested programs on 165 computers of members and participants. The department also seeks permanent update of databases on external devices such as brokerage firms and custodians and ensures maintenance for all internal and external devices.

The company's branch in the fifth district has been completely established to work alternatively with Al-Gomhoreya branch, and computer back-ups have been moved in case of emergency in Al-Gomhoreya branch.

Purchase, installation and operation of a new storage unit for information as well as the development of this unit by increasing the speed of data processing and the total storage capacity of the company databases.

As per the cooperation agreement with the Libyan market, all Libyan databases have been operated and tested.

Finalizing the system for collecting fees online for the IVR services.



The company's
branch in the fifth

district has been completely
established to work alternatively
with Al-Gomhoreya branch

STATISTICS

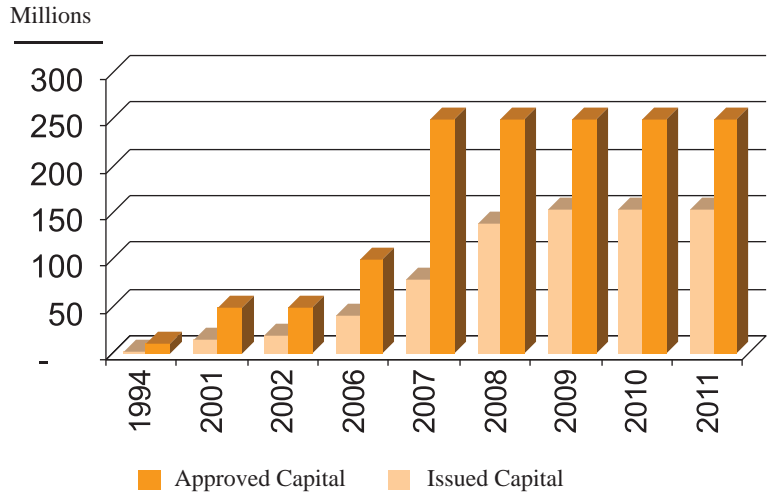
2011





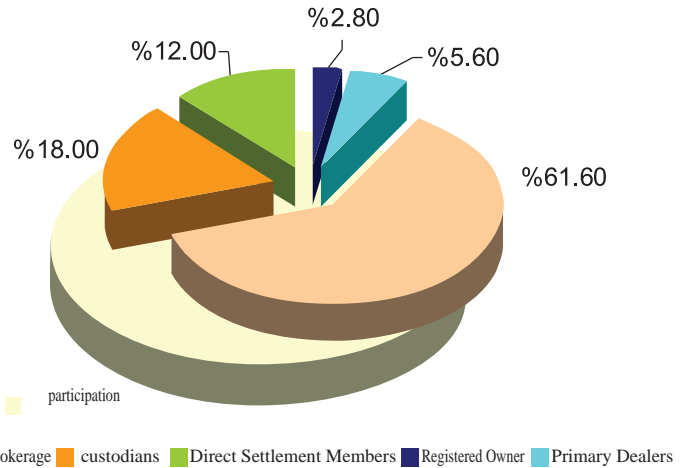
MCDR issued and paid capital has developed from 3 million EGP since its establishment in 1994 to reach by the end of 2011 154 million EGP distributed over 1,54 million shares with a nominal value of 100 EGP per share

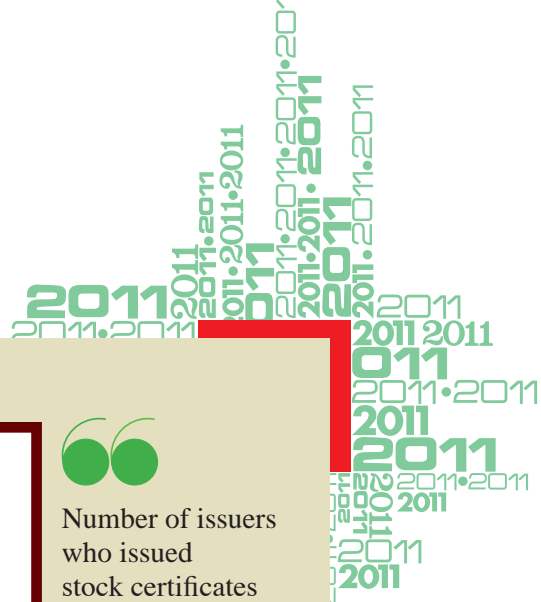
Development of MCDR Capital since establishment



