



ORASCOM
INVESTMENT

Orascom Investment Holding
“S.A.E”
Condensed Interim Consolidated Financial Statements
As of and for the six and three-month periods ended June 30, 2022
Together with Review Report



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Translation of review report
originally issued in Arabic

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Review Report on Condensed Interim Consolidated Financial Statements

To: The Board of Directors of Orascom Investment Holding (S.A.E)

Introduction

We have reviewed the accompanying June 30, 2022, condensed interim consolidated financial statements of Orascom Investment Holding S.A.E and its subsidiaries "the Group", which comprises:

- the condensed interim consolidated statement of financial position as of June 30, 2022;
- the condensed interim consolidated statement of income for the three-month and six-month periods ended June 30, 2022;
- the condensed interim consolidated statement of comprehensive income for the three-month and six-month periods ended June 30, 2022;
- the condensed interim consolidated statement of changes in equity for the six-month period ended June 30, 2022;
- the condensed interim consolidated statement of cash flows for the six-month period ended June 30, 2022; and;
- notes to the condensed interim consolidated financial statements.

Management is responsible for the preparation and fair presentation of these condensed interim consolidated financial statements in accordance with Egyptian Accounting Standard No. (30) "Interim Financial statements". Our responsibility is to express a conclusion on these condensed interim consolidated financial statements based on our review.

Scope of Review

Except for what will be explained in the basis of Qualified Conclusion, we conducted our review in accordance with Egyptian Standard on Review Engagements 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the Company and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these condensed interim consolidated financial statements.

Base of Qualified Conclusion

- 1- As described in detail in note (9) from the accompanying notes of the condensed interim consolidated financial statements, the Group has a significant influence in its investments in CHEO Technology JV ("Koryolink"), in the Republic of North Korea, which is carried at EGP 613.6 million as of June 30, 2022, which is classified as "Equity-accounted investees", also, the Group has cash balances in North Korean Banks amounting to EGP 55.6 million, which the Group classified as other financial assets as of June 30, 2022. Despite the fact that Koryolink realizing profits, no share of profit was recognized regarding the Group's share of profit in accordance with the Group's accounting policies. As Koryolink is operating under an international ban and financial restrictions imposed by the international community on North Korea, which lead to difficulties in transferring profits abroad and repatriating the funds outside of North Korea. The investment in Koryolink is measured at cost representing Management best estimate of the recoverable amount of this investment.

We were unable to obtain sufficient and appropriate evidence about the recoverable amount of the Group's investment in Koryolink as well as the valuation of cash balances in North Korean Banks as of June 30, 2022, also the Group's share of profit of the associate company in the condensed interim consolidated statement of income because we were not provided with evidence to support the recoverable amount of the Group's investment in Koryolink as well as the valuation of cash balances in North Korean Banks. Accordingly, we were unable to obtain assurance about the measurement of the recoverable amount of the investment balance as well as the valuation of cash balances in North Korean Banks as of June 30, 2022, also not recognizing Group's share of profit of the associate company for the six-month period ended June 30, 2022. Consequently, we were unable to determine whether any adjustments to these amounts were necessary.

- 2- The management didn't provide us with financial information reviewed by the component auditor of Orascom Telecom Lebanon (A component company) as of June 30, 2022, and December 31, 2021 as well, due to the current circumstances in Lebanon. Therefore, we couldn't obtain reasonable assurance over the existence, accuracy, completeness and ownership of the balances and amounts of the component company as of and for the six-month period ended June 30, 2022, for a total amount of assets of EGP 134.7 million, which represents 4% from total assets of the Group and a total amount of liabilities of EGP 218.4 million, which represents 17% from total liabilities of the Group's condensed interim consolidated financial statements as of and for the six-month period ended June 30, 2022.
- 3- We have not obtained banks confirmations on bank balances amounting to EGP 11 715 025 as of June 30, 2022, also, we have not obtained bank confirmations for the same bank balances as of December 31, 2021, therefore, we couldn't obtain reasonable assurance over the completeness of transactions and disclosures related to these banks as of and for the six-month period ended June 30, 2022.

Qualified Conclusion

Based on our review, except for the possible effects of the matter described in in the Basis of Qualified Conclusion, as might have been determined to be necessary if we have obtained of the matters described in the Basis of Qualified Conclusion paragraphs, nothing has come to our attention that causes us to believe that the accompanying June 30, 2022, condensed interim consolidated financial statements do not present fairly, in all material respects, in accordance with Egyptian Accounting Standard No. (30) "Interim Financial Reporting".

Cairo August 24, 2022

KPMG Hazem Hassan

Public Accountants and Consultants

KPMG Hazem Hassan
Public Accountants and Consultants
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Orascom Investment Holding "S.A.E"
Condensed Interim Consolidated Statement of Financial Position As of

(In thousands of EGP)	Note no.	June 30, 2022	December 31, 2021 Reclassified
Assets			
<u>Non-current assets</u>			
Property, plant and equipment	(10)	276,519	215,616
Investment property	(11)	204,097	206,162
Equity accounted investees	(9)	613,632	613,632
Other financial assets	(12)	332,469	53,109
Other assets	(14)	4,000	4,000
Total non-current assets		1,430,717	1,092,519
<u>Current assets</u>			
Trade receivables		130,854	106,254
Other financial assets	(12)	103,511	86,100
Other assets	(14)	33,402	28,524
Cash and cash equivalents	(13)	1,544,263	1,112,630
		1,812,030	1,333,508
Assets held for sale	(21)	-	1,586,106
Total current assets		1,812,030	2,919,614
Total assets		3,242,747	4,012,133
Equity and liabilities			
Share capital	(15)	577,025	577,025
Reserves		373,199	135,057
Retained earnings		1,004,230	911,448
Equity attributable to owners of the parent Company		1,954,454	1,623,530
Non-controlling interests		(10,732)	316,697
Total equity		1,943,722	1,940,227
Liabilities			
<u>Non-current liabilities</u>			
Borrowings	(16)	213,830	159,310
Provisions		3,565	2,818
Deferred tax liabilities	(8)	101,401	75,382
Total non-current liabilities		318,796	237,510
<u>Current liabilities</u>			
Borrowings	(16)	16,145	280
Other liabilities	(17)	431,482	395,810
Tax liabilities- income tax		106,715	49,702
Provisions	(19)	425,887	435,571
		980,229	881,363
Liabilities associated with assets held for sale	(21)	-	953,033
Total current liabilities		980,229	1,834,396
Total liabilities		1,299,025	2,071,906
Total equity and liabilities		3,242,747	4,012,133

- The accompanying notes from (1) to (25) form an integral part of these condensed interim consolidated financial statements and should be read therewith.

