



# **FINANCIAL STATEMENTS** **as of December 31, 2022**

| BALANCE SHEET   |                   |                   |
|---|-------------------|-------------------|
| ASSETS  |                   |                   |
|   | December 31, 2022 | December 31, 2021 |
| CASH VALUE, CENTRAL BANKS, PUBLIC TREASURY, POSTAL CHECKS SERVICE | 54,474            | 24,384            |
| RECEIVABLES ON CREDIT INSTITUTIONS AND SIMILAR                    | 221               | 946               |
| On sight  | 221               | 946               |
| At term   | -                 | -                 |
| CUSTOMER RECEIVABLES  | 26,848,614        | 26,183,116        |
| Cash and consumer loans and participatory financing               | 2,787             | 2,262             |
| Loans and participatory financing for equipment                   | 26,816,162        | 26,158,280        |
| Real estate loans and participatory financing                     | 17,186            | 19,852            |
| Other loans and participatory financing                           | 12,479            | 2,722             |
| RECEIVABLES ACQUIRED THROUGH FACTORING                            | -                 | -                 |
| TRADING AND INVESTMENT SECURITIES                                 | -                 | -                 |
| Treasury bills and similar securities                             | -                 | -                 |
| Other debt securities   | -                 | -                 |
| Property securities   | -                 | -                 |
| Sukuks Certificates   | -                 | -                 |
| OTHER ASSETS  | 562,766           | 300,649           |
| INVESTMENT SECURITIES   | 1,131,044         | -                 |
| Treasury bills and similar securities                             | 1,131,044         | -                 |
| Other debt securities   | -                 | -                 |
| Sukuks Certificates   | -                 | -                 |
| EQUITY SECURITIES AND SIMILAR ASSETS                              | 25                | 25                |
| Participation in related companies                                | -                 | -                 |
| Other equity securities and similar uses                          | 25                | 25                |
| Moudaraba and Moucharaka securities                               | -                 | -                 |
| SUBORDINATED RECEIVABLES  | -                 | -                 |
| INVESTMENT DEPOSITS PLACED  | -                 | -                 |
| FIXED ASSETS GIVEN IN LEASING AND RENTING                         | -                 | -                 |
| FIXED ASSETS GIVEN IN IJARA                                       | -                 | -                 |
| INTANGIBLE FIXED ASSETS   | 154               | 320               |
| TANGIBLE FIXED ASSETS   | 42,138            | 44,719            |
| TOTAL ASSETS  | 28,639,435        | 26,554,158        |

| LIABILITIES   |                   |                   |
|---|-------------------|-------------------|
|   | December 31, 2022 | December 31, 2021 |
| CENTRAL BANKS, PUBLIC TREASURY, POSTAL CHECKS SERVICE         |                   |                   |
| DEBTS TO CREDIT INSTITUTIONS AND SIMILAR                      | 12,665,807        | 9,959,027         |
| On sight  | -                 | -                 |
| At term   | 12,665,807        | 9,959,027         |
| CUSTOMER DEPOSITS   | -                 | -                 |
| Demand accounts payable                                       | -                 | -                 |
| Savings Accounts  | -                 | -                 |
| Term deposits   | -                 | -                 |
| Other accounts payable  | -                 | -                 |
| DEBTS TO CUSTOMERS ON PARTICIPATORY PRODUCTS                  | -                 | -                 |
| ISSUED DEBT SECURITIES  | 9,958,173         | 11,188,604        |
| Issued negotiable debt securities                             | 1,000,155         | 2,541,450         |
| Bond loans  | 8,958,018         | 8,645,154         |
| Other debt securities issued                                  | -                 | -                 |
| OTHER LIABILITIES   | 271,396           | 34,157            |
| PROVISIONS FOR RISKS AND EXPENSES                             | 72,709            | 51,705            |
| REGULATED PROVISIONS  | -                 | -                 |
| SUBSIDIES, ALLOCATED PUBLIC FUNDS AND SPECIAL GUARANTEE FUNDS | -                 | -                 |
| SUBORDINATED DEBT   | 1,010,790         | 1,000,000         |
| INVESTMENT DEPOSITS RECEIVED                                  | -                 | -                 |
| REVALUATION DIFFERENCES                                       | -                 | -                 |
| RESERVES AND RELATED PREMIUM CAPITAL                          | 3,322,666         | 2,994,185         |
| CAPITAL   | 1,000,000         | 1,000,000         |
| SHAREHOLDERS. UNPAID CAPITAL (-)                              | -                 | -                 |
| RETAINED EARNINGS (+/-)                                       | -                 | -                 |
| NET EARNINGS PENDING ALLOCATION (+/-)                         | -                 | -                 |
| NET EARNINGS FOR THE FISCAL YEAR (+/-)                        | 337,895           | 328,481           |
| TOTAL LIABILITIES   | 28,639,435        | 26,554,158        |

| OFF-BALANCE SHEET   |                   |                   |
|---|-------------------|-------------------|
|   |                   |                   |
|   | December 31, 2022 | December 31, 2021 |
| COMMITMENTS GIVEN   | 5,185,755         | 5,556,371         |
| Financing commitments given to credit institutions and similar                  | -                 | -                 |
| Financing commitments given to customers  | 5,185,755         | 5,556,371         |
| Guarantee commitments for credit institutions and similar                       | -                 | -                 |
| Guarantee commitments on behalf of customers                                    | -                 | -                 |
| Securities purchased with repurchase option                                     | -                 | -                 |
| Other securities to be delivered  | -                 | -                 |
| COMMITMENTS RECEIVED  | 2,781,831         | 6,458,741         |
| Financing commitments received from credit institutions and similar             | 2,781,831         | 6,458,741         |
| Guarantee commitments received from credit institutions and similar             | -                 | -                 |
| Guarantee commitments received from the State and from various guarantee bodies | -                 | -                 |
| Sold securities with repurchase option  | -                 | -                 |
| Other securities to receive   | -                 | -                 |
| Moucharaka and Moudaraba securities to be received                              | -                 | -                 |

