

قناة السويس للتأمين
Suez Canal Insurance





CONTENTS

- Managing Director's Speech 5
- Board OF Directors 7
- Executive Management 9
- BOD's Report 12
- Dividends as at 30/6/2024 14
- Governance information 22
- Financial State 24
- Revenues & Expenses Statement (Property & causality) 26
- Income Statement 27
- Comprehensive Income Statement 28
- Cash Flow Statement 29
- Complementary Explanatory notes For the Financial Statements For Fiscal year 30/6/2024 33
- Auditor's Report 42
- Accountability State Authority Report 44

Managing Director`s Speech



Suez Canal Insurance Company aims to be the leading company in the Egyptian Insurance Market; we are committed to provide distinguished insurance services for our clients throughout simplicity and quick disbursements of compensation, in addition SCI is trying to serve its clients throughout developing new insurance coverage, satisfying our customers' needs.

SCI is keen to obtain a credit Rating from the biggest Rating agencies specialized in insurance field as AMBest has confirmed a Credit Rating of 'FSR' at "B-" and "ICR"(bb-) which reflects the strength of the company's financial position that AMBest has assessed as strong. In addition to that, SCI has been credited a "NSR" from the same agency. As EG superior from the same agency which reflects the financial strength of the company amongst the insurance companies in the Egyptian market.

SCI aims to achieve its objectives through two main focal points of development:

Our vision: We look forward to be 1st choice for insurance's clients through our accumulated experience during decades in which we established a stock of knowledge, experiences and capabilities which all our energies are mobilized for it. We are also working to increase the company's market share through a profitable business portfolio and to take the leadership of the insurance market in Egypt through the good reputation, product diversity, rapid response to customers' needs, spreading and quality of performance, to be classified 1 in production, profitability, equity and customer satisfaction.

Our mission: We seek to achieve our vision through:

- Enhancing our relations with customers and satisfying their needs by providing high quality products and meeting their demands.
- Geographical spreading, expansion of our branches network, agents and offices to meet the needs of existing customers and reach all expected customers.
- Investing in people (HR) throughout enhancing their communication skills, satisfying their job needs and enabling them to achieve their goals along with SCI's vision.
- Provide qualified and trained specialized technical staff in insurance business with its different classes, and also in the areas of insurance research and development.
- Creation of new innovated ideas.
- Our social commitment in spreading insurance awareness in the society and how important is the insurance to our lives.

Here are the outcomes which have been achieved throughout this year:

- 1- Written premiums during 2023/2024 reached to be approximate 1.617 billion Egyptian pounds, versus 1.375 billion Egyptian pounds for the last year.
 - 2- Claims paid in 2023/2024 reached to be approximate 561 million Egyptian pounds, versus 353 million Egyptian pounds for the last year.
 - 3- Technical reserves in 2023/2024 reached to be approximate amount of 1.041 billion Egyptian pounds, versus 921.729 million Egyptian Pounds for the last year.
 - 4- SCI is keen to invest its available funds in the different investment funds, subject to law and the company's interest; SCI's net invested funds in 2023/2024 reached to be 1.893 billion Egyptian pounds versus 1.617 billion Egyptian pounds for the last year; with a return of investment for the current year reached 239.976 million Egyptian pounds, versus 152.268 Million Egyptian pounds for the last year.
 - 5- As for the fiscal year ended on 30/06/2024, SCI has achieved a net profit of 163.718 million Egyptian Pounds, versus 72.936 Million Egyptian Pounds for the last year.
- In culmination of these efforts, SCI has maintained its exceptional superiority, which is confirmed by the company's fiscal solvency, the trust of our clients and the good management for both insurance and investment portfolios.
 - Upon the outcomes of the company, I would like to thank the supervisory authorities for their productive cooperation with the company; and I would like to thank the shareholders for their support, in addition to all of the company's employees for their dedicated efforts and devotion in work.
- May Allah Grants us Success,

**Managing Director
Mohamed Hasan**





Board of Directors





Mr. Mohamed Hasan Farghaly
Managing Director & CEO



Eng. Mohamed Adel Fathy
Chairman



Mr. Waleed Ibraheem Mostafa



Eng. Ahmed Abalmajed



Eng. Heba Ahmed Issa



Eng. Abeer Ahmed Mohamed Morsi



Eng. Moustafa Kenawi Ahmed



Eng. Gamal Elsayed Ellaboudy



Mr. El Sayed Abo El Fottoh El Sayed Farag

Executive Management



Mr. Mohamed Abd El-Hafez
Head Of Financial, Investment and Administration Sectors



Mr. Tamer Labib
Sector Head
Motor Calims



Mrs. Moshira Mamoun
Sector Head Engineering,
Oil and Special Risks



Mrs. Hebatullah Ahmed Attia
Sector Head
Fire and Burglary



Mrs. Hoda Abdeen
Sector Head
General Accidents Claims



Ms. Hebatallah Moussa
Manager of Miscellaneous
Insurance



Mr. Mohamed Farouk
Sector Head
Marine Cargo Hull



Mr. Alla Kandil
General Manger
Marine Hull



Mr. Khaled Yousry
Sector Head
Reinsurance



Mr. Abo Bakr Elrefaie
Sector Head
Marine Hull Claims



Mr. Ahmed Selim
General Manager
fire & Burglary Claims



Mr. Sherif Salam
Sector Head
Engineering Claims



Mr. Mohamed Nada
Manager
Marine Cargo Claims



Mr. Ahmed Abdel Kareem
General Manager
Medical Claims



Mr. Ahmad Fekry
Sector Head
Medical



Mr. Ayman Waly
Sector Head
Motors



Mr. Ahmed Hassan
Sector Head
Information Technology



Mr. Ahmad Nour
Sector Head
Enterprise Risk Management



Mr. Yasser Murad
Sector Head
Legal Affairs



Mrs. Sahar El Wakeel
General Manager Information &
Decision Support Center



Mr. Hazem Mohamed Gad
Manager Human Resource
Department



Mrs. Shayma Shahin
General Manager of
CRM



Mr. Ahmad Saber
General Manager
Public Relations Department

Executive Management
Finance and Investment



Mr. Khaled Shibl
Sector Head
Balance Sheets



Mr. Ali Abdelgelil
Sector Head
Investments Department



Mr. Mohamed Galal Ahmed
Sector Head
Financial Analysis



Mr. Ashraf Abdelrhim
Sector Head
Financial Internal Auditing



Mr. Essam Shrara
Sector Head
Reinsurance Accounts



Mr. Mohamed Fawzy Hussein
Asst. General Manager
Production Accounts

Independent Auditors

Dr. Mohamed Abdel-Aziz Hegazy & Co. - Horwath

Accountability state authority

Actuarial Expert

Dr. Hussien Abd El Ghaffar (Non Life Insurance)

Board of Directors' Report

Suez Canal Insurance Board of Director is honored to Present its Annual Report of the Company's Activity during the Fiscal Year ending 30/06/2024 Thanks to Allah, after a challenging year the Company still maintains its distinguished position in the Egyptian Insurance Sector; and that is due to the Company's strategies of attracting new clients through its branches and offices, spread all over the country.