Chief Financial Officer

Chief Executive officer

Review Report "attached"

Orascom Investment Holding S.A.E.
Condensed Interim Consolidated Statement of Income for

(In thousands of EGP)	Note no.	The six months ended June 30, 2022	The six months ended June 30, 2021 Represented	The three months ended June 30, 2022	The three months ended June 30, 2021 Represented
<u>Continuing operations</u>					
Operating revenues	(4)	38,690	13,095	30,623	7,719
Other income	(5)	10,543	-	6,060	-
Purchases and services costs	(6)	(50,051)	(36,701)	(28,967)	(21,092)
Other expenses		(5,818)	(7,327)	(1,433)	(7,073)
Provisions no longer required / (formed)	(19)	10,297	(17,276)	20,220	(13,631)
Personnel costs		(47,724)	(64,702)	(23,509)	(16,636)
Depreciation and amortization	(10,11)	(5,064)	(2,315)	(2,529)	(1,161)
Impairment loss in financial assets		(6,109)	(884)	1,085	(610)
Gains from disposal of non-current assets		-	60	-	-
Operating (loss) / profit		(55,236)	(116,050)	1,550	(52,484)
Finance income	(7)	474	2,061	190	773
Finance costs	(7)	(1,070)	(23,420)	(380)	(20,520)
Net profit from foreign currencies translation	(7)	118,891	1,052	16,187	5,946
Share of profit of equity accounted investees	(9)	152,776	1,432,648	710,027	757,621
Net impairment in equity accounted investees	(9)	(152,776)	(1,432,648)	(710,027)	(757,621)
Profit / (loss) for the period before income tax		63,059	(136,357)	17,547	(66,285)
Income tax	(8)	(17,415)	(725)	939	(79)
Profit / (loss) for the period from continuing operations		45,644	(137,082)	18,486	(66,364)
<u>Discontinued operations</u>					
Net results from discontinued operations after tax	(23)	59,676	70,526	285	30,841
Net profit / (loss) for the period		105,320	(66,556)	18,771	(35,523)
Attributable to:					
Owners of the parent company from continuing operations		45,686	(137,082)	18,528	(115,205)
Owners of the parent company from discontinued operations		49,201	44,018	(2)	68,525
Non-controlling interests		10,433	26,508	245	11,157
		105,320	(66,556)	18,771	(35,523)
Earnings / (losses) per share (basic and diluted) from continuing operations – (in EGP)	(1-18)	0.0087	(0.0261)	0.0035	(0.0220)
Earnings / (losses) per share (basic and diluted) from discontinued operations – (in EGP)	(2-18)	0.0094	0.00084	(0.0000004)	0.0131

- The accompanying notes from (1) to (25) form an integral part of these condensed interim consolidated financial statements and should be read therewith.

**Orascom Investment Holding S.A.E.
Condensed Interim Consolidated Statement of Comprehensive Income for**

(In thousands of EGP)

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Net profit / (loss) for the period	105,320	(66,556)	18,771	(35,523)
Other comprehensive income items that are or may be subsequently reclassified to profit or loss:				
Foreign currency translation differences	192,698	39,993	64,830	57,236
Reclassification of foreign currency translation differences to the statement of income when disposal of discontinued operations	43,339	-	-	-
Total other comprehensive income items that are or may be subsequently reclassified to profit or loss:	236,037	39,993	64,830	57,236
Total other comprehensive income items for the period	236,037	39,993	64,830	57,236
Total comprehensive income / (loss) for the period	341,357	(26,563)	83,601	21,713
Attributable to:				
Owners of the parent company	330,924	(56,568)	83,356	22,106
Non-controlling interests	10,433	30,005	245	(393)
Total comprehensive income / (loss) for the period	341,357	(26,563)	83,601	21,713

- The accompanying notes from (1) to (25) form an integral part of these condensed interim consolidated financial statements and should be read therewith.

Orascom Investment Holding S.A.E.

Condensed Interim Consolidated Statement of Changes in Equity for the six-month period ended June 30, 2022

(In thousands of EGP)

	Paid up capital	Legal reserve	Translation reserve	Retained earnings	Equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance as of January 1, 2021, as issued	577,025	170,033	402,212	123,564	1,272,834	285,060	1,557,894
Adjustments for applying new accounting standards (EAS no. 48,49)	-	-	-	(1,565)	(1,565)	(1,509)	(3,074)
Balance as of January 1, 2021, restated	577,025	170,033	402,212	121,999	1,271,269	283,551	1,554,820
Transferred to legal reserve	-	5,789	-	(5,789)	-	-	-
Comprehensive (loss) for the period							
Net (loss) / profit for the period	-	-	-	(46,384)	(46,384)	15,351	(31,033)
Foreign currency translation differences	-	-	(32,290)	-	(32,290)	15,047	(17,243)
Total comprehensive (loss) for the period	-	-	(32,290)	(46,384)	(78,674)	30,398	(48,276)
Balance as of June 30, 2021	577,025	175,822	369,922	69,826	1,192,595	313,949	1,506,544

(In thousands of EGP)

	Paid up capital	Legal reserve	Translation reserve	Retained earnings	Equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance as of January 1, 2022, as issued	577,025	175,822	256,497	614,186	1,623,530	316,697	1,940,227
Adjustments on retained earning *	-	-	(297,262)	297,262	-	-	-
Balance as of January 1, 2022, restated	577,025	175,822	(40,765)	911,448	1,623,530	316,697	1,940,227
Transferred to legal reserve	-	2,105	-	(2,105)	-	-	-
Other comprehensive income for the period							
Net profit for the period	-	-	-	94,887	94,887	10,433	105,549
Reclassification of foreign currency translation differences to the statement of income when disposal of discontinued operations	-	-	43,339	-	43,339	-	43,339
Foreign operations – foreign currency translation differences	-	-	192,698	-	127,868	-	127,868
Total comprehensive income for the period	-	-	236,037	94,887	330,924	10,433	341,357
Non-controlling interest	-	-	-	-	-	(337,862)	(337,862)
Balance as of June 30, 2022	577,025	177,927	195,272	1,004,230	1,954,454	(10,732)	1,943,722

* Adjustments to retained earnings represent reclassification of foreign currency translation differences from translation reserve to retained earnings resulting from Group's sale of seven-floors were owned by the Group in the Brazil in 2021.

The accompanying notes from (1) to (25) form an integral part of these condensed interim consolidated financial statements and should be read therewith.