| STATEMENT OF INCOME AND EXPENSES  |                   |                   |
|---|-------------------|-------------------|
|   |                   |                   |
|   | December 31, 2022 | December 31, 2021 |
| BANKING OPERATING INCOME  | 1,257,205         | 1,256,736         |
| Interest, remunerations and similar income from transactions with credit institutions | 1,972             | 1,890             |
| Interest, remunerations and similar income from transactions with customers           | 1,255,077         | 1,254,646         |
| Interest and similar income from debt securities                                      | -                 | -                 |
| Income from property securities and certificates of Sukuks                            | -                 | -                 |
| Income based on Moudaraba and Moucharaka securities                                   | -                 | -                 |
| Income from fixed assets leased and rented  | -                 | -                 |
| Income from fixed assets given in Ijara   | -                 | -                 |
| Commissions on services   | 156               | -                 |
| Other banking income  | -                 | -                 |
| Transfer of expenses on investment deposits received                                  | -                 | -                 |
| BANKING OPERATING EXPENSES  | 595,745           | 619,309           |
| Interest and similar expenses on transactions with credit institutions                | 255,315           | 252,685           |
| Interest and similar expenses on transactions with customers                          | -                 | -                 |
| Interest and similar expenses on debts issued   | 340,207           | 366,403           |
| Expenses on Moudaraba and Moucharaka securities                                       | -                 | -                 |
| Expenses on fixed assets leased and rented  | -                 | -                 |
| Expenses on fixed assets given in Ijara   | -                 | -                 |
| Other bank expenses   | 222               | 221               |
| Transfer of income on investment deposits received                                    | -                 | -                 |
| NET BANKING INCOME  | 661,461           | 637,426           |
| Non-banking operating income  | 1,712             | 2,193             |
| Non-banking operating expenses  | 178               | 178               |
| GENERAL OPERATING EXPENSES  | 60,222            | 58,919            |
| Staff expenses  | 47,319            | 46,210            |
| Taxes and dues  | 840               | 838               |
| External expenses   | 5,375             | 5,106             |
| Other general operating expenses  | 3,613             | 3,441             |
| Allocations for depreciation and provisions of tangible and intangible fixed assets   | 3,075             | 3,325             |
| ALLOCATIONS TO PROVISIONS AND UNRECOVERABLE RECEIVABLES                               | 24,713            | 26,594            |
| Allocations to provisions on receivables and pending commitments by signature         | 613               | 468               |
| Losses on unrecoverable receivables   | -                 | -                 |
| Other allocations to provisions   | 24,100            | 26,126            |
| REVERSALS OF PROVISIONS AND RECOVERIES ON WRITTEN OFF RECEIVABLES                     | 4,370             | 2,011             |
| Reversals of provisions on receivables and pending commitments by signature           | 1,275             | 16                |
| Recoveries on written off receivables   | -                 | -                 |
| Other reversals of provisions   | 3,095             | 1,995             |
| OPERATING RESULT  | 582,429           | 555,939           |
| Non-operating income  | 5                 | 236               |
| Non-operating expenses  | 28,409            | 19,211            |
| PRE-TAX EARNINGS  | 554,026           | 536,964           |
| Earnings Taxes  | 216,131           | 208,484           |
| NET EARNINGS FOR THE FISCAL YEAR  | 337,895           | 328,481           |



| STATUS OF MANAGEMENT BALANCES  |                   |                   |
|--|-------------------|-------------------|
|  |                   |                   |
|  | December 31, 2022 | December 31, 2021 |
| I- EARNINGS FORMATION TABLE  |                   |                   |
| (+) Interest and similar income  | 1,257,049         | 1,256,736         |
| (-) Interest and similar expenses  | 595,522           | 619,088           |
| INTEREST MARGIN  | 661,527           | 637,647           |
| (+) Income on participatory financing  | -                 | -                 |
| (-) Expenses on participatory financing  | -                 | -                 |
| MARGIN ON PARTICIPATORY FINANCING  | -                 | -                 |
| (+) Income from fixed assets leased and rented   | -                 | -                 |
| (-) Expenses on fixed assets leased and rented   | -                 | -                 |
| RESULT OF LEASING AND RENTAL TRANSACTIONS  | -                 | -                 |
| (+) Income on fixed assets given in Ijara  | -                 | -                 |
| (-) Expenses on fixed assets given in Ijara  | -                 | -                 |
| RESULT OF IJARA OPERATIONS   | -                 | -                 |
| (+) Commissions received   | 156               | -                 |
| (-) Commissions paid   | 222               | 221               |
| MARGIN ON COMMISSIONS  | - 66              | - 221             |
| (+) Result of trading securities operations  | -                 | -                 |
| (+) Result of investment securities operations   | -                 | -                 |
| (+) Result of exchange operations  | -                 | -                 |
| (+) Result of derivative products operations   | -                 | -                 |
| RESULT OF MARKET OPERATIONS  | -                 | -                 |
| (+) Result of operations on Moudaraba and Moucharaka securities  | -                 | -                 |
| (+) Various other banking products   | -                 | -                 |
| (-) Various other banking expenses   | -                 | -                 |
| SHARE OF INVESTMENT DEPOSIT ACCOUNT HOLDERS  | -                 | -                 |
| NET BANKING INCOME   | 661,461           | 637,426           |
| (+) Net income from financial fixed assets   | -                 | -                 |
| (+) Other non-banking operating income   | 1,712             | 2,193             |
| (-) Other non-banking operating expenses   | 178               | 178               |
| (-) General operating expenses   | 60,222            | 58,919            |
| GROSS OPERATING RESULT   | 602,772           | 580,522           |
| (+/-) Net allocations of reversals to provisions for receivables and non performing commitments by signature | - 662             | 452               |
| (+/-) Other net allocations of reversals to provisions   | 21,004            | 24,131            |
| OPERATING RESULT   | 582,429           | 555,939           |
| NON-OPERATING RESULT   | - 28,403          | - 19,975          |
| (-) Earnings Taxes   | 216,131           | 208,484           |
| NET EARNINGS FOR THE FISCAL YEAR   | 337,895           | 328,481           |