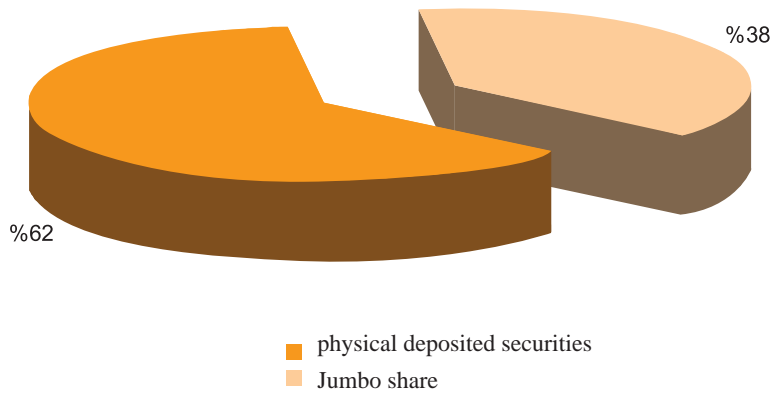
By the end of 2011, number of members and participants was 1684 including 1434 participants and 250 members

Members and participants in the depository system





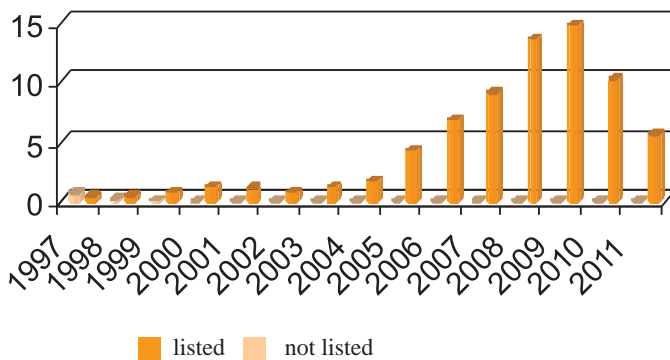
Percentage of physical to non physical securities



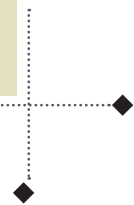
Number of issuers who issued stock certificates or temporary certificates is 889 issuers and issuers who have jumbo share are 545.

Number of settled transactions

Millions



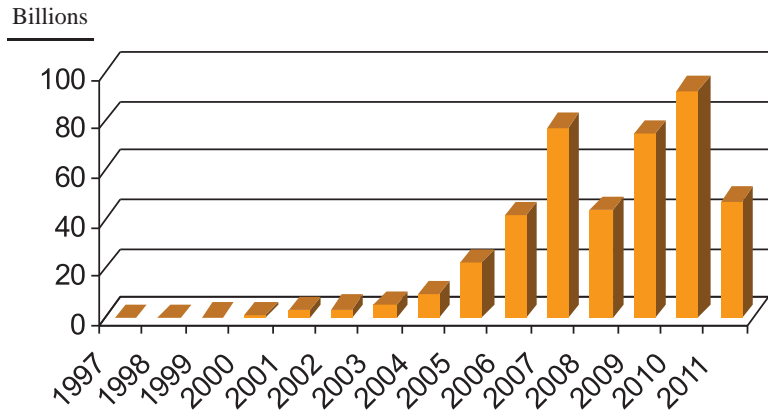
2011 has witnessed significant decrease in the number of settled transactions for deposited securities. The total number of settled transactions were 5583136, with a decrease of 45.2 % compared to the previous year.