Orascom Investment Holding S.A.E.
Consolidated Statement of Cash Flow for the six-month period ended

<i>(In thousands of EGP)</i>	Note no.	June 30, 2022	June 30, 2021 Represented
<u>Continuing operations</u>			
<u>Cash flows from operating activities</u>			
Net profit / (loss) for the period before tax		63,059	(136,357)
Adjustments for:			
Depreciation and amortization	(10,11)	5,064	2,315
Finance income	(7)	(474)	(2,061)
Finance costs	(7)	1,070	23,420
Net profit from foreign currencies translation	(7)	(118,891)	(1,052)
Impairment loss in financial asset		6,109	884
(Gains) from disposal of non-current assets		-	(60)
Share of profit from equity accounted investees	(9)	(152,776)	(1,432,648)
Net impairment from equity accounted investees	(9)	152,776	1,432,648
Change in provisions		(17,701)	16,708
Change in current assets included in working capital		297	(69,303)
Change in current liabilities included in working capital		25,953	31,577
Cash flows (used in) operating activities		(35,514)	(133,929)
Interest received		474	1,063
Net cash flows (used in) operating activities		(35,040)	(132,866)
<u>Cash flows from investing activities</u>			
Net cash outflows for investments in:			
Property and equipment		(56,731)	(13,828)
Other financial assets		(277,873)	
Net cash inflows from disposal of:			
Property and equipment		-	502
Cash generated from sale of a subsidiary		-	7,235
Net cash flows (used in) investing activities		(334,604)	(6,091)
<u>Cash flows from financing activities</u>			
Interest paid	(16)	(13)	(128)
Proceeds from borrowings	(16)	59,576	17,817
(Payments) for financial liabilities	(16)	(280)	-
Other financial assets – pledged deposits		3,150	-
Net cash flows generated by financing activities		62,433	17,689
Net change in cash and cash equivalents during the period from continuing operations		(307,211)	(121,268)
<u>Discontinued operations</u>			
Net cash flows (used in) / generated by operating activities		(46,517)	127,259
Net cash flows generated by / (used in) investing activities		509,750	(36,178)
Net cash flows (used in) financing activities	(16)	-	(128,169)
Net change in cash and cash equivalents during the period from discontinued operations		463,233	(37,088)
Net change in cash and cash equivalents during the period		156,022	(158,356)
Cash and cash equivalents at the beginning of the period		1,112,630	343,056
Change effect in the exchange rate on cash and cash equivalents in foreign currencies for continuing operations		275,611	2,700
Change effect in the exchange rate on cash and cash equivalents in foreign currencies for discontinued operations		-	(176)
Cash and cash equivalents at the end of the period	(13)	1,544,263	187,224

- The accompanying notes from (1) to (25) form an integral part of these condensed interim consolidated financial statements and should be read therewith.

Orascom Investment Holding S.A.E.

Notes to the condensed interim consolidated financial statement as of and for the six and three-month periods ended June 30, 2022

1- General information about parent of the Group

a- Legal status

Orascom Investment Holding S.A.E. "the Company" (formerly Orascom Telecom Media and Technology Holding) is an Egyptian Joint Stock Company pursuant to the provisions of the Capital Market Law no. 95 of 1992, and its executive regulations. The Company was registered at Commercial Register on November 29, 2011, under No 394061. The Company's Head Office located at Nile City Towers, Ramlet Boulak – Cairo –Egypt. The Company's duration is 25 years starting from November 29, 2011.

b- Purpose of the Company

The Company's purpose is to participate in establishing the joint stock and limited liability Companies that issue securities or to increase its share capital of these companies, considering the provisions of Article 127 of the executive regulations and the regulations of the Capital Market Law. The Company may have interest or participate, by any mean, in companies and other enterprises that have activities similar to those of the Company or those that may assist the Company to achieve its objectives in Egypt or abroad. It may also merge into those companies and enterprises purchase them or affiliate them pursuant to the provisions of the law and its executive regulations.

c- Approval of the condensed interim consolidated financial statements

The condensed interim consolidated financial statements as of and for the six-month period ended June 30, 2022, were approved by the board of directors on August 24, 2022.

2- Basis for preparation of the condensed interim consolidated financial statements

a. Statement of compliance with the Egyptian Accounting Standards

These condensed interim consolidated financial statements have been prepared in accordance with The Egyptian Accounting Standards (EAS 30) "Interim Financial Reporting" and relevant Egyptian laws and regulations. Accordingly, the financial statements were prepared in a condensed version as compared to the annual consolidated financial statements for the year ended December 31, 2021. These condensed interim consolidated financial statements do not include all of the information and disclosures required for a complete set of consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as of and for the year ended December 31, 2021.

The Egyptian Accounting Standards require referral to International Financial Reporting Standards "IFRS" for certain types of transactions or events when no Egyptian Accounting Standard or legal requirement exists to address treatment for these transactions or events.

b. Basis of measurement

The condensed interim consolidated financial statements are prepared on the historical cost convention, except for financial derivatives that are measured at fair value, and financial assets and financial liabilities at fair value or at amortized cost. The historical cost depends mainly on the fair value of the consideration transferred to obtain assets.

c. Presentation currency

These condensed interim consolidated financial statements are presented in Egyptian pounds, which is the Company's functional currency. All financial information presented in Egyptian pounds has been rounded to the nearest thousand except for earnings per share for the period, unless otherwise stated in the condensed interim consolidated financial statements or notes.

Orascom Investment Holding S.A.E.

Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

d. Condensed interim consolidated financial statements

The condensed interim consolidated financial statements of the Group comprise the financial statements of the parent company and companies controlled by the company (its Subsidiaries) as of the financial position date. Control is achieved where the Group has the following:

- Power over the investee.
- Exposure or right to variable returns through its contribution to the investee.
- The ability to use his authority over the investee in order to influence the amount of proceeds he receives from it.

The parent company should reassess the control of the investee if the facts and circumstances indicate that there are variables for one or more of the three control elements mentioned above.

The consolidated statement of income includes the income and expenses of subsidiaries acquired or disposed of during the period as of the effective date of acquisition or the effective date of disposal as appropriate. The total income of the subsidiaries is distributed between the shareholders of the holding company and the non-controlling interests even if the negative balance of the non-controlling interests (deficit) arises.

The necessary adjustments are made to the financial statements of the Group companies whenever necessary, making their accounting policies consistent with the accounting policies applicable to other Group companies.

All transactions, balances, income and expenses between the Group companies are eliminated on condensed interim consolidation financial statements.

Non-controlling interests in the net assets (excluding goodwill) of consolidated subsidiaries are identified separately from the Group's equity therein. When the Group loses absolute or joint control of a subsidiary or jointly controlled enterprise and instead retains significant influence over it, it recognizes the remaining investment as an investment in an associate and measures it at its fair value at the date of the loss of ultimate or joint control. The fair value of the investment remaining on the date on which the joint or absolute control was lost is considered as the cost on initial recognition of the investment in an associate company.

e. Business combinations

Business combinations (acquisitions) are accounted for using the acquisition method. The consideration transferred in a business combination transaction is measured at fair value, which is calculated on the basis of the total fair values at the acquisition date of the assets transferred from the Group and the liabilities incurred by the Group in favour of the former owners of the acquire as well as the equity instruments issued by the Group in exchange for control of the acquire.