| II- SELF-FINANCING CAPACITY  |                   |                   |
|--|-------------------|-------------------|
|  | December 31, 2022 | December 31, 2021 |
| (+) NET EARNINGS FOR THE FISCAL YEAR   | 337,895           | 328,481           |
| (+) Allocations to amortization and provisions of tangible and intangible fixed assets | 3,075             | 3,325             |
| (+) Allocations to provisions for depreciation of financial fixed assets               | -                 | -                 |
| (+) Allocations to provisions for general risks  | 24,100            | 26,126            |
| (+) Regulated provisions allocations   | -                 | -                 |
| (+) Non-operating provisions allocations   | -                 | -                 |
| (-) Reversal of provisions   | 3,095             | 1,995             |
| (-) Capital gains on disposals of tangible and intangible fixed assets                 | -                 | 96                |
| (+) Capital losses on disposals of intangible and tangible fixed assets                | -                 | -                 |
| (-) Capital gains on disposals of financial fixed assets                               | -                 | -                 |
| (+) Capital losses on disposals of financial fixed assets                              | -                 | -                 |
| (-) Reversal of investment grants received   | -                 | -                 |
| (+) SELF-FINANCING CAPACITY  | 361,975           | 355,840           |
| (-) Distributed Profit   | -                 | -                 |
| (+) SELF-FINANCING   | 361,975           | 355,840           |

| CASH FLOW STATEMENT   |                   |                   |
|---|-------------------|-------------------|
|   |                   |                   |
|   | December 31, 2022 | December 31, 2021 |
| Banking operating income received                               | 1,257,205         | 1,256,736         |
| Recoveries on written off receivables                           | -                 | -                 |
| Non-banking operating income received                           | 1,718             | 2,429             |
| Banking operating expenses paid                                 | 595,745           | 619,309           |
| Non-banking operating expenses paid                             | 28,587            | 19,389            |
| General operating expenses paid                                 | 57,147            | 55,595            |
| Earnings taxes paid   | 216,131           | 208,484           |
| NET CASH FLOWS FROM THE STATEMENT OF INCOME AND EXPENSES        | 361,313           | 356,388           |
| Variation of :  |                   |                   |
| Receivables on credit institutions and similar                  | 725               | 656               |
| Receivables on customers  | - 665,597         | - 975,621         |
| Trading and investment securities                               | -                 | -                 |
| Other assets  | - 261,356         | - 65,590          |
| Moudaraba and Moucharaka securities                             | -                 | -                 |
| Fixed assets leased and rented                                  | -                 | -                 |
| Fixed assets given in Ijara                                     | -                 | -                 |
| Investment deposits placed with credit institutions and similar | -                 | -                 |
| Debt to credit institutions and similar                         | 2,706,780         | 1,361,571         |
| Customer deposits   | -                 | -                 |
| Debt to customers on participatory products                     | -                 | -                 |
| Issued receivables securities                                   | - 1,217,641       | - 664,136         |
| Other liabilities   | 237,239           | 13,227            |
| II. BALANCE OF VARIATIONS IN OPERATING ASSETS AND LIABILITIES   | 800,149           | - 357,659         |
| III. NET CASH FLOWS FROM OPERATING ACTIVITIES (I + II)          | 1,161,462         | - 1,271           |
| Income from disposals of financial fixed assets                 | -                 | -                 |
| Income from disposals of tangible and intangible fixed assets   | -                 | -                 |
| Acquisition of financial fixed assets                           | 1,131,044         | -                 |
| Acquisition of tangible and intangible fixed assets             | 328               | 40                |
| Interest received   | -                 | -                 |
| Dividends received  | -                 | -                 |
| IV. NET CASH FLOWS FROM INVESTMENT ACTIVITIES                   | - 1,131,372       | - 40              |
| Subsidies, public funds and special guarantee funds received    | -                 | -                 |
| Issuance of subordinated debts                                  | -                 | -                 |
| Investment deposits received                                    | -                 | -                 |
| Issue of shares   | -                 | -                 |
| Repayment of equity capital and similar                         | -                 | -                 |
| Investment deposits reimbursed                                  | -                 | -                 |
| Interest paid   | -                 | -                 |
| Remuneration paid on investment deposits                        | -                 | -                 |
| Dividends paid  | -                 | -                 |
| V. NET CASH FROM FINANCING ACTIVITIES                           | -                 | -                 |
| VI. NET VARIATION IN CASH                                       | 30,091            | - 1,311           |
| VII. CASH POSITION AT THE BEGINNING OF THE FISCAL YEAR          | 24,384            | 25,695            |
| VIII. CASH POSITION AT THE END OF THE FISCAL YEAR               | 54,474            | 24,384            |