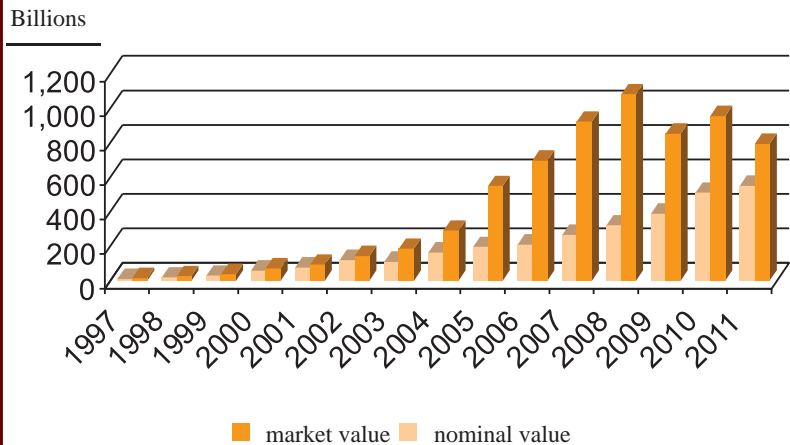
Number of settled securities decreased to 47,9 billion shares with an decrease of 60 % compared to the previous year .

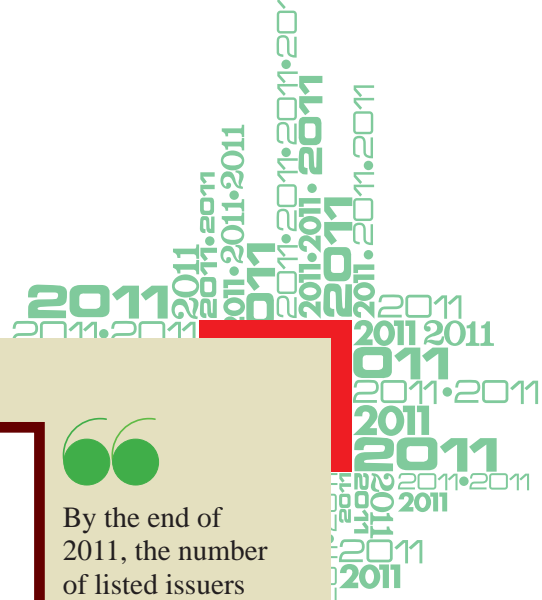
Development of number of settled securities in the central depository system



The nominal value of deposited securities is 551,8 billion EGP, with an increase of approximately 10% , while the market value is 794,7 billion EGP, with a decrease of approximately 19% compared to previous year

Nominal & market value of deposited securities

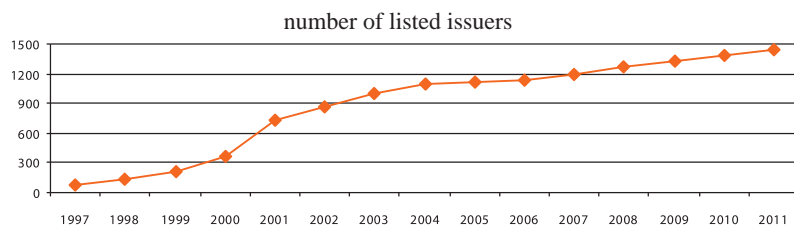




Development in the number of listed issuers



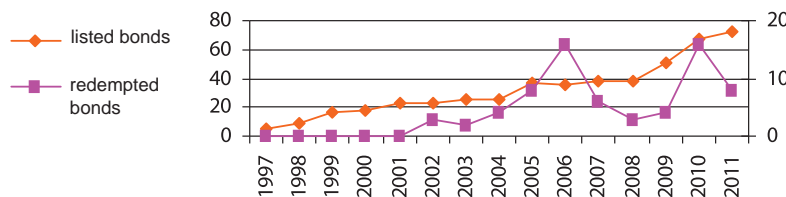
By the end of 2011, the number of listed issuers was 1434 with an increase of 4,2 % compared to previous year.