Goodwill is measured on the basis that it represents an increase in (1) Total: the consideration transferred, and any rights to the owners of non-controlling interests in the acquired entity, and the fair value of the share, which the company acquired owned in the company's ownership rights acquired before the acquisition date (if any) for (2) Net values: Assets acquired, and liabilities incurred at the date of acquisition. If, after reassessment shows that the net acquired assets by the values and obligations incurred over the total: the consideration transferred, and any rights to the owners of non-controlling interest in the acquired entity, and the fair value of the acquirers share in the acquired company's owners' equity before the date of acquisition (if any) then the increase would be recognized in the profit or loss for the period. (bargain purchase).

For non-controlling interests that represent current equity interests and entitle their holders to a proportionate share of the net assets of the entity in liquidation, they may be measured at initial recognition either at fair value or in the proportionate share of the non-controlling interests in the recognized values of the net assets of the acquired - The measurement basis for each acquisition transaction is selected separately.

Orascom Investment Holding S.A.E.

Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

In Group Entities under Common Control, the Group treats the differences between the cost of business combination and the Group's share in the carrying amount of the net assets and contingent consideration of the acquired entity as a reserve for the consolidation of a business in equity if the acquisition does not result in Change in the principle of absolute control of the Group over the enterprises or companies that have been assembled before and after the acquisition. The same policy is also applied if the Group acquires a proportion of the non-controlling interests' interest in the subsidiary or the Group dispossesses a percentage of its ownership in the subsidiary but retains control of the subsidiary.

In this case, the fair value of the net assets and contingent consideration of the acquired entity is not determined until the date of initial control, taking into account changes in equity items that occurred during the period from the date of initial control until the date of increasing the control share.

The non-controlling interests in an acquire is initially measured at the non-controlling interest proportionate share in the fair value of the assets, liabilities and contingent consideration recognized acquisition date.

During the Six-month ended on June 30, 2022, there was no change in the groups of subsidiaries for the financial year ending on December 31, 2021, except for the sale of Trans World Associates in Pakistan in January 2022 (Note no. 23)

Orascom Investment Holding S.A.E.

Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

3- Segment reporting

Management analyses the Company's operating segments separately due to different regulatory environments and different stages of development for geographical regions, which require different investment and marketing strategies. The management does not analyse the assets and liabilities of the operating sectors.

The management evaluates the performance of the Company's sectors on a regular basis, mainly on the basis of earnings before interest, taxes, depreciation and amortization, impairment losses and profits / (losses) on disposal of non-current assets, as well as the Company's net share in equity accounted investees after excluding impairment losses (Adjusted EBITDA) as well as segment reports for assets in addition to the assessment of capital expenditures.

The financial information for segment reports during the six and three-month period ended June 30, 2022, is presented in the following tables:

Continuing operations

(In thousands of EGP)	The six months ended June 30, 2022				The six months ended June 30, 2021, (Represented)			
	Operating revenues	Inter segment revenues	Revenue from external customers	Adjusted EBITDA*	Operating revenue	Inter segment revenue	Revenue from external customers	Adjusted EBITDA*
Entertainment	38,690	-	38,690	16,792	13,095	-	13,095	(14,223)
Others	9,080	(9,080)	-	(66,964)	2,503	(2,503)	-	(99,512)
Total	47,770	(9,080)	38,690	(50,172)	15,598	(2,503)	13,095	(113,735)

(In thousands of EGP)	Three months ended June 30, 2022				The three months ended June 30, 2021, (Represented)			
	Operating revenues	Inter segment revenues	Revenue from external customers	Adjusted EBITDA*	Operating revenue	Inter segment revenue	Revenue from external customers	Adjusted EBITDA*
Entertainment	30,623	-	30,623	20,082	7,719	-	7,719	(8,101)
Others	6,648	(6,648)	-	(16,003)	-	-	-	(43,222)
Total	37,271	(6,648)	30,623	4,079	7,719	-	7,719	(51,323)

Discontinued operations

(In thousands of EGP)	The six months ended June 30, 2022				The six months ended June 30, 2021, (Represented)			
	Operating revenues	Inter segment revenues	Revenue from external customers	Adjusted EBITDA*	Operating revenue	Inter segment revenue	Revenue from external customers	Adjusted EBITDA*
Cables	-	-	-	-	381,040	-	381,040	161,068
Investment property	-	-	-	-	33,135	-	33,135	33,135
Total	-	-	-	-	414,175	-	381,040	194,203

(In thousands of EGP)	The three months ended June 30, 2022				The three months ended June 30, 2021, (Represented)			
	Operating revenues	Inter segment revenues	Revenue from external customers	Adjusted EBITDA*	Operating revenue	Inter segment revenue	Revenue from external customers	Adjusted EBITDA*
Cables	-	-	-	-	196,404	-	196,404	77,704
Investment property	-	-	-	-	16,581	-	16,581	16,581
Total	-	-	-	-	212,985	-	212,985	94,285

The unallocated items represent the revenue and costs associated with the activities provided from the head office to the subsidiaries. These activities include the functions of employees with broad responsibility within the Group such as legal service, financial advice and communication and investor relations and internal audit.

Orascom Investment Holding S.A.E.

Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

The following table illustrate the reconciliations on the Adjusted EBITDA to reach the net profit / (loss) before income tax for the period ended:

(in thousands of EGP)	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The Three months ended June 30, 2021
Adjusted EBITDA	(50,172)	(113,735)	4,079	(51,323)
Adjustments for:				
Depreciation and amortization	(5,064)	(2,315)	(2,529)	(1,161)
Finance income	474	2,061	190	773
Finance costs	(1,070)	(23,420)	(380)	(20,520)
Net profit from foreign currencies translation	118,891	1,052	16,187	5,946
Share of profit of equity accounted investees	152,776	1,432,648	710,027	757,621
Net impairment in equity accounted investees	(152,776)	(1,432,648)	(710,027)	(757,621)
Net profit / (loss) for the period before income tax	63,059	(136,357)	17,547	(66,285)

Assets per segment

The following table illustrates assets for each reportable segment as they are regularly provided to the management.