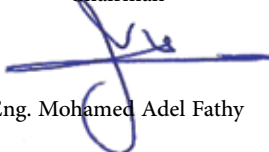
SCI continues its hard work to achieve and accomplish its goals throughout a coherent and loyal team at the highest level of efficiency and loyalty; in addition, the Company is keen to the continuous development through the development of its human resources, in order to achieve the highest levels of performance, to maintain its distinct position, and to achieve the required growth rates in premiums and investments.

In addition, the Company was able to protect its investments from any arising risks, due to the rational strategy of its management with an incisive vision; and that is in order to maintain its top position amongst all companies operating in the Egyptian Insurance Market private sector.

Here are our achievements during the Fiscal Year ended on 30/06/2024:

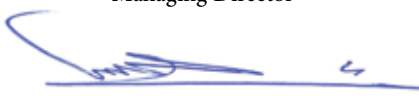
1. Written premiums during 2023/2024 reached to be approximate 1.617 billion Egyptian pounds, versus 1.375 billion Egyptian pounds for the last year, which reflects the credibility that SCI has in the Egyptian market.
 2. Claims paid in 2023/2024 reached to be approximate 561 million Egyptian pounds, versus 353 million Egyptian pounds for the last year. Which SCI retained 238 million Egyptian pounds, which illustrates the Company's positive role in fulfilling its commitments to the policies' holders and beneficiaries.
 3. The ratio of administrative and general expenses for this year reached 17.25% of the released premiums, versus 17.04 % for the last year
 4. The Company's total technical reserves in 2023/2024 reached to be 1.041 billion Egyptian pounds, versus 921.729 million Egyptian pounds for the last year.
 5. -It is worth mentioning that the company invests its available funds in the different investment portfolios, Subject to the company's interest and strengthening the rights of the Shareholders and policies' holders; Thus, the net invest funds in 2023/2024 reached to be 1.893 billion Egyptian pounds, versus 1.617 billion Egyptian pounds for the last year, the return on the investment reached 239.976 billion Egyptian pounds with an average of 13.70% . the return on investment amounted 152.268 Million Egyptian pounds with an average of 9.22% for the last year.
 6. The Company's net profit for the fiscal year ended on 30/06/2024 reached to be of 185.126 million Egyptian pounds (Pre-tax), versus 80.582 million Egyptian pounds for the last year; thus, the Company's net profit reached to be of 163.718 million Egyptian pounds (After-tax), versus 72.936 million Egyptian pounds for the last year.
- The Return on total equity for this year reached 41% (After-tax), versus 21% for the last year.
 - In light of the outcomes of the Company's business, illustrated by the indicators of the Financial Statements as mentioned above, the Board of Directors extends its thanks and appreciation to the Egyptian Financial Supervisory Authority, The Insurance Federation of Egypt, The Accountability State Authority, The Company's external auditor and to all those in charge of these authorities, whose cooperation had a tangible impact on the good performance and achievements.
 - In addition, we would like to deeply thank our esteemed clients who are real partners in this success, due to their trust in us and in our credibility; we would like to extend our thanks and appreciation to our dear shareholders for their support to our Company, maintaining its exceptional position at the top.
 - Furthermore, the Board of Directors would like to extend its thanks and appreciation to all of the Company's employees, at its different financial, technical, administrative and marketing divisions, for their tangible efforts during this year, which have contributed directly to the superiority of the Company's performance; thus, our Company has come to be a prominent symbol of good performance, excellence and credibility, and a true edifice serving the national economy.

Chairman



Eng. Mohamed Adel Fathy

Managing Director



Mohamed Hasan

Dividents as at 30/6/2024



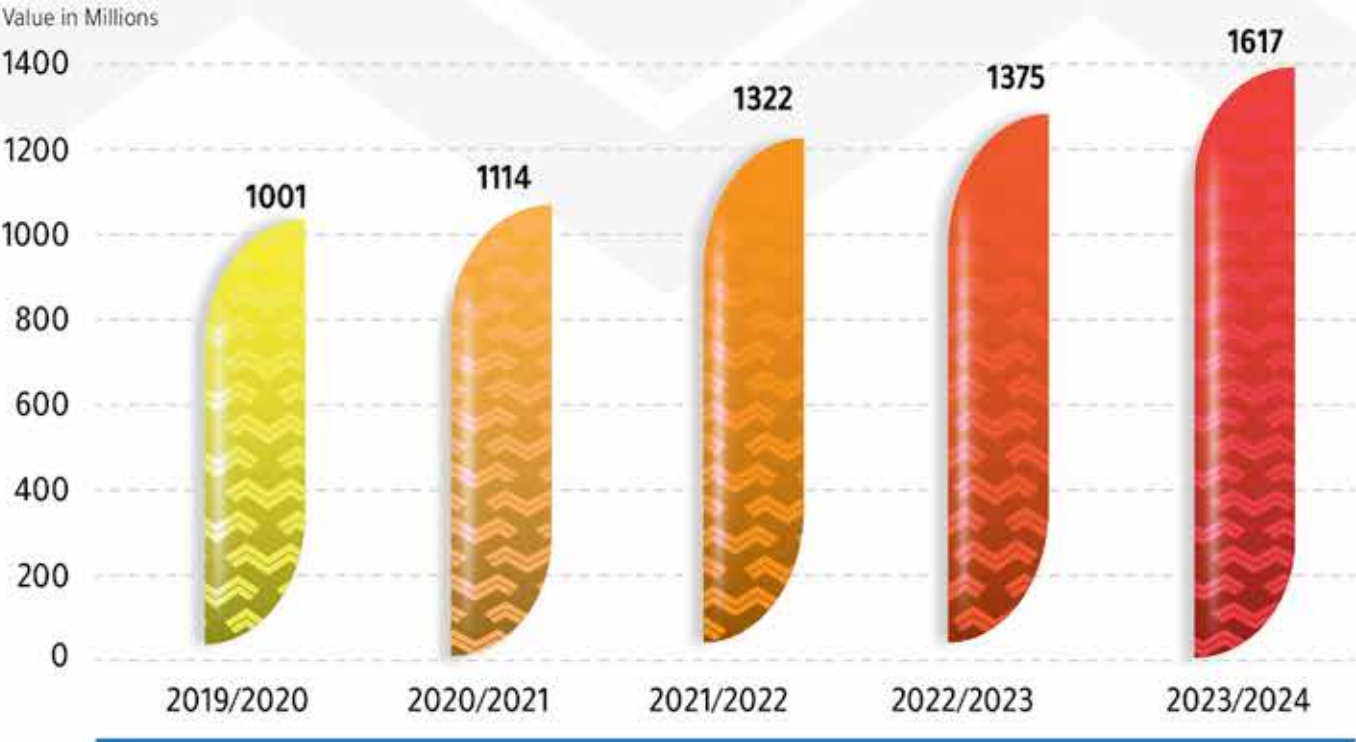
	Value in EGP		
Net profit after tax			163.718.743
Deduct: Capital gains to capital reserve			1.641.053
Net			162.077.690
5% Legal reserve		8.103.885	
Deduct: CF losses		6.824.862	
Surplus (available for distribution)			
5% Of paid up capital - (1st share)			
Shareholders	12.375.000		
Employees	1.375.000		
		13.750.000	
Total			28.678.747
Net			133.398.943
10% Remuneration of Board Members			13.339.894
Net			120.059.049
35% Paid up Capital - (2nd share)			
Shareholders	86.625.000		
Employees	9.625.000		
Net			96.250.000
Profits (carried forwarded) to next year			23.809.049