Development in the number of listed bonds on central depository

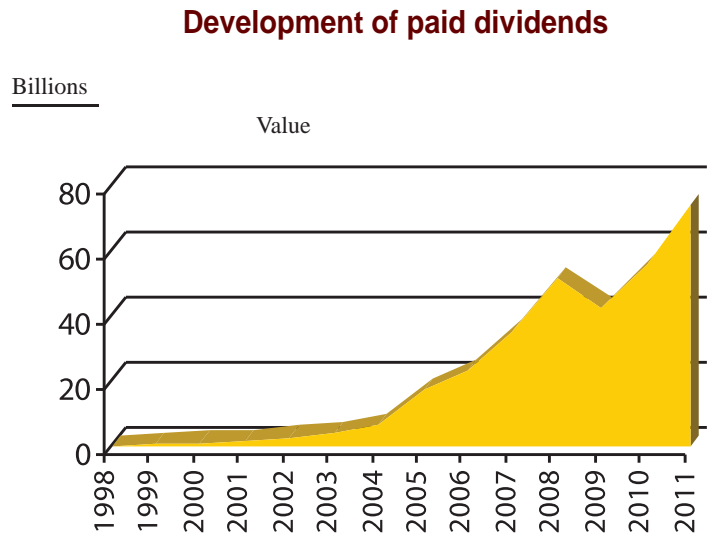


The number of listed bonds on central depository was 72 bonds, with an increase of 9,8% compared to previous year, with the total redemption of 8 bonds .



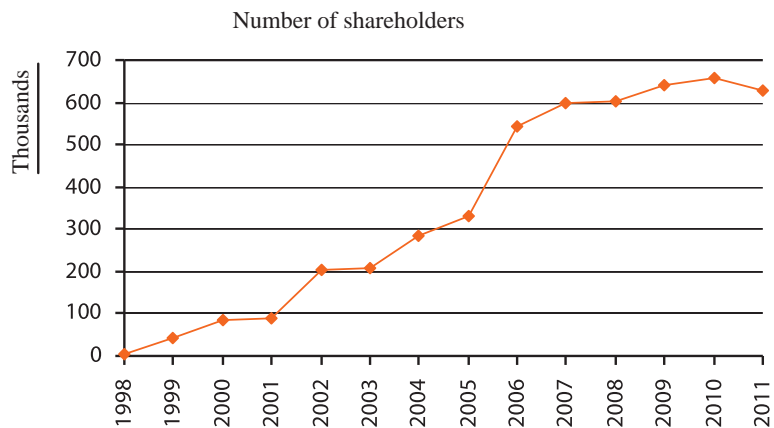


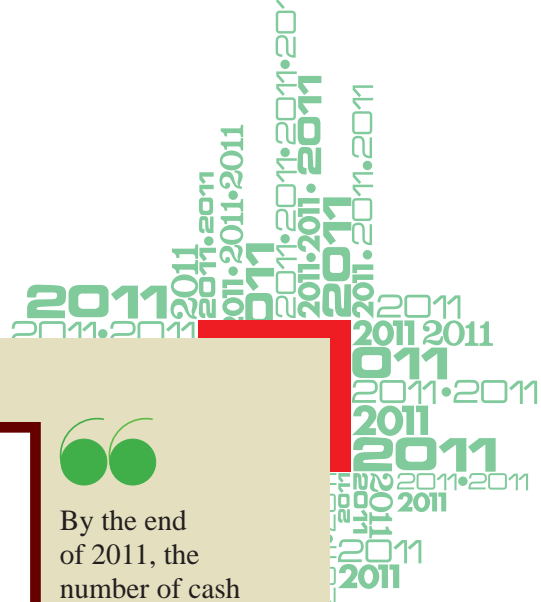
During 2011 securities cash dividends paid through MCDR increased to 74,3 billion EGP, with an increase of 44,5 % compared to previous year .



The number of shareholders who received cash dividends decreased to 628877 shareholders during 2011, with a decrease of approximately 4,5 % compared to previous year .