(In thousands of EGP)	June 30, 2022						December 31, 2021				
	Property and equipment	Intangible assets	Investment property	Equity instruments	Other investments	Total	Property and equipment	Intangible assets	Investment property	Equity instruments	Total
Investment property	-	-	204,097	-	-	204,097	-	-	206,162	-	206,162
Entertainment activities	240,819	-	-	-	-	240,819	179,545	-	-	-	179,545
Parent company investment activities and other	35,700	-	-	613,632	276,877	649,332	36,071	-	-	613,632	649,703
Total	276,519	-	204,097	613,632	276,877	1,094,248	215,616	-	206,162	613,632	1,035,410

The unallocated items represent the revenue and costs associated with the activities provided from the head office to the subsidiaries.

These activities include the functions of employees with broad responsibility within the Group such as legal service, financial advice and communication and investor relations and internal audit.

Capital expenditure

The table below illustrates the capital expenditure as following:

(In thousands of EGP)	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Cables (discontinued operations)	-	169,078	-	110,408
Entertainment activities	63,732	14,837	53,134	6,442
Parent company investment activities and other	278,033	-	277,893	-
Total	341,765	183,915	331,027	116,850

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

4- Operating revenues

(In thousands of EGP)

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Revenues from entertainment activities	38,690	13,095	30,623	7,719
Total	38,690	13,095	30,623	7,719

5- Other income

(In thousands of EGP)

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Revenues from investment property *	10,346	-	6,060	-
Other income	197	-	-	-
Total	10,543	-	6,060	-

(*) Represents in rental income of investment property assets relating to offices owned by the Group in a building in Brazil (refer to note no. 11)

6- Purchases and services costs

(In thousands of EGP)

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Consulting and professional services	35,582	14,569	21,340	7,140
Advertising and promotional services	3,002	1,819	1,256	980
Maintenance costs	1,444	1,296	737	604
Bank charges	1,383	466	758	220
site costs	791	3,330	434	3,035
Insurance expenses	384	10,280	-	6,393
Purchases of goods and consumables	365	282	138	268
Rent expenses	330	288	191	139
Travel and accommodation expenses	265	30	202	22
Equipment technology supplies expenses	236	830	212	401
Utilities and energy costs	135	75	113	41
Other service expenses	6,134	3,436	3,586	1,849
Total	50,051	36,701	28,967	21,092

7- Net financing income / (costs)

(In thousands of EGP)

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Finance income generated from:				
Interest income	474	2,061	190	773
Total financial income	474	2,061	190	773
Finance costs generated from:				
Interest expenses	(951)	(475)	(608)	(335)
Other finance expenses	(119)	(22,945)	228	(20,185)
Total finance costs	(1,070)	(23,420)	(380)	(20,520)
Net foreign currencies translation gains	118,891	1,052	16,187	5,946
Total gains from foreign currencies translation	118,891	1,052	16,187	5,946
Net financing income / (costs)	118,295	(20,307)	15,997	(13,801)

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

8- Income tax

(In thousands of EGP)

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Current tax expense	8,386	-	4,810	-
Deferred tax	(25,801)	(725)	(3,871)	(79)
Total income tax	(17,415)	(725)	939	(79)

Deferred tax assets and liabilities are offset when there is a legally enforceable right to the Group to offset current tax assets and liabilities, and when the deferred tax assets and liabilities are settled with the same tax authority in the country, and when the Group has the intention to settle the net of these balances or to redeem these tax assets and settle these tax liabilities at the same time.

The following table shows the most important deferred tax liabilities as presented in the consolidated condensed financial statements of the Group:

(In thousands of EGP)

	June 30, 2022	June 30, 2021
Balance as of beginning of the period	(75,382)	(118,284)
Charged to the statement of income during the period (continued operations)	(25,801)	(725)
Charged to the statement of income during the period (discontinued operations)	-	(4,587)
Foreign currency translation differences	(218)	3,296
Balance as of end of the period	(101,401)	(120,300)

9- Equity-accounted investees

(In thousands of EGP)

	Country	Ownership percentage %	June 30, 2022	June 30, 2021
Cheo Technology-Koryolink	Northern Korea	75	13,761,149	13,905,408
Less: Impairment in investments			(13,147,517)	(13,291,776)
			613,632	613,632

- Koryolink Company

The Group's investments in North Korea related primarily to the 75% voting rights in the local telecom operator Koryolink. The accounting treatment has been modified during period ended September 30, 2015. Through, recognizing it as an investment in as sociates instead of investment in subsidiaries, as the Group management believes that the existence of significant influence instead of control. Thus, in light of the increase of the restrictions, financial and operating difficulties facing Koryolink due to the international sanction imposed by the international community including the United States of America, the European Union and the United Nations. These sanctions have the effect of restricting financial transactions and the import and export of goods and services, including goods and services required to operate, maintain, and develop mobile networks. In addition to, the restrictions implemented on the company that affect the ability of the associate company to transfer profits to the parent (return of funds to its native) and the absence of a free-floating currency exchange market in North Korea, announced by the Central Bank of North Korea, other than launching a competing local telecom operator wholly owned by the North Korean Government.

On September 11, 2017, the United Nations Security Council issued a resolution obliging member states of the United Nations to pass laws prohibiting joint ventures and existing partnerships with the North Korean Republic unless approval is obtained to continue such joint ventures.

In this regard, the Group's management submitted an official request through the ministry of the foreign affairs in the government of the Arab Republic of Egypt in order to be excluded from adhering to the said resolution.

On December 26, 2018, the request to the Security Council Committee established to follow up the implementation of sanctions on North Korea was approved, with the exception of Koryolink, to ban foreign investment in North Korea and to allow Orascom Investment Holding to continue its activities in North Korea. And Consider the company as a telecommunications infrastructure company offering a public service.

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The following table presents the share of profit from Koryolink company during the period ended:

(In thousands of EGP)	June 30, 2022	December 31, 2021
Total assets	9,530,778	14,003,514
Total liabilities	(1,796,616)	(1,532,177)
Net assets	7,734,162	12,471,337
	June 30, 2022	June 30, 2021
Total revenues	3,583,386	3,437,279
Total expense	(3,379,684)	(1,527,082)
Net profit after tax	203,702	1,910,197
Share of profit from the associate company	152,776	1,432,648

The following table presents the movement on the investment of Koryolink company during the period ended:

	The six months ended June 30, 2022	The six months ended June 30, 2021
Opening balance of the investment in the associate	12,898,346	12,472,760
Group's share of profit of the associate company	862,803	1,432,648
Ending balance	13,761,149	13,905,408
Opening balance of impairment	(12,284,714)	(11,859,128)
Impairment of Group's share of profit of the associate	(862,803)	(1,432,648)
Ending balance of impairment	(13,147,517)	(13,291,776)
	613,632	613,632

10- Property, plant and equipment and intangible assets

(In thousands of EGP)