1st: Premiums:

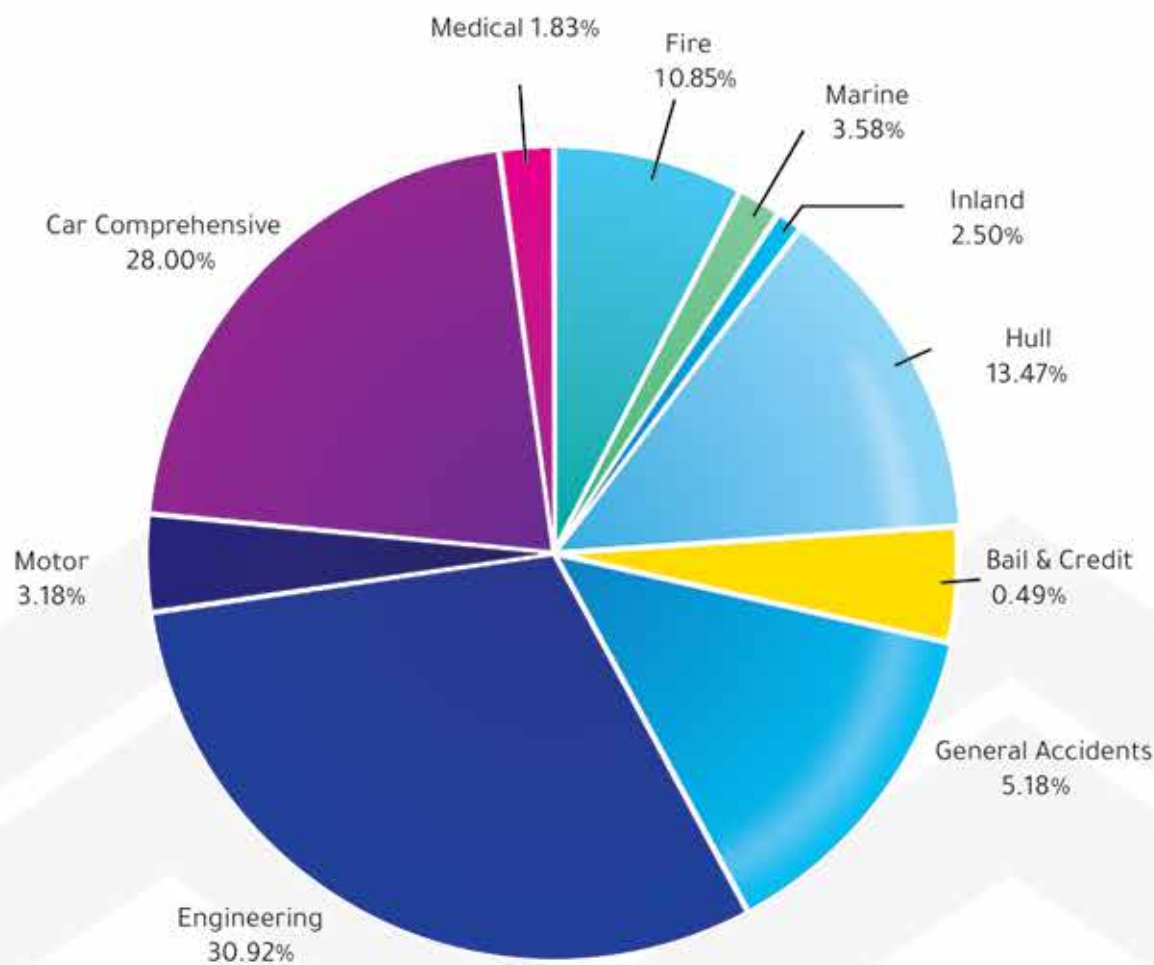
GWP for the year 2023/2024 reached to be 1,617 Billions LE versus 1,375 Billions LE for the year 2022/2023 which the company retained 756 Millions LE versus 567 Millions LE for the past year.

ITEM	2023/2024			2022/2023		
	Total	Company's Share (Retention)	Ratio to Total	Total	Company's Share (Retention)	Ratio to Total
Written Premiums	1.617.946.403	756.220.833	% 46.74	1.375.415.220	567.705.952	% 41.28

Growth of total premiums



Distribution of Property & Casualty Insurance premiums for the year 2023/2024



2nd: Claims

The Total Claims paid for the year 2023/2024 reached LE 560 million against 353 millions LE for the year 2022/2023. The Company’s share in such claims (retention) reached 238 millions LE against 187 millions LE, according to the following table:

ITEM	2023/2024			2022/2023		
	Total	Company's Share (Retention)	Ratio to Total	Total	Company's Share (Retention)	Ratio to Total
CLAIMS	560.907.778	238 365 173	% 42.5	353.662.933	187.597.139	% 53.4

3rd: Commissions & Insurance Brokerage Costs

Total insurance brokerage costs reached 372 millions LE during the fiscal year 2023/2024 representing 23 % of total written premiums against 281 millions LE representing 20.45 % for the previous year. According to the following table:

ITEM	2023 / 2024		2022 / 2023	
	Total	Percentage to total issued premiums	Total	Percentage to total issued premiums
COMMISSIONS & BROKERAGE COSTS	372.098.817	% 23	281.251.030	% 20.45

4th: General & Administrative Expenses

Total general expenses during the fiscal year 2023/2024 reached 279 millions LE representing 17.25% of the total written premiums against 234 millions LE representing 17.04% for the previous year according to the following table:

ITEM	2023 / 2024		2022 / 2023	
	Total	Percentage to total issued premiums	Total	Percentage to total issued premiums
GENERAL EXPENSES	279.038.160	% 17.25	234.406.130	% 17.04

NB: Salaries & wages reached 216 Million EGP representing 77.40 % of General & admin Exp. for 2023/2024 against 179 Million EGP representing 77 % for last year.

5th: Technical Reserves:

Total Technical Reserves formed at the end of the fiscal year 2023/2024 reached 1.041.208 billion LE against 921.729 millions LE for the year 2022/2023, with an increase of 119.479 millions LE representingtt

INSURANCE TYPE	2023/2024	2022 / 2023	INCREASE	INCREASE RATE
TECHNICAL RESERVES	1.041.208.916	921.729.802	119.479.114	% 12.96

It should be mentioned that the Company has retained all Technical Reserves to meet its obligations towards policyholders and beneficiaries in accordance with the proper Technical and practical bases and subject to the Reserves of Act 10 of 1981 as amended by Act 91 of 1995. And it has been accredited by the company’s actuarial expert.

6th: Insurance Operations Debtors:

Value in Egyptian Pounds

Particulars	30/6/2024	30/6/2023
Premiums under Collection	139.670.583	197.798.299
Current Account of Insureds	175.526.429	174.529.204
Post-dated Cheques	129.554.245	84.760.285
Dishonored Cheques + subject to litigation	7.846.399	4.946.676
Total	452.597.656	462.034.464
Provision for Insurance Operation Debtors	(7.914.569)	(10.582.464)
Net	444.683.087	451.452.000

It is worth noted that the collection ratio for 2023/2024 reached 79% against of 74% for the last year

7th: Investments:

On 30/6/2024 the total investments reached EGP. 1.893 billion against EGP. 1.617 billion for the previous year, the company managed to achieve EGP. 239.976 as a net return on investments with an average interest rate 13.70 %.