Development in the number of shareholders who received their cash dividends



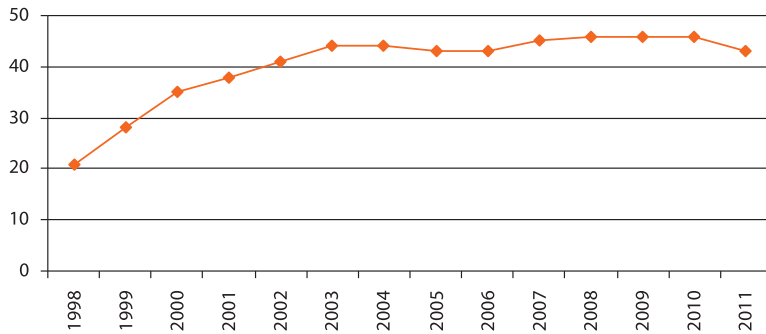


Development in the number of cash distribution windows



By the end of 2011, the number of cash distribution windows reached 43 all over Egypt with a decrease of 6,5 % compared to previous year.

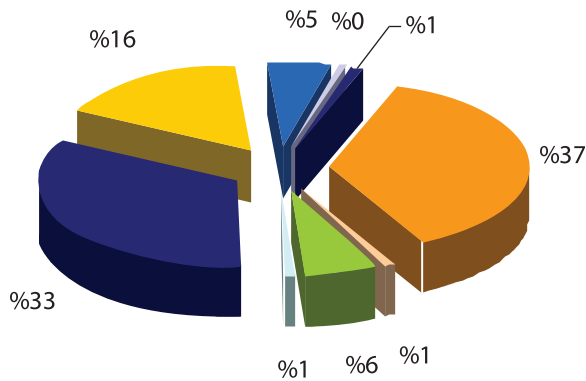
Number of cash distribution windows



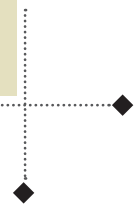
Corporate actions executed through MCDR



By the end of 2011, corporate actions executed by MCDR on behalf of the issuers were 855, with an increase of approximately 1,5% compared to previous year .



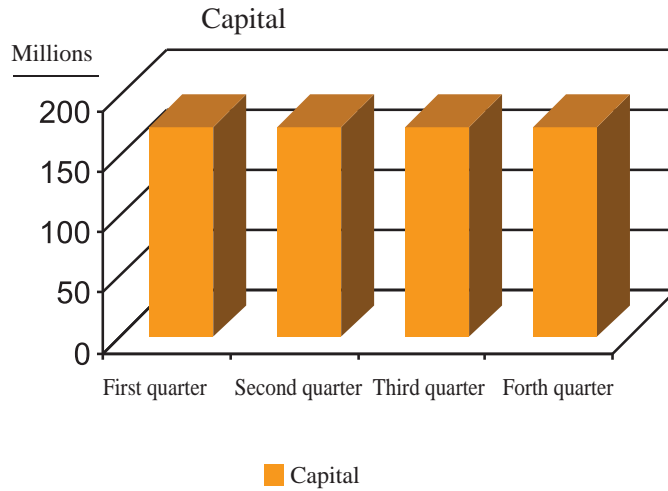
- cash payment
- decrease
- subscription
- split
- Returns on bonds
- swap
- free shares
- redemption
- delist





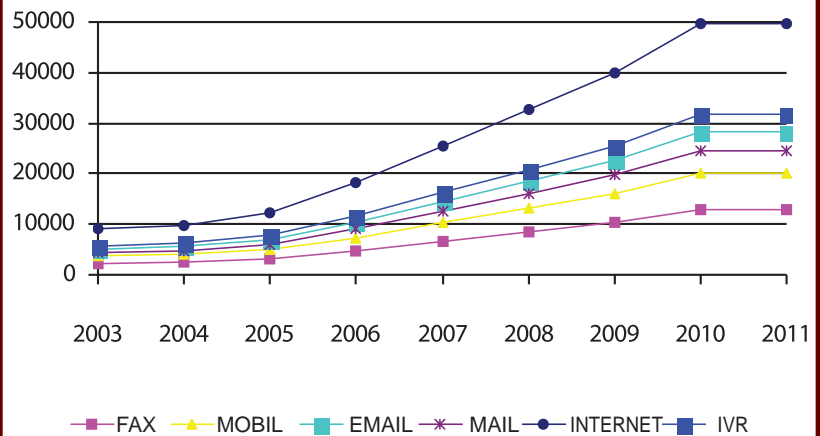
SGF capital quarter variable average has reached 175 million EGP for all periods.