# MAIN APPLIED EVALUATION METHODS

## INDICATION OF THE EVALUATION METHODS APPLIED BY THE INSTITUTION

- \* Application of the evaluation methods provided for in the "Chart of Accounts of Credit Institutions" which came into force on 01/01/2000.
- \* Non-Performing Loans (NPLs) on the clients are accounted for and valued in accordance with current banking regulations. The main provisions applied can be summarized as follows :
  - Non-Performing Loans (NPLs) are, depending on the degree of risk, classified as pre-doubtful, doubtful or compromised loans.
  - Non-Performing Loans (NPLs) are, after deduction of the guarantee rates provided for by the regulations in force [Circular Letter No. 25/G/97, Circulars No. 19/G/2002 and 38/G/2004], provisioned for :
    - 20% for pre-doubtful loans,
    - 50% for doubtful loans,
    - 100% for compromised loans.
  - Intangible and tangible fixed assets are recorded in the balance sheet at cost less accumulated amortization, calculated on a straight-line basis over estimated lifespan.
  - Intangible and tangible fixed assets are amortized according to the regulations in force.
- \* The summary statements are presented in accordance with the provisions of the Chart of Accounts of Credit Institutions.

| STATUS OF EXEMPTIONS  |                               |   |
|---|-------------------------------|---|
| INDICATIONS OF EXEMPTIONS   | JUSTIFICATIONS FOR EXEMPTIONS | INFLUENCE OF EXEMPTIONS ON PATRIMONY, FINANCIAL SITUATION AND RESULTS |
| I. Exemptions from fundamental accounting principles                            | NONE                          |   |
| II. Exemptions from assessment methods  |                               |   |
| III. Exemptions from the rules for drawing up and presenting summary statements |                               |   |

| STATUS OF CHANGES IN METHODS             |                           |  |
|--|---------------------------|--|
| INDICATIONS OF CHANGES                   | JUSTIFICATIONS OF CHANGES | INFLUENCE OF CHANGES ON PATRIMONY, FINANCIAL SITUATION AND RESULTS |
| I. Changes affecting assessment methods  | NONE                      |  |
| II. Changes affecting presentation rules |                           |  |

| RECEIVABLES ON CREDIT INSTITUTIONS AND SIMILAR |   |                     |  |                                  |                       | (In thousand MAD)     |
|--|---|---------------------|--|----------------------------------|-----------------------|-----------------------|
| RECEIVABLES                                    | Bank Al Maghrib,<br>Public Treasury<br>and Postal Checks<br>Service | Banks in<br>Morocco | Other credit<br>and similar institutions<br>in Morocco | Credit<br>institutions<br>abroad | Total<br>Dec 31, 2022 | Total<br>Dec 31, 2022 |
| ORDINARY DEBIT ACCOUNTS                        | 53,982  | 217                 | 3  | -                                | 54,203                | 24,822                |
| VALUES RECEIVED IN PENSION                     | -   | -                   | -  | -                                | -                     | -                     |
| Day by day                                     | -   | -                   | -  | -                                | -                     | -                     |
| At term  | -   | -                   | -  | -                                | -                     | -                     |
| CASH LOANS                                     | -   | -                   | -  | -                                | -                     | -                     |
| Day by day                                     | -   | -                   | -  | -                                | -                     | -                     |
| At term  | -   | -                   | -  | -                                | -                     | -                     |
| FINANCIAL LOANS                                | -   | -                   | -  | -                                | -                     | -                     |
| OTHER RECEIVABLES                              | -   | -                   | -  | -                                | -                     | -                     |
| ACCRUED INTEREST RECEIVABLE                    | 489   | -                   | -  | -                                | 489                   | 502                   |
| NON PERFORMING LOANS                           | -   | -                   | -  | -                                | -                     | -                     |
| TOTAL  | 54,472  | 217                 | 3  | -                                | 54,692                | 25,324                |

| CUSTOMER RECEIVABLES                   |               |                     |                         |                 |                       | (In thousand MAD)     |  |
|--|---------------|---------------------|-------------------------|-----------------|-----------------------|-----------------------|--|
| RECEIVABLES                            | Public sector | Private sector      |                         |                 | Total<br>Dec 31, 2022 | Total<br>Dec 31, 2021 |  |
|  |               | Financial companies | Non-financial companies | Other customers |                       |                       |  |
| Cash loans                             | -             | -                   | -                       | -               | -                     | -                     |  |
| Current debit accounts                 | -             | -                   | -                       | -               | -                     | -                     |  |
| Trade receivables on Morocco           | -             | -                   | -                       | -               | -                     | -                     |  |
| Export credits                         | -             | -                   | -                       | -               | -                     | -                     |  |
| Other cash loans                       | -             | -                   | -                       | -               | -                     | -                     |  |
| CONSUMER LOANS                         | -             | -                   | -                       | 2,787           | 2,787                 | 2,262                 |  |
| EQUIPMENT LOANS                        | 26,081,692    | -                   | -                       | -               | 26,081,692            | 25,431,002            |  |
| REAL ESTATE LOANS                      | -             | -                   | -                       | 17,186          | 17,186                | 19,852                |  |
| OTHER CASH LOANS                       | -             | -                   | -                       | -               | -                     | -                     |  |
| RECEIVABLES ACQUIRED THROUGH FACTORING | -             | -                   | -                       | -               | -                     | -                     |  |
| ACCRUED INTERESTS RECEIVABLE           | 734,469       | -                   | -                       | -               | 734,469               | 727,277               |  |
| NON PERFORMING LOANS                   | 12,479        | -                   | -                       | -               | 12,479                | 2,722                 |  |
| Pre-doubtful loans                     | 10,060        | -                   | -                       | -               | 10,060                | -                     |  |
| Doubtful loans                         | 1,756         | -                   | -                       | -               | 1,756                 | -                     |  |
| Compromised loans                      | 663           | -                   | -                       | -               | 663                   | 2,722                 |  |
| TOTAL                                  | 26,828,641    | -                   | -                       | 19,974          | 26,848,614            | 26,183,111            |  |