	Fixed assets	Intangible assets
Net book value as of January 1, 2022	215,616	-
Additions	63,892	-
Disposals	-	-
Depreciation and amortization	(2,999)	-
Foreign currency translation differences	10	-
Net book value as of June 30, 2022	276,519	-
Net book value as of January 1, 2021	965,465	37,381
Additions for right of use assets (EAS 49)	80,626	--
Additions	176,609	7,307
Disposals	(47,069)	--
Depreciation and amortization	(2,315)	--
Depreciation and amortization including in discontinued operations	(37,720)	(2,037)
Depreciation of right of use assets (EAS 49)	(16,220)	--
Foreign currency translation differences	11,276	412
Net book value as of June 30, 2021	1,130,652	43,063

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

Net book value balance of property, plant and equipment is as follows:

(In thousands of EGP)	June 30, 2022	June 30, 2021
Property, plant and equipment	51,953	901,270
Assets under construction	224,566	111,569
Right of use assets	-	117,813
Total	276,519	1,130,652

11- Investment property

During 2021, the Company acquired 6 offices in a building in the Brazil with a total value of EGP 200.1 million.

The Company paid an amount of EGP 6.4 million as expenses for transfer of ownership and registration in the real estate registry in Brazil, which were added to the cost of assets, bringing the total value of the investment property which is stated at cost method.

(In thousands of EGP)	June 30, 2022	June 30, 2021
Cost of opening balance	206,506	773,640
Accumulated amortization and impairment of opening balance	(344)	(100,386)
Net book value of the opening balance	206,162	673,254
Depreciation	(2,065)	--
Depreciation (from discontinued operation)	--	(7,715)
Foreign currencies translation differences	--	28,619
Net book value of the ending balance	204,097	694,158
Cost	206,506	807,146
Accumulated amortization and impairment	(2,409)	(112,988)

12- Other financial assets

(In thousands of EGP)

	June 30, 2022			December 31, 2021		
	Non-current	Current	Total	Non-current	Current	Total
Financial assets at amortized cost						
Other financial assets at amortized cost	-	103,511	103,511	-	86,100	86,100
Pledged deposit and restricted cash at amortized cost (12-1)	55,592	-	55,592	53,109	-	53,109
Total financial assets at amortized cost	55,592	103,511	159,103	53,109	86,100	139,209
Financial assets at fair value through OCI						
Financial assets at fair value through OCI - Light House Energy (*)	276,877	-	276,877	-	-	-
Total financial assets at fair value through OCI	276,877	-	276,877	-	-	-
Total other financial assets	332,469	103,511	435,980	53,109	86,100	139,209

* The investment of the Group in Light House Energy Fund occurred in the second quarter of 2022, accordingly, the cost of the investment was considered to be the closest value to the fair value of the investment as of June 30, 2022.

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

12-1 Pledged deposit and restricted cash at amortized cost

(In thousands of EGP)	June 30, 2022			December 31, 2021		
	Non-current	Current	Total	Non-current	Current	Total
Pledged deposit	-	-	-	3,150	-	3,150
Cash at banks in North Korea	111,178	-	111,178	99,913	-	99,913
Impairment loss in other financial assets	(55,586)	-	(55,586)	(49,954)	-	(49,954)
	55,592	-	55,592	53,109	-	53,109

13- Cash and cash equivalents

(In thousands of EGP)	June 30, 2022	December 31, 2021
Banks- current accounts *	1,543,917	1,112,315
Cash on hand	346	315
Total	1,544,263	1,112,630

* Banks current accounts as of June 30, 2022, include an amount of EGP 33.7 million (equivalent to USD 1.85 million) which represents restricted amounts in Lebanon according to the restrictions of the government over the local banks which related to transfers of funds abroad.

14- Other assets

(In thousands of EGP)	June 30, 2022			December 31, 2021		
	Non-current	Current	Total	Non-current	Current	Total
Prepaid expenses	-	2,691	2,691	-	2,257	2,257
Advances to suppliers	-	12,057	12,057	-	7,329	7,329
Receivables from tax authority	-	2,950	2,950	-	1,418	1,418
Income tax paid in advance	-	1,512	1,512	-	6,424	6,424
Other receivables	4,000	20,289	24,289	4,000	17,193	21,193
Allowance for doubtful debts	-	(6,097)	(6,097)	-	(6,097)	(6,097)
Total	4,000	33,402	37,402	4,000	28,524	32,524

15- Issued and paid-up capital

As of June 30, 2022, the authorized capital is amounting to EGP 2,885 billion and the issued capital is EGP 577,025,968 consisting of 5,245,690,620 shares with a nominal value of EGP 0.11 per share.

The following table shows the Company's largest shareholders as of June 30, 2022:

Shareholders	Ordinary shares with voting rights	Ordinary shares with voting rights percentage
Orascom acquisition SARL	2,846,499,353	54.264%
Others	2,399,191,267	45.736%
Total available ordinary shares	5,245,690,620	100%

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

16- Borrowings

(In thousands of EGP)

	June 30, 2022	June 30, 2021
Opening balance	159,590	537,101
Current borrowing	280	160,734
Non-current borrowing	159,310	376,367
Effect of implementation of EAS 49 "leases"	-	83,036
Repayment of borrowings and interest	(293)	(128)
Repayment of borrowings (discontinued operations)	-	(128,277)
Lease liabilities resulted from implementation of EAS 49	-	47,815
Interest capitalized on fixed assets	10,436	-
Interest expenses	666	-
Proceeds from borrowings	59,576	17,817
Proceeds of borrowings (discontinued operations)	-	108
Foreign currency translation differences	-	38,160
Ending balance	229,975	595,632
Current borrowings	16,145	198,497
Non-current borrowings	213,830	397,135

Current borrowing – Local bank (Orascom Investment Holding)

On January 27, 2016, a credit facility contract in the form of a medium-term loan to finance the purchase of assets related to the Company was signed with an Egyptian bank, according to which a facility of EGP 2 million is available for a period of sixty-seven months ending on August 26, 2021.

Withdrawal period: It is scheduled for six months starting from the date of signing this contract and ending on July 27, 2016.

Repayment period: The Company is obligated to pay to the bank's order each sub-loan to be used within the limits of the credit facility amount in sixty monthly instalments with equal value.

On July 21, 2016, an amendment to the above-mentioned financing contract was signed, with an increase of EGP 3 million.

Withdrawal period: It is scheduled for six months ending on January 26, 2017 Instead of July 27, 2016.

Interest and payment periods: A return of 1.5% per annum above the rate of return established on the certificates with the bank, and the return is due to be paid every month, so that the applicable return in any case during the term of this contract and until it is fully paid out of the origin returns commissions and expenses is not less than 11%.