Development of settlement guarantee fund capital



The number of shareholders benefiting from the service introduced by MCDR was 166869 compared to previous year.

Services introduced to shareholders



FINANCIAL
STATEMENTS
AND AUDITORS'
REPORT
THEREON

2011





AUDITOR'S REPORT

**TO THE SHAREHOLDERS OF
MISR FOR CENTRAL CLEARING, DEPOSITORY AND REGISTRY - S.A.E.
MEMBERS OF SETTLEMENT GUARANTEE FUND**

Report on the Separate Financial Statements

We have audited the accompanying separate financial statements of Misr for Central Clearing, Depository and Registry - S.A.E - which comprise the separate balance sheet as of 31 December 2011, and the separate statements of income, changes in equity and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

These separate financial statements are the responsibility of the company's management as management is responsible for the preparation and fair presentation of the separate financial statement in accordance with Egyptian Accounting Standards and in the light of relevant Egyptian laws and regulations and the Egyptian Financial Supervisory Authority Chairman's decision No. (29) dated 5th August 2004 - the management's responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of separate financial statements that are free from material misstatement, whether due to fraud or error, This responsibility also includes selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on these separate financial statements based on our audit. We conducted our audit in accordance with Egyptian Standards on Auditing and in the light of relevant Egyptian laws and regulations. those standards require that we plan and perform the audit to obtain reasonable assurance that the separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the separate financial statements, The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the separate financial statements, whether due to fraud or error, In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the separate financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing and opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the separate financial statements.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the separate financial statements present fairly, in all material respects, the separate financial position of Misr for Central Clearing, Depository and Registry - S.A.E as of 31 December 2011, and its separate financial performance and its separate cash flows for the year then ended in accordance with Egyptian Accounting Standards and in the light of relevant Egyptian laws and regulations, and the Egyptian Financial Supervisory Authority Chairman's decision No. (29) dated 5 August 2004.

Emphasis of Matter:

Without qualifying our opinion, we draw attention to the Note (36) of the notes to the separate financial statements, that the current events in the Arab Republic of Egypt may have a significant impact on the economic sectors in general and may lead to a significant decline in the economic activities during the coming periods. Therefore, these events may have a material impact on the elements of assets and liabilities, the recoverable amounts and results of operations during the coming periods. The size of the impact of these events on the assets and liabilities included in these financial statements cannot be determined at the present time.

Report on Other Legal and Regulatory Requirements

The company maintains proper books of accounts that include all that is required by the Law and the company's Articles of Association, and the financial statements are in agreement therewith.

The financial information included in the Board of Directors' report, which has been prepared in accordance with the requirements of Law No. 159 of 1981 and its Executive Regulations, is in agreement with the relevant information in the company's books.

Auditors



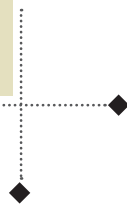
Abdelmonem A. Sallam

Chartered Accountant
R.A.A. 2347
EFSA 361



Taha M. Khaled

Fellow of the Institute of Chartered
Accountants in England & Wales
Fellow of the Egyptian Society of
Accountants and Auditors
Fellow of the Egyptian Society of
Taxation R.A.A. 5136
EFSA 28



