

**Main Highlights of CAE's Audit Committee  
Meeting held on 2 August 2021**

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The Audit Committee Meeting was held on Monday, 2 August 2021, at 10:00 am.

**The meeting was attended by:**

Dr. Adel Danish	Non-Executive Board Member – Chairman of Committee (By Video Conference)
Mr. Assem Ragab	Non-Executive Board Member – Member of Committee
Mr. Paul Carite	Non-Executive Board Member – Member of Committee (By Video Conference)

**Attendees:**

Mr. Hesham Helmy	Head of Internal Audit (CAE)	(By Video Conference)
Mr. Samer Masoud	Deputy Head of Internal Audit (CAE)	
Mrs. Hala Ragab	General Counsel & Corporate Secretary (CAE)	
Mr. Amr Fathy	Head of Compliance (CAE)	
Mr. Hany Nassef	Chief Financial Officer “CFO” (CAE)	
Mrs. Bassant El-Sayed	Ernst & Young	
Mr. Rashad Hosny	Partner – Mazars, Mostafa Shawky & Co.	
Mr. Tarek Fouad	Financial Administration (CAE)	
Mr. Ayman Fawzy	Financial Administration (CAE)	
Mr. Franck Flament	Chief Risk Officer “CRO” (CAE)	(By Video Conference)
Mr. Haytham Abdel-Hakim	Head of Operational Risk & Permanent Control	
Mr. Emmanuel Arribat	Observer with Expertise – CASA	(By Video Conference)

**The following are the most important items discussed:**

- 1) Looking into the status of implementation of the decisions and recommendations of the previous meeting of the Audit Committee.
- 2) Reviewing the financial statements of the Bank for the period ended 30/6/2021.
- 3) Reviewing the Internal Audit Dept.'s report including the audit missions performed in the second quarter of the year 2021; following up the executed part of the Audit Mission for 2021; the Internal Audit Dept.'s assessment of the branches & departments during Q2 of the year;

the key recommendations of the Internal Audit Dept. to monitor and improve the internal control environment & maintaining the Bank's assets.

- 4) Reviewing the reports submitted by the Bank's Risk Dept. regarding the evaluation of collaterals provided by customers against the finance and credit facilities provided to them.
- 5) Follow-up on the reports submitted by the Risk Dept. including a report from the Department of Operational Risk & Permanent Control, as well as reports submitted by the Head of Compliance for the period ended 30/6/2021.
- 6) Reviewing the reports prepared by the Head of Legal Dept. on the status of the legal risks, statement of lawsuits, and the results achieved for the 2021 half-year.
- 7) Discussing the External Auditors' opinion on the financial statements prepared for the period ended 30/6/2021.

**Key Decisions taken by the Audit Committee:**

- 1- The Head of Compliance Dept. of the Bank is to submit an updated report to the Audit Committee on the Key Performance Indicators (KPI) to evaluate the performance of one of the services provided by the Bank from the point of view of CAE's customers.
- 2- The Head of Compliance Department at the Bank is to submit an updated report to the Audit Committee on the internal control procedures and their results related to the performance of the SME Loans portfolio in light of the Central Bank of Egypt's updated regulations in this concern.
- 3- The Audit Committee recommended approving the additional special task presented by the Bank's Financial Administration, along with the estimated fees for it, to be submitted to the Board of Directors.
- 4- The Committee reviewed and approved the Bank's Internal Audit Dept.'s report on the results of the follow-up to the Internal Audit's recommendations to improve the Bank's internal control environment.

- 5- The Audit Committee approved some amendments to the Internal Audit Plan for the year 2021.
- 6- The Head of Operational Risk & Permanent Control of CAE to provide the Audit Committee with the updated position regarding one of the operational risks and its size at the level of all branches of the Bank.
- 7- The Committee reviewed the reports submitted by the CRO of the Bank about reviewing the values of collaterals provided by customers against the finance and credit facilities granted to them.

**Dr. Adel Danish**

**Chairman of Audit Committee  
& Member of Board**

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