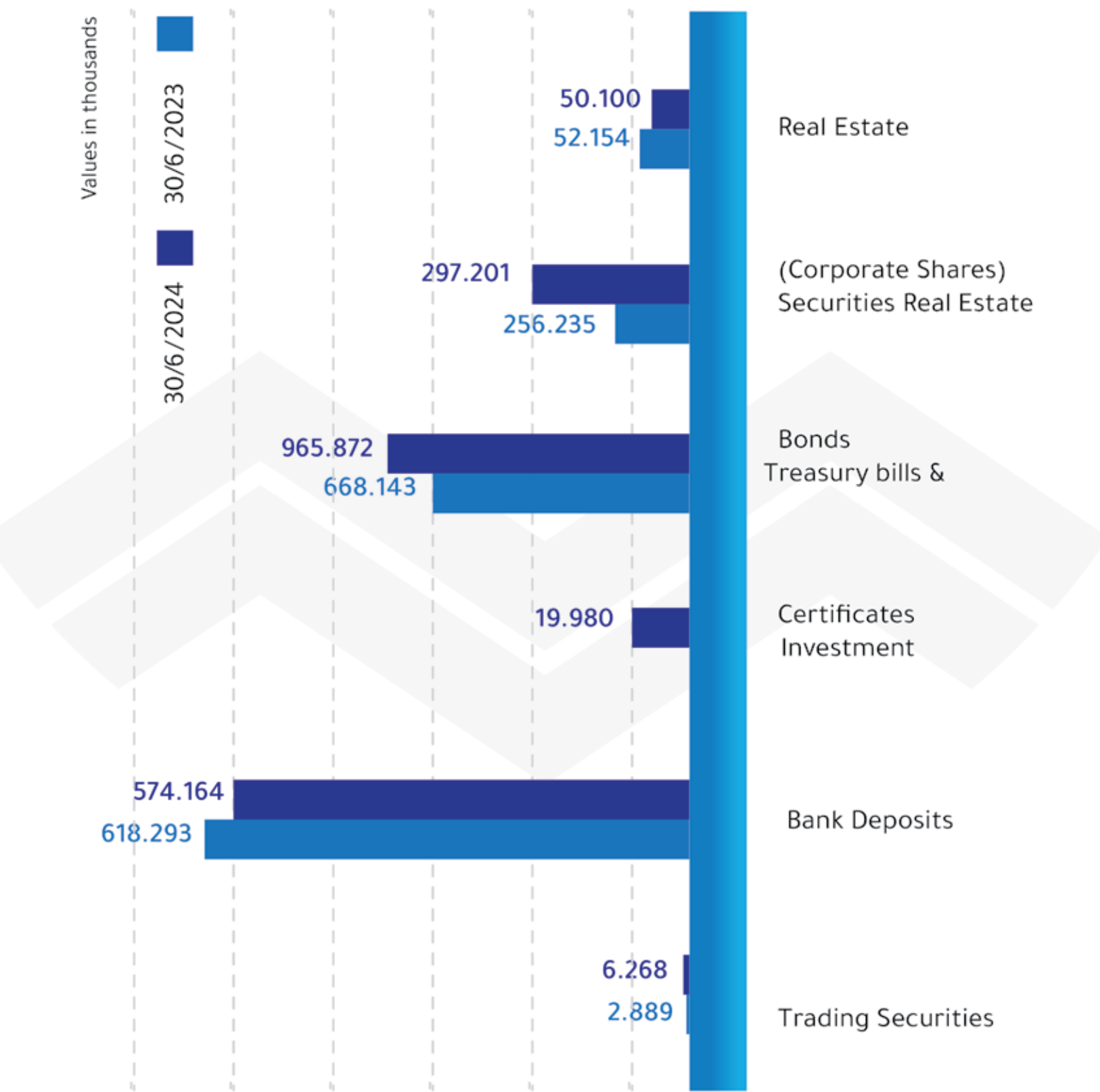
- The following illustrates how such investments were directed

Value in Egyptian Pounds

Particulars	Value as at 30 June 2024	Weighted Percentage	Value as at 30 June 2023	Weighted Percentage
Real Estate	50.099.841	% 2.65	52.153.940	% 3.22
Securities (Corporate shares)	149.001.804	% 7.87	132.035.807	% 8.16
Treasury bills and bonds	148.200.000	% 7.83	124.200.000	% 7.67
Investment certificates(SC)	965.871.628	% 51	688.122.971	% 42.53
Bank deposits	574.164.365	% 30.32	618.292.056	% 38.22
Trading Securities	6.267.387	% 0.33	2.889.526	% 0.20
Total	1.893.605.025	% 100	1.617.694.300	% 100

With respect to investment portfolios, every effort was exerted to obtain the highest interest rates with the view of avoiding risks and to provide as much cash as possible to be able to perform our obligations towards policy holders and beneficiaries.

Investment Proportional Weight:



8th: Financial Results of Insurance Branches

According to what was shown by the calculation of the results, it was founded that property and liability insurances achieved an activity surplus of 163.237 million EGP in 2023/2024, compared to 71.368 million EGP in 2022/2023 with an increase of 91.869 Million from last year.