Non-current borrowing – Local bank (Orascom Pyramids for Entertainment Projects)

On September 30, 2020, a long-term loan contract was signed between the Bank of the Arab International Banking company and Orascom Pyramids for Entertainment Projects S.A.E., "OPE" provided that the Bank of the Arab International Banking Company grants the OPE financing in the form of a long-term loan amounting to EGP 230 million. This is for the purpose of contributing to the financing of the remaining part of the investment costs of the project to develop and provide services in the visit area of the Giza Pyramids and the adjacent and associated areas according to the usufruct licensing contract dated December 13, 2018, concluded between the Supreme Council of Antiquities and Orascom Investment Holding Company, as follows:

- An amount of EGP 80 million for the civil works for the restaurant complex and the connection of utilities.
- An amount of EGP 52 million for the infrastructure works for the information network information systems and the accounting system for the project.
- An amount of EGP 90 million for the civil works, renovations and improvements to the visitors' building, the VIP building "the current student building", the site of the visit, the organization of the area for the stables "horses - camels - karts" and for the electric vans, the charging station and its maintenance.
- An amount of EGP 8 million for the field work of The Nile Pyramids Lounge.

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Provided that the OPE is committed to disbursement in accordance with the above items, with the exception of civil works items, the Company is allowed to increase it by 10% as a discount on the surpluses of other exchange items, provided that the use of all items does not exceed the total value of the loan.

Modification on non-current borrowings from local bank (OPE)

On April 7, 2022, OPE request to Modification on some of the terms and conditions contained in the financing contract, and it was accepted by the bank, as it was agreed to modify the following terms:

- Modification the fifth paragraph of Article no. 2 of the financing agreement, which defines the withdrawal period to start from the date of signing the financing agreement and end on December 31, 2022.
- Modification the sixth paragraph of article no. 2 of the financing agreement, which defines the grace period to start from the date of signing the contract and ending on December 31, 2023.
- Modification on paragraph no. 5/3/1 of article no. 5 of the contract, whereby the capitalized interest calculated during withdrawal period which is 27 months and to be paid on quarterly base after end of the withdrawal period.
- Modification on the second tranche mentioned in paragraph no. 2 of sub-clause 6/1/1 of Article no. 6 of the financing agreement to become as follows:
 - The amount of EGP 90 million, represent the value of the civil works for the restaurant complex and the connection of utilities, instead of EGP 80 million.
 - The amount of EGP 22 million, represent the value of the infrastructure works for the information network, information systems and the accounting system for the project instead of EGP 52 million.
 - Amount of EGP 110 million, represent the value of civil works, repairs and improvements to the visitors' building, the VIP building "the current student building", the location of the visit, the organization of the area for stables and the toll stations "horses - camels – toll stations" and the value of electric vans, and charging and maintenance station for them instead of EGP 90 million.
 - Amount of 8 million Egyptian pounds, the value of the field work for The Nile Pyramids Lounge

17-Other liabilities

(In thousands of EGP)

	June 30, 2022			December 31, 2021		
	Non-current	Current	Total	Non-current	Current	Total
Trade payables	-	146,572	146,572	-	172,658	172,658
Customers credit balances	-	1,298	1,298	-	7,414	7,414
Other trade payables	-	8,026	8,026	-	1,900	1,900
	-	155,896	155,896	-	181,972	181,972
Accrued and deferred revenue	-	19,555	19,555	-	58	58
Due to government bodies	-	38	38	-	277	277
Accrued employee expenses	-	55,492	55,492	-	45,808	45,808
Customer deposits	-	335	335	-	354	354
Other credit balances	-	200,166	200,166	-	167,341	167,341
	-	275,586	275,586	-	213,838	213,838
Total	-	431,482	431,482	-	395,810	395,810

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

18- Earnings / (losses) per share

Basic: Basic earnings / (losses) per share is calculated by dividing the net profit / (loss) attributable to shareholders of the Parent company by the weighted average number of ordinary shares outstanding during the year.

18-1 From continuing operations

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Net profit / (loss) for the period from continuing operations (in thousands of EGP)	45,686	(137,082)	18,528	(115,205)
Weighted average number of shares (in thousands)	5,245,691	5,245,691	5,245,691	5,245,691
Earnings / (losses) per share from continuing operations (in EGP)	0.0087	(0.0261)	0.0035	(0.0220)

18-2 From discontinued operations

	The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Net profit / (loss) for the period from discontinued operations (in thousands of EGP)	49,201	44,018	(2)	68,525
Weighted average number of shares (in thousands)	5,245,691	5,245,691	5,245,691	5,245,691
Earnings / (losses) per share from discontinued operations (in EGP)	0.0094	0.0084	(0.0000004)	0.0131

19- Provisions

(In thousands of EGP)	January 1, 2022	No longer required	Formed	Used	Foreign currency translation differences	June 30, 2022
Provision for claims (current portion)	435,571	(29,080)	18,783	(7,404)	8,017	425,887
Total provision as of June 30, 2022	435,571	(29,080)	18,783	(7,404)	8,017	425,887
Provision for claims (current portion)	373,995	-	17,276	(1,481)	913	390,703
Total provision as of June 30, 2021	373,995	-	17,276	(1,481)	913	390,703

Provisions are recognized according to the best estimate of the value of the commitments expected at the date of the condensed interim consolidated financial statements, arising from the exercise of the Group's activities and its contractual relationship with others and the management annually review and settle these provisions according to the latest developments, discussions and agreements with the parties concerned. The required information about these provisions were not disclosed, according to the Egyptian Accounting Standards, because the management of the Group believes that doing so, will strongly affect the final settlement of these provisions for claims.

20- Capital Commitments

The capital commitments are as follows:

(In thousands of EGP)	June 30, 2022	December 31, 2021
Commitments related to property and equipment	155,979	67,378
Other commitments	22,629	28,005
Total	178,608	95,383

The main capital commitments are related to fixed assets that are represented by the Group's commitments arising from its commitment to purchase fixed assets related to the acquisition Electric cars and their own charging stations, in addition to other commitments resulting from contracting contracts from Orascom Pyramids for Entertainment Projects (a subsidiary).

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21- Assets and liabilities held for sale and discontinued operations results**A-Assets and liabilities held for sale**

On April 27, 2021, the board of directors of the Company approved, the sale of all the shares owned by the Company in Trans World Associates (Private) Limited "TWA" to Orastar Limited, for total consideration of USD 96 million, the Company has an ownership percentage of 51% from TWA's share capital. Accordingly, the assets and liabilities of TWA have been reclassified to assets held for sale and liabilities associated with assets held for sale as of December 31, 2021.