| BREAKDOWN OF TRANSACTION AND PLACEMENT SECURITIES AND INVESTMENT SECURITIES BY ISSUER CATEGORY |                                 |                |                 |               |                       |                       |
|--|---------------------------------|----------------|-----------------|---------------|-----------------------|-----------------------|
| (In thousand MAD)  |                                 |                |                 |               |                       |                       |
| Securities   | Credit institutions and similar | Public issuers | Private issuers |               | Total<br>Dec 31, 2022 | Total<br>Dec 31, 2021 |
|  |                                 |                | Financial       | Non-Financial |                       |                       |
| <b>Quoted securities</b>   |                                 | -              | -               | -             | -                     | -                     |
| Treasury bills and similar securities  |                                 | -              | -               | -             | -                     | -                     |
| Bonds  |                                 | -              | -               | -             | -                     | -                     |
| Other debt securities  |                                 | -              | -               | -             | -                     | -                     |
| Property securities  |                                 | -              | -               | -             | -                     | -                     |
| <b>Non-quoted securities</b>   |                                 | 1,131,044      | -               | -             | 1,131,044             | -                     |
| Treasury bills and similar securities  |                                 | 1,131,044      | -               | -             | 1,131,044             | -                     |
| Bonds  |                                 | -              | -               | -             | -                     | -                     |
| Other debt securities  |                                 | -              | -               | -             | -                     | -                     |
| Property securities  |                                 | -              | -               | -             | -                     | -                     |
| <b>TOTAL</b>   |                                 | 1,131,044      | -               | -             | 1,131,044             | -                     |

| INTANGIBLE AND TANGIBLE FIXED ASSETS      |  |   |   |  |  |                                |  |            |  | December 31, 2022 |
|---|--|---|---|--|--|--------------------------------|--|------------|--|-------------------|
|   |  |   |   |  |  |                                |  |            |  | (In thousand MAD) |
| NATURE                                    | Gross amount at the beginning of the fiscal year | Amount of acquisitions during the fiscal year | Amount of disposals or withdrawals during the fiscal year | Gross amount at the end of the fiscal year | Depreciation and/or provisions   |                                |  | Cumulative | Net amount at the end of the fiscal year |                   |
|   |  |   |   |  | Amount of depreciation and/or provisions at the beginning of the fiscal year | Depreciation and/or provisions | Amount of depreciation on fixed assets withdrawn |            |  |                   |
| INTANGIBLE FIXED ASSETS                   | 21,033   | 9   | -   | 21,041                                     | 20,713   | 174                            | -  | 20,888     | 154                                      |                   |
| Lease rights                              | -  | -   | -   | -  | -  | -                              | -  | -          | -  |                   |
| Research and development fixed assets     | -  | -   | -   | -  | -  | -                              | -  | -          | -  |                   |
| Other operating intangible fixed assets   | 21,033   | 9   | -   | 21,041                                     | 20,713   | 174                            | -  | 20,888     | 154                                      |                   |
| Non-operating intangible fixed assets     | -  | -   | -   | -  | -  | -                              | -  | -          | -  |                   |
| TANGIBLE FIXED ASSETS                     | 123,694  | 319   | -   | 124,013                                    | 78,974   | 2,901                          | -  | 81,875     | 42,138                                   |                   |
| OPERATING BUILDINGS                       | 69,323   | -   | -   | 69,323                                     | 28,411   | 1,552                          | -  | 29,964     | 38,359                                   |                   |
| Operating land                            | 7,229  | -   | -   | 7,229                                      | -  | -                              | -  | -          | 7,229                                    |                   |
| Operating buildings - Offices             | 61,194   | -   | -   | 61,194                                     | 27,830   | 1,530                          | -  | 29,360     | 31,834                                   |                   |
| Operating buildings - Staff housing       | 900  | -   | -   | 900  | 581  | 23                             | -  | 604        | 296                                      |                   |
| FURNITURE AND OPERATING EQUIPMENT         | 27,260   | 301   | -   | 27,561                                     | 26,167   | 505                            | -  | 26,672     | 888                                      |                   |
| Operating office furniture                | 7,876  | -   | -   | 7,876                                      | 7,602  | 50                             | -  | 7,652      | 224                                      |                   |
| Operating office equipment                | 949  | -   | -   | 949  | 948  | 1                              | -  | 949        | 0  |                   |
| Computer equipment                        | 17,757   | 301   | -   | 18,058                                     | 16,941   | 454                            | -  | 17,395     | 664                                      |                   |
| Rolling stock related to operations       | 677  | -   | -   | 677  | 677  | -                              | -  | 677        | -  |                   |
| Other operating equipment                 | -  | -   | -   | -  | -  | -                              | -  | -          | -  |                   |
| OTHER OPERATING TANGIBLE ASSETS           | 17,291   | 18  | -   | 17,309                                     | 16,582   | 638                            | -  | 17,220     | 90                                       |                   |
| NON-OPERATING TANGIBLE FIXED ASSETS       | 9,820  | -   | -   | 9,820                                      | 7,814  | 205                            | -  | 8,019      | 1,800                                    |                   |
| Non-operating land                        | -  | -   | -   | -  | -  | -                              | -  | -          | -  |                   |
| Non-operating buildings                   | 5,545  | -   | -   | 5,545                                      | 3,784  | 139                            | -  | 3,923      | 1,623                                    |                   |
| Non-operating furniture and equipment     | 2,344  | -   | -   | 2,344                                      | 2,179  | 27                             | -  | 2,207      | 138                                      |                   |
| Other non-operating tangible fixed assets | 1,931  | -   | -   | 1,931                                      | 1,851  | 39                             | -  | 1,890      | 40                                       |                   |
| TOTAL                                     | 144,726  | 328   | -   | 145,054                                    | 99,687   | 3,075                          | -  | 102,762    | 42,291                                   |                   |

