

**Main Highlights of CAE's Audit Committee
Meeting held on 10 May 2021**

The Audit Committee Meeting was held on Monday, 10 May 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)
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. Ehab Azer	Partner – Ernst & Young (By Audio Conference)
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)
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 31/3/2021.
- 3) Reviewing the Internal Audit Dept.'s report including the audit missions performed in the first 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 Q1 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 financing 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 31/3/2021.
- 6) Reviewing the reports prepared by the Head of Legal Dept. on the status of the legal risks facing the bank.
- 7) Discussing the External Auditors' opinion on the financial statements prepared for the period ended 31/3/2021.

Key Decisions taken by the Audit Committee:

- 1- In cooperation with the Information Technology (IT) Department, the Head of Compliance Department is to study customer complaints during the month of March 2021 regarding one of the services provided by the Bank, and submit the necessary report to the Audit Committee including the evaluation and the necessary solutions.
- 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 control on the uses of foreign exchange in light of the Central Bank of Egypt's regulations related to this.
- 3- 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.
- 4- The Head of Operational Risk and Permanent Control is to submit the updated position to the Audit Committee regarding implementing the new computer system of reporting related to central credit registry and its impact on continuous improvement of the quality of the bank's reports.

- 5- The Committee reviewed the reports submitted by the CRO of the Bank about reviewing the values of collaterals provided by customers against the financing and credit facilities granted to them.

Dr. Adel Danish

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

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