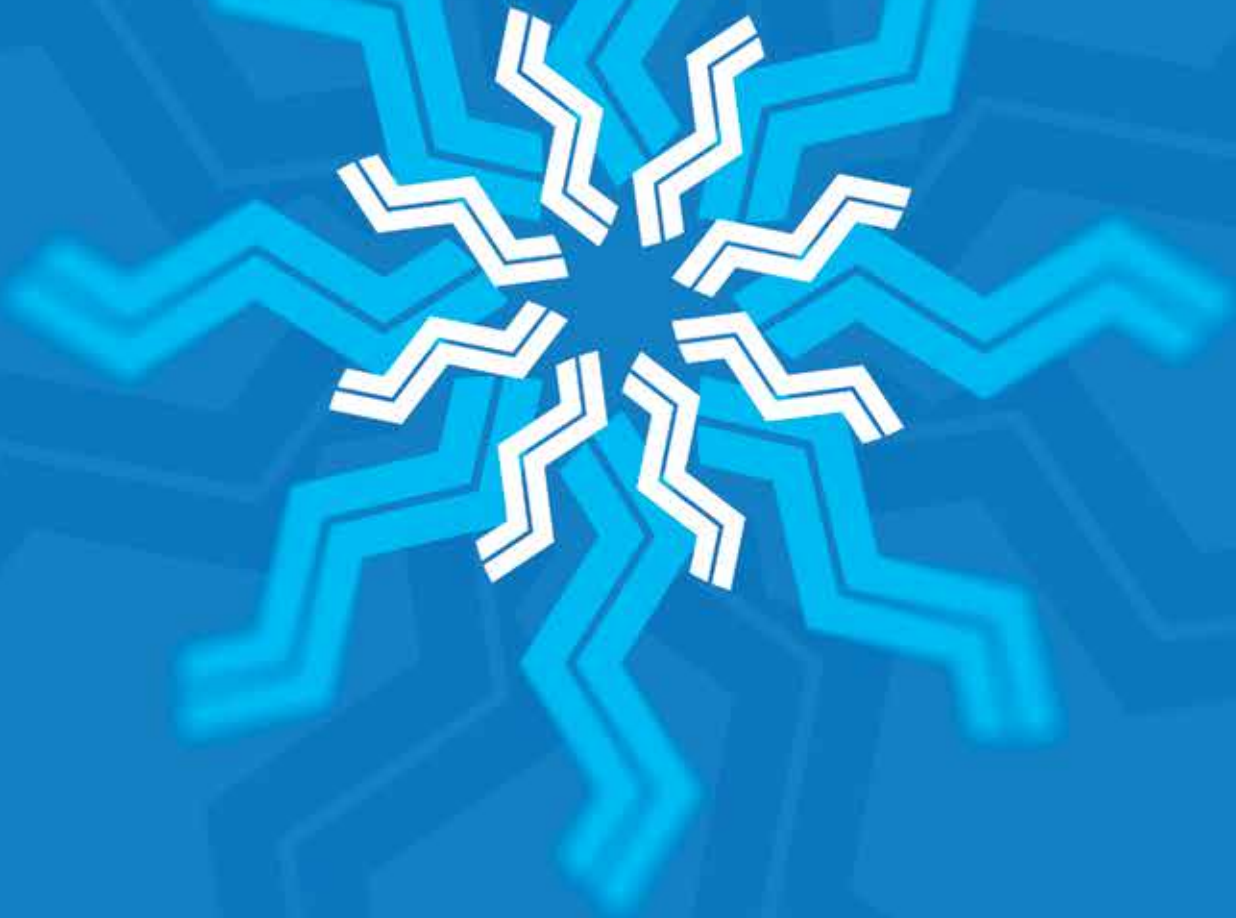
9th :Net Profit

The company reached at the end of 30/6/2024 net profit before tax EGP 185.126 million against EGP 80.582 million for the previous year. Net profit after tax reached EGP 163.718 million against EGP 72.936 million for the previous year.

10th: Salaries & Wages

Salaries and wages and their equivalent reached EGP 216 million representing 77.40% of general & Administrative expenses. Number of employees reached 807 Employ- ees.

Governance Information



Governance Information

1- The Board of Directors of the Company consists of nine members, as follows:

Name	Title	Remark
1. Eng. Mohamed Adel Fathy	Chairman	Experts as Insurance Supervisory Act
2. Mr. Mohamed Hasan Farghaly	Managing Director	
3. Mr. Waleed Ibrahim Ahmed Moustafa	Non-executive member	Representatives of El Wadi El Akhdar for Investment & Development
4. Eng. Ahmed Al-Adlani	Non-executive member	
5. Eng. Heba Ahmed Issa	Non-executive member	
6. Eng. Abeer Ahmed Mohamed	Non-executive member	
7. Eng. Moustafa Kenawi Ahmed	Non-executive member	Representatives of the Insurance Fund for Suez Canal Authority Employees
8. Eng. Gamal Elsayed Ellaboudy	Non-executive member	
9. Mr. Al Said Aboul Fotouh Al Said Farog	Non-executive member	

2- BOD Meetings

The Board of Directors of the Company held 14 meetings which were attended by 100% of the Board members except for: Eng. Mofida Kamal El-Din who missed two meetings.

3- Serving Community& Environment:

SCI has been participating in serving community by its keen and ongoing interest in providing cash or in-kind aid to charities (organization, institutions and public hospitals) with donations and aid. donations have reached 250 000 EGP during the financial year 2023/2024. Also, SCI participates in Refrigeration Systems serving the environment by providing a healthy work environment inside the Company by prohibiting in house smoking.

• Enterprise Risk Management (ERM)

As a part of the business development and out of the company’s management believe in the importance of ERM role. The company has established this department during the first quarter of the Fiscal year 2014/2015 in order to protect its stakeholders from different kinds of risks such as (Strategic Risks, Operational Risks, Financial Risks, the Market Risks, etc...).

The establishment of this department helped in granting Credit Rating for the company from one of the biggest credit rating agencies in the world. AM Best has assigned a Financial Strength Rating of (B-) “FSR” and a long term issuer credit rating of (bb-) “ICR”.

In addition to a local Credit Rating of “NSR” “aa.EG.Superior”. These ratings reflect SCI’s Balance Sheet Strength and enhance the company statute in the Insurance Market on both scales (Locally and Internationally)

Balance Sheet as at 30 June 2024



Balance Sheet as at 30 June 2024

Value in Egyptian Pounds

Description	Explanatory Note No.	30/6/2024	30/6/2023
Assets			
Cash in hand & at Banks	5	318.804.452	189.781.568
Time Deposits at banks	6	574.164.365	618.292.056
Investments at the fair value (profit & loss)	7	6.267.387	2.889.526
Available for sale investments	8	149.001.804	132.035.807
Investment in Subsidiaries	9	148.200.000	124.200.000
Held to maturity investmnts	10	965.871.628	688.122.971
Real estates	11	50.099.841	52.153.940
Total investments		1.893.605.025	1.617.694.300
Insurance operations Debtors (receivables from PH)	12	444.683.087	451.452.000
Insurance & Reinsurance Companies (Debit Balance)	13	62.207.963	40.053.751
Other Assets	14	70.912.049	91.323.253
Fixed Assets	16-1	2.361.007	3.979.308
Fixed Assets	16	70.140.206	58.135.636
Debit assets companies	33-1	989.318	
Total Assets		2.863.703.107	2.452.419.816
Liabilities & Shareholders Equity			
Policyholders equity	17	1.041.208.916	921.729.802
Total Policyholders equity		1.041.208.916	921.729.802
Insurance & Reinsurance Companies (Credit Balance)	18	860.569.065	786.642.113
Creditors & Other Credit Balances	19	287.081.298	235.793.858
	19-1	3.259.191	5.200.637
Usufruct Obligation	20	79.764.393	42.046.489
Other provisions	34	29.263.085	45.862.044
Deferred Taxes	33	0	742.179
Subsidiaries Credit balances		2.301.145.948	2.038.017.122
Total Liabilities			
Shareholders Equity			
Paid up Capital	21	275.000.000	250.000.000
Reserves	21-2	47.798.051	43.924.182
Retained Losses	38	(6.824.862)	(776.565)
Net Profit for the year		163.718.743	72.936.778
Total Shareholder's Equity including profits		479.691.932	366.084.395
Fair Value Reserve (Financial assets available for sale)		82.865.227	48.318.299
Total Shareholder's equity		562.557.159	414.402.694
Total Liabilities & Shareholders' Equity		2.863.703.107	2.452.419.816
Contingent liabilities and commitments	38	4.818.074	4.968.946