| BREAKDOWN OF TRANSACTION AND PLACEMENT SECURITIES AND INVESTMENT SECURITIES |                  |                  |                  |                          |                           |            |
|---|------------------|------------------|------------------|--------------------------|---------------------------|------------|
| (In thousand MAD)   |                  |                  |                  |                          |                           |            |
| Securities  | Gross book value | Present value    | Redemption value | Unrealized capital gains | Unrealized capital losses | Provisions |
| <b>Trading securities</b>   |                  |                  |                  |                          |                           |            |
| Treasury bills and similar securities                                       | -                | -                | -                | -                        | -                         | -          |
| Bonds   | -                | -                | -                | -                        | -                         | -          |
| Other debt securities   | -                | -                | -                | -                        | -                         | -          |
| Property securities   | -                | -                | -                | -                        | -                         | -          |
| <b>Placement securities</b>   |                  |                  |                  |                          |                           |            |
| Treasury bills and similar securities                                       | -                | -                | -                | -                        | -                         | -          |
| Bonds   | -                | -                | -                | -                        | -                         | -          |
| Other debt securities   | -                | -                | -                | -                        | -                         | -          |
| Property securities   | -                | -                | -                | -                        | -                         | -          |
| <b>Investment securities</b>  | <b>1,131,044</b> | <b>1,131,044</b> | <b>-</b>         | <b>-</b>                 | <b>-</b>                  | <b>-</b>   |
| Treasury bills and similar securities                                       | 1,131,044        | 1,131,044        | -                | -                        | -                         | -          |
| Bonds   | -                | -                | -                | -                        | -                         | -          |
| Other debt securities   | -                | -                | -                | -                        | -                         | -          |
| <b>TOTAL</b>  | <b>1,131,044</b> | <b>1,131,044</b> | <b>-</b>         | <b>-</b>                 | <b>-</b>                  | <b>-</b>   |

| DETAILS OF OTHER ASSETS   |                   |                   |
|---|-------------------|-------------------|
| ASSETS  | December 31, 2022 | December 31, 2021 |
|   |                   | [In thousand MAD] |
| Optional instruments purchased  | -                 | -                 |
| Miscellaneous transactions on securities                                | -                 | -                 |
| Other debtors   | 251,367           | 39,395            |
| Amounts due by the State  | 250,385           | 38,263            |
| Amounts due by provident organizations                                  | -                 | -                 |
| Miscellaneous amounts due by staff                                      | -                 | -                 |
| Client accounts for non-banking services                                | -                 | -                 |
| Various other debtors   | 982               | 1 132             |
| Various values and uses   | -                 | -                 |
| Regularisation accounts   | 311,399           | 261,254           |
| Adjustment accounts for the off-balance sheet transactions              | -                 | -                 |
| Counterpart of the off-balance sheet exchange result                    | -                 | -                 |
| Counterpart of the result on off-balance sheet derivative products      | -                 | -                 |
| Counterpart of the result on off-balance sheet securities               | -                 | -                 |
| Currency and securities gap accounts                                    | 50 290            | 4 224             |
| Results of hedging derivative products                                  | 219 556           | 222 297           |
| Deferred expenses over several fiscal years                             | 5 560             | 7 977             |
| Liaison accounts between headquarters, branches and agencies in Morocco | -                 | -                 |
| Accrued receivable income and prepaid expenses                          | 35 643            | 26 404            |
| Other regularisation accounts   | 351               | 351               |
| Non Performing loans on miscellaneous transactions                      | -                 | -                 |
| TOTAL   | 562,766           | 300,649           |