During January 2022, the Company has completed the sale of all the shares of the aforementioned subsidiary, and the ownership of the shares was transferred on January 21, 2022, after the Company has received about USD 32.5 million, in addition to the USD 3 million received by the Company in December 2021, as an advance payment, which is considered the initial consideration from the sale.

The assets and liabilities held for sale are as follows:

(In thousands)

Assets held for sale

	June 30, 2022	December 31, 2021
Fixed assets	-	924,770
Intangible assets	-	39,830
Other assets	-	208,692
Inventories	-	15,098
Account receivables	-	208,714
Debtors and other debit balances	-	146,516
Cash and cash equivalents	-	42,486
Total assets held for sale	-	1,586,106

Liabilities associated with assets held for sale

Financial liabilities	-	357,566
Other liabilities	-	175,162
Tax liabilities	-	80,386
Creditors and other credit balance	-	292,955
Received under the sale transaction of TWA	-	46,964
Total liabilities associated with assets held for sale	-	953,033

22- Contingent liabilities

Contingent liabilities are represented in guarantees issued by the holding company and related to the activities of its subsidiaries, as follows:

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- There are letters of credit amounting to EGP 57.5 million in favour of the National Bank of Egypt.

23- Net results of discontinued operations

Net results of discontinued operations represented in the following: -

(In thousands of EGP)

		The six months ended June 30, 2022	The six months ended June 30, 2021	The three months ended June 30, 2022	The three months ended June 30, 2021
Gains from the sale of TWA	(23-1)	38,298	-	-	-
Discontinued operations resulting from the disposal of TWA	(23-1)	21,378	53,054	285	22,433
Discontinued operations resulting from disposals of floors in the Brazil	(23-2)	-	17,472	-	8,408
Net results of discontinued operations after tax		59,676	70,526	285	30,841

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

(23-1) profit from sale of TWA

During 2021, the Company announced the sale of all the shares owned by the Company in TWA, the Company has an ownership percentage of 51% from TWA's share capital, on January 21, 2022, the Company has finalized the sale transaction, the Company share of the consideration is amounting to USD 35.5 million and the ownership of shares was transferred at that date.

Profit from the sale represented in the following: -

(In thousands of EGP)	June 30, 2022	June 30, 2021
Consideration received from sale of Company's investment in TWA received in 2022	509,791	-
Advance payment from the consideration received in 2021	46,964	-
Total consideration received	556,755	-
Disposal of book value of the net assets sold	(701,415)	-
Disposal of book value of non-controlling interests	337,873	-
Disposal of the cumulative amount of OCI	(43,339)	-
Group's profit from the disposal of TWA before tax	149,874	-
Income tax	(111,576)	-
Group's net profit from the disposal of TWA	38,298	-

It is worth mentioning that the sale consideration may change in the future due to the fact that the contract stipulates that the final value of the sale will depend on some adjustments to the sale amount, which will be calculated based on the financial statements of TWA on the date of sale transaction which is currently being prepared

-The following is TWA' net profit during the period ended:

(In thousands of EGP)	June 30, 2022	June 30, 2021
Operating revenues	56,836	381,040
Expenses	(30,772)	(307,648)
Profit for the period before tax	26,064	73,392
Income tax	(4,686)	(20,338)
Net profit for the period	21,378	53,054

(23-2) Discontinued operations result from Disposal of investment properties in Brazil:

Results of discontinued operations are represented in the sale of seven floors in a building in the Brazil which were owned by the Group through subsidiaries in Brazil . Since during October 2021, Orascom Investment Holding announced the completion of the conditions related to the sale of floors owned by its subsidiaries in Brazil - through Victor Holding for Investment B.V. against a total consideration of for USD 77.6 million (equivalent to approximately EGP 1.2 billion).

The following represents the Company's share of the net profit related to the sale of floors in a building in the Brazil for the period ended:

(In thousands of EGP)	June 30, 2022	June 30, 2021
Purchase and service costs	-	33,135
Depreciation	-	(7,715)
Net Profit before tax	-	25,420
Income tax	-	(7,948)
Net profit for the period	-	17,472

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

24- Related parties

The following table provides the total amount of significant transactions that have been entered with related parties together with balances outstanding as of the relevant period of the financial statements in the condensed interim consolidated financial statements:

(In thousands of EGP)	June 30, 2022			June 30, 2021		
	Purchase of services and goods	Selling goods and services	Investment expenses	Purchase of services and goods	Selling goods and services	Investment expenses
Associates						
Koryolink	-	10,126	-	-	891	-

(In thousands of EGP)	June 30, 2022		December 31, 2021	
	Receivables	Payables	Receivables	Payables
Koryolink	-	144,693	-	134,807

The Group has due balances from Cheo Technology Joint Venture Company "Koryolink" – an associate company- amounting to EGP 282,039 thousand as of June 30, 2022 (EGP 280,994 thousand as of December 31, 2021), for which impairment losses were fully formed, and the Group did not offset the debit balances against the credit balances related to Koryolink since the Group does not have a legal right of set-off, nor does it intend to settle the amounts recognized on a net basis or realize the asset and settle the liability at the same time.

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Notes to the condensed interim consolidated financial statement for the six and three-month period ended June 30, 2022

25- Representation on comparative figures

The following table summarizes the representations made to the condensed interim consolidated statement of income for the six-month period ended June 30, 2021, to be in conformity with the current presentation of the condensed interim consolidated financial statements which are related to discontinued operations as follows:

(In thousands of EGP)	June 30, 2021		June 30, 2021
	As issued	Representation	Represented
Continuing operations			
Operating revenues	427,270	414,175	13,095
Purchases and services costs	(184,596)	(147,895)	(36,701)
Other expenses	(14,940)	(7,613)	(7,327)
Provisions	(17,276)	-	(17,276)
Personnel costs	(107,076)	(42,374)	(64,702)
Depreciation and amortization	(66,007)	(63,692)	(2,315)
Impairment of financial assets	(1,109)	(225)	(884)
Gains from disposal of non-current assets	1,079	1,019	60
Operating profit / (loss)	37,345	153,395	(116,050)
Finance income	3,504	1,443	2,061
Finance costs	(38,678)	(15,258)	(23,420)
Net foreign currencies translation	(4,329)	(5,381)	1,052
Share of profit of equity accounted investees	1,432,648	-	1,432,648
Net impairment in equity accounted investees	(1,432,648)	-	(1,432,648)
(loss) for the period before income tax	(2,158)	134,199	(136,357)
Income tax	(29,011)	(28,286)	(725)
(Loss) for the period from continuing operations	(31,169)	105,913	(137,082)
Discontinued operations			
Net results of discontinued operations after tax	(35,387)	(105,913)	70,526
(Loss) for the period	(66,556)	-	(66,556)