Revenue & Expenses - Property & Casualty As at 30/6/2024

Value in Egyptian Pounds

Description	Explanatory Note No.	30/6/2024	30/6/2023
Revenues			
Direct premiums	27	1,611,165,430	1,375,308,739
Inward R/I premiums	27	6,780,973	106,481
Gross premiums	27	1,617,946,403	1,375,415,220
Outward R/I premiums	27	861,725,570	807,709,268
Net Premiums	27	756,220,833	567,705,952
Unexpired risks reserve changes			
At the beginning of the year	17	537,497,277	509,508,595
At the end of the year	17	577,611,417	531,351,960
Earned Premiums		716,106,693	545,862,587
Outward Re-insurance commission	29	216,119,124	168,126,486
Other income	25	18,915,188	17,795,171
Total Revenues		951,141,005	731,784,244
Expenses			
Direct claims paid	28	560,907,778	344,914,149
Inward reinsurance claims Paid	28		8,748,784
Total claims	28	560,907,778	353,662,933
Outward Reinsurance claims Paid	28	322,542,605	166,065,794
Net claims	28	238,365,173	187,597,139
Outstanding claim reserve changes			
O/S claims at the end of the year	17	311,793,516	273,643,094
O/S claims at the beginning of the year	17	276,173,015	228,787,017
Incurred Claims		273,985,674	232,453,216
Fluctuation Reserve changes			
At the end of the year	17	151,803,983	116,734,748
At the beginning of the year	17	116,734,748	101,951,509
Direct commissions	30	115,404,484	79,468,095
Production cost		234,046,525	189,800,329
Inward reinsurance commission	29	22,647,808	11,982,606
Total commission & production cost	30	372,098,817	281,251,030
General & administrative expenses	31	279,038,160	234,406,130
Total expenses		960,191,886	762,893,615
Underwriting profit (loss)			
	22	(9,050,881)	(31,109,371)
Allocated investment income (net)	24	169,254,742	100,293,881
Provision for allocated investment	11/1	(5,107,088)	(2,659,577)
Impairment losses on insurance operations debtors	15	2,073,046	475,493
Surplus from property & casualty insurance to income statement	23	163,237,903	71,368,594

Income Statement As at 30/06/2024

Value in Egyptian Pounds

Description	Explanatory Note No.	30/6/2024	30/6/2023
Profit (loss) of insurance activity	23	163.237.903	71.368.594
Total		163.237.903	71.368.594
Net income from unallocated Investments	24	70.721.610	51.974.347
Provision no longer required	25-1	9.152.057	3.867.758
Other income	25	26.357.604	20.209.664
Total revenue		269.469.174	147.420.363
Custom Property deduction unfocused	11	(107.022)	(101.588)
Fixed assets depreciation	16	(4.496.492)	(3.888.047)
Provisions	20	(47.146.855)	(32.727.057)
Other expenses	26	(17.405.364)	(34.039.408)
Impairment Losses (Insurance & R/I Balances)	15	(15.186.467)	3.918.655
Net profit for the year before tax		185.126.974	80.582.918
Income tax		(20.126.258)	(6.913.391)
Deferred Tax	34	(1.281.973)	(732.749)
Deferred Tax expense			
Net Profit (Loss)		163.718.743	72.936.778
Earnings per share	32	5.95	2.92

Comprehensive INCOME STATEMENT As at 30/06/2024

The value is in Egyptian pounds

Statement	30/6/2024	30/6/2023
Net profit for the year after tax deduction	163.718.743	72.936.778
Other comprehensive income		
Effects of changes in foreign exchange rates (1)	(9.532.572)	
Differences in evaluating financial investments at fair value through other comprehensive income	99.021.712	82.355.716
Deferred tax resulting from the profits of evaluating financial investments at fair value through other comprehensive income	(22.279.885)	(18.530.036)
Net differences in evaluating financial investments at fair value Through other comprehensive income (2)	76.741.827	63.825.680
Total components of other comprehensive income for the year After deduction of tax (1+2)	67.209.255	63.825.680
Total comprehensive income for the year	230.927.998	136.762.458

CASH FLOW STATMENT AS AT 30/6/2024

Value in Egyptian Pounds

Description	30 6/2024	30/6/2023
Cash flow from operating activities		
Profit (Loss) before income TAX	185.126.974	80.582.918
Adjustments to reconcile net profit to net cash flows from operating activities		
Depreciation and impairment losses	15.260.477	(4.731.969)
Technical reserves	119.479.114	88.133.072
Provisions (provided during the year)	47.146.855	32.727.057
Provisions (no longer required)	(9.428.951)	(3.867.758)
Profit (loss) from Sale of fixed assets	(1.641.053)	(157.203)
Profit(Loss) before change in assets & liabilities	355.943.416	192.686.117
(Increase) decrease in financial assets portfolio (at fair value)	(259.884)	(1.525.166)
(Increase) decrease in receivables of policyholders	(95.764)	(136.897.782)
(Increase) in insurance & reinsurance companies (debit balance)	37.340.679	40.669.213
(increase) decrease of other assets	18.783.971	7.908.953
Increase in insurance & reinsurance companies (credit balance)	73.926.952	209.446.030
(Increase) insurance in credit balances & other	11.338.804	(166.030.856)
(Increase) decrease in debtors & other debit balances	(989.318)	0
Increase in credit balances of subsidiaries	(742.179)	(743.576)
Net Cash flow from operating activities	420.565.319	145.512.933
Cash flow from investment activities		
Decrease(increase) in time deposits at banks (mature more than 3 months)	150.682.162	184.520.025
Increase in treasury bills (mature more than 3 months)	(445.269.601)	(121.886.795)
Proceeds from / (Payment for purchase) of real estate investments	92.929.755	(65.302.895)
Proceeds from sale of fixed assets	1.446.040	2.277.385
Proceeds from / (Payment for purchase) of real estate investments	(5.788.998)	(11.635.658)
Payment for purchase of fixed assets	(9.577.350)	(3.384.304)
Net Cash flow from investment activities	(215.577.992)	(15.412.242)
Cash flow from financing activities		
Proceeds from issuing shares	25.000.000	20.000.000
Dividends paid	(65.578.634)	(46.074.660)
Net Cash used in financing activities	(40.578.634)	(26.074.660)
Net change in cash & cash equivalent	164.408.693	104.026.031
Cash & cash equivalents at the beginning of the year	491.148.533	387.122.502
Cash & cash equivalents at the end of the year	655.557.226	491.148.533
Cash on hand and at banks	318.804.452	189.781.568
Treasury bills and other notes	655.050.130	281.472.226
Time deposits at banks	574.164.365	618.292.056
Pledged time deposits at banks	(49.116.456)	(44.957.854)
Time deposits at banks (mature more than 3 months)	(188.295.135)	(343.658.934)
Treasury bills (mature more than 3 months)	(655.050.130)	(209.780.529)
Cash & cash equivalents	655.557.226	491.148.533

TAHYA MISR BRIDGE

Value in Egyptian Pounds

Items	2018/2019	2019/2020	2020/2021
Premiums	1.006.704.618	1.001.006.139	1.114.278.686
Claims Paid	308.340.222	351.160.583	374.601.429
Total shareholder's Equity	520.633.702	557.994.364	678.370.376
Total Investments	1.114.183.110	1.214.309.178	1.359.671.140
Net Profits	59.632.704	45.440.757	38.791.016
Policyholder's equity	269.658.168	276.036.923	306.812.622
Paid-up Capital	170.000.000	190.000.000	190.000.000
Total number of employees	775	775	851



2021 / 2022

2022 / 2023

2023 / 2024

1.322.940.195

1.375.415.220

1.617.946.403

450.115.560

353.662.933

560.907.778

833.596.730

921.729.802

1.041.208.916

1.682.209.905

1.617.694.300

1.893.605.025

60.624.393

72.936.778

163.718.743

395.176.693

414.402.694

562.557.159

230.000.000

250.000.000

275.000.000

862

836

807





Complementary Explanatory Notes for the Financial Statements For the Fiscal Year ending 30 June 2024

About the Company

Suez Canal Insurance Company (an Egyptian Joint Stock Company) was incorporated on the 10th of October 1979 pursuant to law No. 159 of 1981 and the Supervision and Control law No. 10 of 1981 and its Executive Regulations. In accordance with its incorporation resolution and the License issued by the Egyptian Financial Supervisory Authority, the Company practices insurance and reinsurance in many lines of business as fire, Marine hull, Marine Cargo, Engineering, Miscellaneous, Motor Comp, Motor Act, and health care insurance through its head office located in Giza City and its 29 branches and offices in Egypt.