| PARTICIPATION SECURITIES AND SIMILAR ASSETS |                    |               |                            |                         |                |   |              |             | (In thousand MAD)  |
|---|--------------------|---------------|----------------------------|-------------------------|----------------|---|--------------|-------------|--|
| Name of the issuing company                 | Activity sector    | Share capital | Equity's participation (%) | Total acquisition price | Net book value | Extract from the last summary statements of the issuing company |              |             | Products recorded in the Statement of Income and Expenses (SE) for the fiscal year |
|   |                    |               |                            |                         |                | Closing date of the fiscal year                                 | Net position | Net earning |  |
| Participation in affiliated companies       |                    |               |                            |                         |                |   |              |             |  |
| Other equity participation securities       |                    |               |                            |                         |                |   |              |             |  |
| MAROCCLEAR SA                               | Central depository | 100,000       | 0.025%                     | 25                      | 25             | 12/31/2021  | 321,509      | 9,761       |  |
| TOTAL PARTICIPATIONS                        |                    |               |                            | 25                      | 25             | -   | 321,509      | 9,761       | -  |
| SIMILAR ASSETS                              |                    |               |                            | -                       | -              | -   | -            | -           | -  |
| GRAND TOTAL                                 |                    |               |                            | 25                      | 25             | -   | 321,509      | 9,761       | -  |

| SUBORDINATED RECEIVABLES                                      |                   |            |              |     |  |              | (In thousand MAD) |
|---|-------------------|------------|--------------|-----|--|--------------|-------------------|
| SUBORDINATED RECEIVABLES                                      | Amount            |            |              |     | Including affiliated and related companies |              |                   |
|   | December 31, 2022 |            | Dec 31, 2021 |     | Dec 31, 2022                               | Dec 31, 2021 |                   |
|   | Gross             | Provisions | Net          | Net | Net  | Net          |                   |
| Subordinated receivables from credit institutions and similar | NONE              |            |              |     | NONE                                       |              |                   |
| Subordinated receivables to customers                         | NONE              |            |              |     | NONE                                       |              |                   |
| <b>TOTAL</b>  |                   |            |              |     |  |              |                   |

| FIXED ASSETS GIVEN IN LEASE CREDIT, LEASE WITH PURCHASE<br>OPTION AND SIMPLE LEASE |  |   |   |  |                                |   |  | December 31, 2022 |
|--|--|---|---|--|--------------------------------|---|--|-------------------|
| NATURE   | Gross amount at the beginning of the fiscal year | Amount of acquisitions during the fiscal year | Amount of disposals or withdrawals during the fiscal year | Gross amount at the end of the fiscal year | Depreciation                   | Provisions  | Net amount at the end of the fiscal year |                   |
|  |  |   |   |  | Allocation for the fiscal year | Accumulated depreciation Allocation for the fiscal year Reversal of provisions Accumulated provisions |  |                   |
| <b>Fixed assets given in lease credit, lease with purchase option</b>              |  |   |   |  |                                |   |  |                   |
| Intangible fixed assets lease  |  |   |   |  |                                |   |  |                   |
| Equipment lease  |  |   |   |  |                                |   |  |                   |
| Equipment leases in progress   |  |   |   |  |                                |   |  |                   |
| Equipment leased under operating lease   |  |   |   |  |                                |   |  |                   |
| Equipment lease not leased after termination                                       |  |   |   |  |                                |   |  |                   |
| Real estate lease  |  |   |   |  |                                |   |  |                   |
| Real estate lease in progress  |  |   |   |  |                                |   |  |                   |
| Real estate leased under operating lease   |  |   |   |  |                                |   |  |                   |
| Real estate lease not leased after termination                                     |  |   |   |  |                                |   |  |                   |
| Accrued rent receivable  |  |   |   |  |                                |   |  |                   |
| Restructured rents   |  |   |   |  |                                |   |  |                   |
| Unpaid rents   |  |   |   |  |                                |   |  |                   |
| Non-Performing Loans   |  |   |   |  |                                |   |  |                   |
| <b>Fixed assets given in simple lease</b>  |  |   |   |  |                                |   |  |                   |
| Furnished goods under simple lease   |  |   |   |  |                                |   |  |                   |
| Real estate under simple lease   |  |   |   |  |                                |   |  |                   |
| Accrued rent receivable  |  |   |   |  |                                |   |  |                   |
| Restructured rents   |  |   |   |  |                                |   |  |                   |
| Unpaid rents   |  |   |   |  |                                |   |  |                   |
| Non-Performing Loans   |  |   |   |  |                                |   |  |                   |
| <b>TOTAL</b>   |  |   |   |  |                                |   |  |                   |

| VALUES GAINS OR LOSSES ON DISPOSALS OR WITHDRAWALS OF FIXED ASSETS <small>(In thousand MAD)</small> |        |              |                          |                |                 |                           |                            |
|---|--------|--------------|--------------------------|----------------|-----------------|---------------------------|----------------------------|
| Date of sale or withdrawal  | Nature | Gross amount | Accumulated depreciation | Net book value | Disposal income | Capital gains on disposal | Capital losses on disposal |
| NONE  |        |              |                          |                |                 |                           |                            |
| TOTAL   |        |              |                          |                |                 |                           |                            |



| DEBTS TO CREDIT INSTITUTIONS AND SIMILAR <small>(In thousand MAD)</small> |  |                  |  |                            |                    |                    |  |
|---|--|------------------|--|----------------------------|--------------------|--------------------|--|
| DEBTS   | Bank Al-Maghrib, Public Treasury and Postal Checks Service | Banks in Morocco | Other credit institutions and similar in Morocco | Credit institutions abroad | Total Dec 31, 2022 | Total Dec 31, 2021 |  |
| ORDINARY CREDIT ACCOUNTS  | -  | -                | -  | -                          | -                  | -                  |  |
| VALUES GIVEN IN PENSION   | -  | -                | -  | -                          | -                  | -                  |  |
| Day by day  | -  | -                | -  | -                          | -                  | -                  |  |
| At term   | -  | -                | -  | -                          | -                  | -                  |  |
| CASH LOANS  | -  | -                | -  | -                          | -                  | 900,000            |  |
| Day by day  | -  | -                | -  | -                          | -                  | -                  |  |
| At term   | -  | -                | -  | -                          | -                  | 900,000            |  |
| FINANCIAL BORROWINGS  | -  | 9,265,530        | 350,000  | 2,737,998                  | 12,353,528         | 8,762,073          |  |
| OTHER DEBTS   | -  | -                | -  | 207,148                    | 207,148            | 202,012            |  |
| ACCRUED INTEREST PAYABLE  | -  | 92,212           | 4,033  | 8,886                      | 105,131            | 94,943             |  |
| TOTAL   | -  | 9,357,742        | 354,033  | 2,954,032                  | 12,665,807         | 9,959,027          |  |