SEPARATE BALANCE SHEET
At 31 December 2011

	<i>Note</i>	<i>31/12/2011</i> <i>EGP</i>	<i>31/12/2010</i> <i>EGP</i>
NON CURRENT ASSETS			
Fixed assets	5	161,230,565	18,586,860
Projects under construction	6	4,273,012	142,975,781
Investment in subsidiary	7	8,850,000	8,850,000
Investment in associates	8	9,003,500	8,903,500
Held to maturity investments	9	85,483,770	85,117,316
Available for sale investments	10	2,003,391	2,003,391
Investment in Risk Insurance Fund (Investor Protection Fund)	11	2,115,154	2,115,154
Intangible assets	12	2,500,000	2,500,000
Deferred tax assets	33	-	847,150
Total non current assets		<u>275,459,392</u>	<u>271,899,152</u>
CURRENT ASSETS			
Trade and other receivables	13	114,974,044	109,085,202
Investment at fair value through profit and loss	14	43,155,568	79,386,836
Cash and bank balances	15	130,216,780	96,090,665
Bank balances – coupons dividends	16	2,627,840,561	1,574,893,703
Brokerage companies loans	18	33,401,372	-
Total current assets		<u>2,949,588,325</u>	<u>1,859,456,406</u>
CURRENT LIABILITIES			
Dividends coupons payable	16	2,627,840,561	1,574,893,703
Trade and other payables	17	60,326,941	78,239,149
National investment bank loan	18	60,000,000	-
Provision for risks and claims	19	23,280,962	25,213,228
Taxes payable		1,938,929	5,563,869
Total current liabilities		<u>2,773,387,393</u>	<u>1,683,909,949</u>
Working capital		<u>176,200,932</u>	<u>175,546,457</u>
Total investments		<u>451,660,324</u>	<u>447,445,609</u>
Financed as follows :			
EQUITY			
Depository and Registry activities:			
Share capital	20	154,000,000	154,000,000
Legal reserve	21	7,559,562	5,888,652
Retained earnings		<u>45,808,950</u>	<u>46,125,058</u>
Total equity for depository and registry activities		<u>207,368,512</u>	<u>206,013,710</u>
Settlement Guarantee Fund			
General accumulation	23	179,275,071	176,842,278
Special accumulation	24	45,413,676	46,894,580
Legal reserve	21	2,501,596	1,664,525
Retained earnings		15,904,351	16,030,516
Total equity for settlement guarantee fund		<u>243,094,694</u>	<u>241,431,899</u>
Total equity		<u>450,463,206</u>	<u>447,445,609</u>
Long term liabilities			
Deferred tax liabilities	33	<u>1,197,118</u>	-
Total finance investment		<u>451,660,324</u>	<u>447,445,609</u>
CONTRA ACCOUNTS	30	<u>770,499,449,884</u>	<u>934,783,063,812</u>

SEPARATE STATEMENT OF INCOME

For the year ended 31 December 2011

		31/12/2011	31/12/2010
	<i>Note</i>	<i>EGP</i>	<i>EGP</i>
Services revenue	25	71,048,366	120,354,798
Cost of services	26	(63,595,147)	(70,409,409)
Gross profit		7,453,219	49,945,389
Credit interest		64,546,719	232,41,403
Held to maturity investments return		27,649,405	24,822,435
Treasury bills return and gain on sale of investments at fair value		18,746,193	26,624,344
Other operating income	27	2,823,314	2,225,971
		<u>121,218,850</u>	<u>145,021,371</u>
General and administrative expenses	28	(65,222,796)	(69,850,495)
Profit for the year before taxes		<u>55,996,054</u>	<u>75,170,876</u>
Income Tax	29	(5,836,435)	(9,743,956)
Net profit for the year after taxes		<u>50,159,619</u>	<u>65,426,920</u>
Net profit for the year represents :			
Net profit for central clearing and depository activities		33,418,197	48,552,693
Net profit for settlement guarantee fund		16,741,422	16,874,227
		<u>50,159,619</u>	<u>65,426,920</u>

SEPARATE STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2011

	<i>Depository and Registry activities</i>		
	<i>Share</i>	<i>Legal</i>	<i>Retained</i>
	<i>Capital</i>	<i>Reserve</i>	<i>Earnings</i>
	<i>EGP</i>	<i>EGP</i>	<i>EGP</i>
Balance at 1 January 2010	154,000,000	3,461,017	66,043,313
Dividends	-	-	(66,043,313)
Transferred to special accumulation	-	-	-
Transferred to legal reserve	-	2,427,635	(2,427,635)
General accumulation increase	-	-	-
Net profit for the year	-	-	48,552,693
Balance at 31 December 2010	154,000,000	5,888,652	46,125,058
Dividends	-	-	(32,063,395)
Net profit for the year	-	-	33,418,197
Transferred to legal reserve	-	1,670,910	(1,670,910)
Transferred to special accumulation	-	-	-
Used from Special Accumulation	-	-	-
General Accumulation increase	-	-	-
Balance at 31 December 2011	154,000,000	7,559,562	45,808,950