Bases of Preparation of the Financial Statements

The Financial Statements is prepared in accordance to the Egyptian Accounting Standards and pursuant to law No.10 and its executive regulations and to the regulations and directives issued by the Egyptian Financial Supervisory Authority and to the insurance Egyptian standards guide applied to the Egyptian insurance sector. With the added requirements to the Egyptian Accounting Standards No. 47 "The financial Instruments" according to the regulations issued by the Egyptian Financial Regulatory Authority. In addition to the amended Egyptian Accounting Standards issued in 2019 and its amendments and the relevant local law regulations. Starting from 1/7/2021 and accordance to the Egyptian Financial Regulatory Authority directive for the implementation of the Egyptian Accounting Standards No. 47 "The Financial Instruments" the company's management has prepared the periodic financial statements ended in 31th of December 2021 by adjusting some accountant policies and measurements base

STATEMENTS OF CHANGE IN EQUITIES FOR THE FISCAL

Statement	capital pounds	← reserves →		
		legal pounds	Public pounds	Capital pounds
Balance as of July1,2022	230.000.000	31.504.782	5.263.359	3.160.355
Capital increase	20.000.000	-	-	-
Dividend	-	2.985.125	-	921.896
Foreign currency exchange rate	-	-	-	-
Accordance to the prime ministerial decision no. 1847 at 2023	-	-	-	-
Settlements for foreign exchange rate	-	-	-	-
Settlements	-	-	-	-
Other Comprehensive income	-	-	-	-
Net profit for the year	-	-	-	-
Total comprehensive income for the year	-	-	-	-
Balance as at 30 June 2023	250.000.000	34.489.907	52.63.359	4.082.251
Balance as at 1 July 2023	250.000.000	34.489.907	52.63.359	4.082.251
Capital Increase	25.000.000	-	-	-
Dividend	-	3.634.890	-	238.979
Unrealized gain on investments available for sale	-	-	-	-
The effects of changes in foreign Exchange Rates for 6th of March 2024	-	-	-	-
Settlements for foreign currency exchange rate	-	-	-	-
Settlements for the value of fair value valuation	-	-	-	-
Value of fair value valuation	-	-	-	-
Other Comprehensive income	-	-	-	-
Net profit for the year	-	-	-	-
Total comprehensive income for the year	-	-	-	-
The balance is on June 30,2024	275.000.000	38.124.797	5.263.359	4.321.230

YEAR ENDING AS AT 30 JUNE 2024

Private	other	risks of application effects Standard 47	Profit/losses unrealized of financial investments Available for sale	(losses) profits stage	cover under increase capital	net profit general	Total
pounds	pounds	pounds		pounds	pounds	pounds	pounds
40.358	48.307	-	74.506.022	(9.970.883)	-	60.624.393	395.176.693
-	-	-	-	-	-	-	20.000.000
-	-	-	-	10.642.712	-	(60.624.393)	(46.074.660)
-	-	-	-	(28.506.814)	-	-	(28.506.814)
-	-	-	-	28.506.814	-	-	28.506.814
-	-	-	(90.013.403)	-	-	-	(90.013.403)
-	-	-	-	(1.448.394)	-	-	(1.448.394)
-	-	-	63.825.680	-	-	-	63.825.680
-	-	-	-	-	-	72.936.778	72.936.778
-	-	-	63.825.680	-	-	72.936.778	136.762.458
40.358	48.307	-	48.318.299	(776.565)	-	72.936.778	414.402.694
40.358	48.307	-	48.318.299	(776.565)	-	72.936.778	414.402.694
-	-	-	-	-	-	-	25.000.000
-	-	-	-	3.484.275	-	(72.936.778)	(65.578.634)
-	-	-	-	-	-	-	-
-	-	-	-	(9.532.572)	-	-	(9.532.572)
-	-	-	-	-	-	-	(42.194.899)
-	-	-	(42.194.899)	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	76.741.827	-	-	-	76.741.827
-	-	-	-	-	-	163.718.743	163.718.743
-	-	-	76.741.827	-	-	163.718.743	240.460.570
40.358	48.307	-	82.865.227	(6.824.862)	-	163.718.743	562.557.159

Earnings per Shares

The value is in Egyptian pounds

Statement	30/6/2024	30/6/2023
net profit for the year	163.718.743	72.936.778
Board members remuneration	0	(5.578.634)
Employees' share of profits	0	(6.000.000)
Shareholders share in profits	163.718.743	61.358.144
Weighted average number of shares	27.500.000	25.000.000
The share per share is the shareholders' share in the year's net profits	5.95	2.45

Subsidiaries debit balances

The value is in Egyptian pounds

Statement	30/6/2023	30/6/2024
Suez Canal Life Insurance Company	742.179	
Total	742.179	

Subsidiaries debit balances

The value is in Egyptian pounds

Statement	30/6/2024
Suez Canal Life Insurance Company	989.318
Total	989.318

Company`S TAX POSITION IN 30/6/2024





15,879.20
24,367.73

Company’s Tax Position in 30/06/2024

1st: Corporate Income Tax

1- From 86/87 Till 97/98

At 27/07/2009 the dispute between SCI and the Egyptian tax authority (VIP directorate) has been settled and the sum of EGP 3 845 571 had been refunded to SCI.
For the period from 86/87 till 89/90 the Tax Directorate has filed a case before the Court of Cassation challenging the judgment issued by the Court of Appeal in favor of the Company, yet no judgment has been issued.

2- From 90/91 Till 2000/2001 : Inspection has been conducted and the payment has been made.

3- From 2001/2002 Till 2004/2005 :

As per law 174 all due tax is paid to get the benefit of exempting 90 % of fines. Thus, the company has appealed for its right to enforce law 5 in exempting the interest of deposits, investment certificates and treasury bonds from tax as the appointed expert by the court approved the exemption of deposit's interest and neglected the investments certificates and the treasury bonds another case has been field. A final verdict has been granted in the favor of the company's and waiting for the executory formula to be applied .

The Taxes section detailed as following:

The value is in Egyptian pounds

The Taxes	2001/2002	2002/2003	2003/2004	2004/2005	Total
Inspection	16.931.084	14.888.794	15.055.883	14.891.944	61.767.705
The Internal Committee and Appeal	10.906.686	7.294.949	5.959.333	7.648.506	31.809.474
The Court's Verdict	5.395.852	2.875.640	1.352.343	2.265.688	11.889.523

According to above a sum of 11,889523 out of 61,767705 has been paid in full with a deduction of 81%.

4- From 2005/2006 Till 2007/2009 : Inspection has been conducted and the payment has been made.

5- From 2009/2010 Till 2010/2011 : Payments were made in full for the benefit of applying law 174 of (exemptions of 90% from fines).

6- From 2011/2012 Till 2013/2014 :

Internal committee has been formed and official decision were made, EGP 6,000,000.00 were paid as adjustment. All forms are being adjusted according to that.

7- From 2014/2015 Till 2020/2021 : all taxes forms were introduced and inspection is in process.

8- From 2019/2020 Till 2022/2023 : No inspection yet.

2nd: Salary Taxes :

1- Period until 2005 : Inspection conducted, dues paid in full.

2- From 2006 to 2010 : An amount of 8,000,000.00 EGP was paid under payment until the claim was officially sent to the company, according to the semi-final agreement which was reached in the examination..

3- Period from 2011 Till 2020 : Inspection is in process

4- Period from 2021 Till 30/6/2024 : Inspection is in process; Monthly underpayment installments are in place.

3rd: Stamp Duty :

(1) From Business Commencement until 30/06/2004 : Inspection conducted; dues paid in full.

(2) From 01/07/2004 Till 30/06/2005 : Inspection conducted; dues paid in full.

(3) From 01/07/2006 Till 31/12/2010 : Inspection conducted; dues paid in full.

(4) From 01/01/2011 Till 30/06/2013 : Inspection conducted; dues paid in full.

(5) From 01/07/2013 Till 30/06/2016 : Inspection conducted; dues paid in full.

(6) From 01/07/2016 Till 30/06/2019 : Inspection conducted; dues paid in full.

(7) From 01/07/2019 Till 30/06/2024 : Yet, no inspection.

4 : Value Added Taxes (VAT)

(1) From company's registration in 10th of November 2003 until 30th of June 2015 Inspection was conducted and all balances were settled.

(2) From 01/07/2015 Till 30/06/2016 : Inspection was conducted; a debit balance of EGP 50,709.00 was estimated which the company objected, and an internal inspection committee is being formed to revise it.

(3) from 01/07/2016 Till 30/06/2018: Inspection was conducted, a debit balance of EGP. 3161507 was estimated which the company objected and an internal inspection committee is being formed to revise it and resulted and resulted an accrued tax of 123650.00 with an abundance ratio of 96% dues were paid.

(4) From 01/07/2018 till 30/06/2021: Inspection was conducted, a debit balance of EGP 76619.00 and dues were paid.

(5) From 01/07/2021 till 30/06/2024 : The company submits value added declarations regularly . yet , no inspection.



BAHR AL BAQAR DRAINAGE WATER TREATMENT PLANT
(THE LARGEST WATER TREATMENT PLANT IN THE WORLD IN THE GUINNESS BOOK OF RECORDS).

Auditor’s Report :

Shareholders of Suez Canal Insurance, an Egyptian joint stock company A Report on the Financial Statements

We have audited the Financial Statements of Suez Canal Insurance, an Egyptian joint stock company, represented in the Balance Sheet as at 30 June 2024, and the related statements Income, comprehensive income, Changes in Shareholders’ Equity Statements, Cash Flow and Revenues and Expenses of all lines of P&C insurance for the fiscal year ended, and a summary of the salient accounting policies and other explanatory notes.

Management’s Responsibility for the Financial Statements :

The Financial Statements are the responsibility of the company’s management, as the management is responsible for the preparation and fair presentation of the financial statements in accordance with the Egyptian Accounting Standards and applicable Egyptian laws. Management’s responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of 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 limited in expressing our opinion on these Financial Statements based on our audit. We conducted our audit in accordance with the Egyptian Auditing Standards and its “insurance sector” guidelines, and pursuant to the applicable Egyptian laws. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance that the financial statements are free from any significant and material misrepresentations.

The audit involves performing procedures to obtain evidence about values and disclosures included in the Financial Statements.

The selected procedures depend at the auditor’s personal judgment, including the assessment of misrepresentation risk in the Financial Statements whether due to fraud or error. While assessing such risks, the auditor takes into his account the internal control relevant to the entity’s preparation and fair representation of the financial statement in order to design auditing procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, and evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion the above mentioned Financial Statements give a true and fair view in all material respects, of the financial position of Suez Canal Insurance Company as at 30 June 2024, and of its financial performance and its cash flows for the fiscal year ending on the same date, in accordance with the Egyptian Accounting Standards and pursuant to relevant Egyptian laws and regulations.

Report on the other Legal & Regulatory Requirements

The company maintains proper accounting records that are comply with laws and the company's articles of association and the financial statements agree with the company's records.
The financial information included in the BOD' report are prepared in accordance with law No. 159 of 1981 and its executive regulations, is in agreement with the company's records insofar as such information is recorded therein.

Cairo at 29th of August 2024



Auditors

A handwritten signature in blue ink, appearing to read "Prof. Dr. Mohamed Abdel Aziz Hegazy".

Prof. Dr. Mohamed Abdel Aziz Hegazy
Dr. Abdel Aziz Hegazy & Co. - Horwath



Auditor's Report

On the Amended Financial Statements
of Suez Canal Insurance Company as at 30 June 2024

To SCI's Shareholders :

We have audited the attached Financial Statements of Suez Canal Insurance (an Egyptian joint stock company) pursuant to law No.159 of 1981 its amendments and executive regulations and the insurance supervision and control law No.10 of 1981 its amendments and executive regulations represented in the Balance Sheet as at 30 June 2024 with 2.86 billion EGP total assets, also we have audited income and comprehensive income statement for the period from 01/07/2021 till 30/06/2022 with 163.72 million EGP net profit , also we have audited cash flow statement; changes in Shareholders' Equity Statement and revenues and expenses statement for all property and causality insurance lines .As well as a summary of the salient accounting policies and other explanatory notes.

Responsibility of the company's management:

The Financial Statements are the responsibility of the company's management, as the management is responsible for the preparation and fair presentation of the financial statements in accordance with the adjusted Egyptian Accounting issued by the ministerial decision no. (70) at 21/06/2016, and in accordance with insurance Egyptian accounting standers guidelines No.70 of 2016 issued by FRA and to the applicable Egyptian laws. Management's responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of 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 limited in expressing our opinion on these Financial Statements based on our audit which has been conducted in accordance with the adjusted Egyptian Auditing Standards and pursuant to the applicable Egyptian laws. The selected procedures depend at the auditor's personal judgment, including the assessment of misrepresentation risk in the Financial Statements whether due to fraud or error. While assessing such risks, the auditor takes into his account the internal control relevant to the entity's preparation and fair representation of the financial statement in order to design auditing procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, and evaluating the overall presentation of the financial statements.

We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Law and other organizing requirements

- The company maintains proper accounting records that are comply with laws and the company’s articles of association and the financial statements agree with the company’s records and the assets were inventoried by the company’s management and in accordance with applicable standers.
- The financial information included in the BOD’ report are prepared in accordance with law No. 159 of 1981 and its executive regulations, is in agreement with the company’s records insofar as such information is recorded therein.

Cairo at 24/09/2024

General Manager
Department Deputy Manager


Accountant / Mohsen Mohamed El Shouhdy

Under Secretary
Department Manger


Accountant / Naimaa Mahmoud Mohamed





قناة السويس للتأمين
Suez Canal Insurance