<i>Settlement and Guarantee Fund</i>				
<i>General accumulation EGP</i>	<i>Special accumulation EGP</i>	<i>Legal Reserve EGP</i>	<i>Retained Earnings EGP</i>	<i>Total EGP</i>
173,677,427	44,276,956	820,814	15,595,467	457,874,994
-	-	-	(12,977,843)	(79,021,156)
-	2,617,624	-	(2,617,624)	-
-	-	843,711	(843,711)	-
3,164,851	-	-	-	3,164,851
-	-	-	16,874,227	65,426,920
176,842,278	46,894,580	1,664,525	16,030,516	447,445,609
-	-	-	(14,724,452)	(46,787,847)
-	-	-	16,741,422	50,159,619
-	-	837,071	(837,071)	-
-	1,306,064	-	(1,306,064)	-
-	(2,786,968)	-	-	(2,786,968)
2,432,793	-	-	-	2,432,793
179,275,071	45,413,676	2,501,596	15,904,351	450,463,206

SEPARATE STATEMENT OF CASH FLOW
For the year ended 31 December 2011

	<i>Note</i>	<i>31/12/2011</i> <i>EGP</i>	<i>31/12/2010</i> <i>EGP</i>
OPERATING ACTIVITIES			
Net profit for the year before taxes		55,996,054	75,170,876
Adjustments for the following items:			
Depreciation	5	11,636,657	5,918,258
Treasury bills returns and gain on sale of investment at fair value		(18,746,193)	(26,624,344)
Held to maturity investment return		(27,649,405)	(24,822,435)
Amortization of finance lease installment		2,114,284	2,774,177
Gain on sale of fixed assets and leased buildings		(193,000)	(237,250)
Amortization of securities premium		(986,269)	(496,038)
Impairment of projects under construction		1,977,447	-
Operating profits before working capital changes:		24,149,575	31,683,244
Trade and other receivables		(10,309,680)	(26,947,107)
Trade and other payables		(21,580,962)	(4,192,152)
Dividends paid to employees and Board of Directors		(8,963,395)	(20,338,696)
Tax paid		(5,392,874)	(11,316,771)
Tax paid differences		-	(10,862,784)
Claims paid		-	(26,759)
Loans paid to brokerage companies		(33,401,372)	-
Net cash used in operating activities		<u>(55,498,708)</u>	<u>(42,001,025)</u>
INVESTING ACTIVITIES			
Purchase of available for sale investments		-	(1,996,650)
Purchase of investment in associates		(100,000)	(6,000,000)
Proceeds from sale of fixed assets		-	189,000
Purchases of fixed assets	5	(9,098,397)	(335,241)
Held to maturity investments		(797,175)	16,025,900
Investment at fair value through profit and loss		36,489,667	(45,948,605)
Treasury bills returns and gain on sale of investment at fair value		18,746,193	26,624,344
Held to maturity investments return		27,649,405	24,822,435
Projects under construction		(4,343,715)	(63,488,308)
Proceeds from sale of leased buildings		-	47,225,823
Net cash from/(used in) investing activities		<u>68,545,978</u>	<u>(2,881,302)</u>
FINANCING ACTIVITIES			
Dividends paid to shareholders & settlement guarantee fund members		(39,873,044)	(56,174,023)
Increase in general accumulation		2,432,793	3,164,851
Decrease in special accumulation		(1,480,904)	-
National investment bank loan		60,000,000	-
Net cash from/(used in) financing activities		<u>21,078,845</u>	<u>(53,009,172)</u>
Increase /(Decrease) in cash and cash equivalent		34,126,115	(97,891,499)
Cash and cash equivalent at the beginning of the year		96,090,665	193,982,164
Cash and cash equivalent at the end of the year	14	<u>130,216,780</u>	<u>96,090,665</u>