| CUSTOMER DEPOSITS <small>(In thousand MAD)</small> |               |                     |                         |                 |                    |                    |  |
|--|---------------|---------------------|-------------------------|-----------------|--------------------|--------------------|--|
| DEPOSITS   | Public Sector | Financial companies | Non-Financial Companies | Other customers | Total Dec 31, 2022 | Total Dec 31, 2021 |  |
| Current credit accounts                            |               |                     |                         |                 |                    |                    |  |
| Savings accounts                                   |               |                     |                         |                 |                    |                    |  |
| Term deposits                                      |               |                     |                         |                 |                    |                    |  |
| Other credit accounts                              |               |                     |                         |                 |                    |                    |  |
| Accrued interest payable                           |               |                     |                         |                 |                    |                    |  |
| TOTAL  |               |                     |                         |                 |                    |                    |  |

| DEBT SECURITIES ISSUED <small>December 31, 2022 (In thousand MAD)</small> |                     |               |                        |              |                      |           |  |
|---|---------------------|---------------|------------------------|--------------|----------------------|-----------|--|
| NATURE OF THE SECURITIES (1)  | Date of entitlement | Maturity date | Nominal value per unit | Nominal rate | Repayment method (2) | Amount    | Of which<br>Related companies<br>Other related parties<br>Unamortized amount of issue or redemption premiums |
| Negotiable debt securities  |                     |               |                        |              |                      | 1,000,000 |  |
| Certificates of Deposit   | 12/30/2019          | 12/30/2024    | 100                    | 2.82%        | In fine              | 1,000,000 |  |
| Bond loans  |                     |               |                        |              |                      | 8,834,533 |  |
| Bond loans  | 01/20/2012          | 01/20/2027    | 100                    | 5.30%        | Redeemable           | 332,333   |  |
| Bond loans  | 12/08/2014          | 12/08/2029    | 100                    | 3.44%        | Redeemable           | 396,200   |  |
| Bond loans  | 12/08/2014          | 12/08/2024    | 100                    | 3.50%        | In fine              | 151,000   |  |
| Bond loans  | 07/13/2015          | 07/13/2030    | 100                    | 4.60%        | Redeemable           | 384,000   |  |
| Bond loans  | 07/13/2015          | 07/13/2025    | 100                    | 2.39%        | In fine              | 60,000    |  |
| Bond loans  | 07/13/2015          | 07/13/2025    | 100                    | 2.49%        | In fine              | 220,000   |  |
| Bond loans  | 10/13/2016          | 10/13/2031    | 100                    | 3.92%        | Redeemable           | 192,000   |  |
| Bond loans  | 10/13/2016          | 10/13/2026    | 100                    | 2.79%        | In fine              | 225,000   |  |
| Bond loans  | 10/13/2016          | 10/13/2031    | 100                    | 3.19%        | Redeemable           | 273,000   |  |
| Bond loans  | 12/06/2017          | 12/06/2032    | 100                    | 3.93%        | Redeemable           | 533,333   |  |
| Bond loans  | 12/06/2017          | 12/06/2027    | 100                    | 3.30%        | In fine              | 200,000   |  |
| Bond loans  | 12/06/2017          | 12/06/2032    | 100                    | 3.50%        | Redeemable           | 666,667   |  |
| Bond loans  | 07/19/2018          | 07/19/2033    | 100                    | 3.94%        | Redeemable           | 733,333   |  |
| Bond loans  | 07/12/2019          | 07/12/2034    | 100                    | 3.49%        | Redeemable           | 400,000   |  |
| Bond loans  | 07/12/2019          | 07/12/2034    | 100                    | 2.20%        | Redeemable           | 1,200,000 |  |
| Bond loans  | 12/18/2020          | 03/31/2036    | 100                    | 2.20%        | Redeemable           | 1,866,667 |  |
| Bond loans  | 01/12/2022          | 01/12/2037    | 100                    | 2.20%        | Redeemable           | 1,000,000 |  |
| TOTAL   |                     |               |                        |              |                      | 9,834,533 |  |

(1) These are: Certificates of deposit - Bond loans - Finance company bonds - Other debt securities  
(2) Amortization: Annual - In fine

| DETAILS OF OTHER LIABILITIES <small>(In thousand MAD)</small>           |              |              |  |
|---|--------------|--------------|--|
| LIABILITIES   | Dec 31, 2022 | Dec 31, 2021 |  |
| Optional instruments sold   | -            | -            |  |
| Miscellaneous transactions on securities                                | -            | -            |  |
| Other creditors   | 233,118      | 22,330       |  |
| Amounts due to the State  | 230,288      | 19,250       |  |
| Amounts due to the provident organizations                              | 1,355        | 1,313        |  |
| Miscellaneous amounts due to the staff                                  | -            | 10           |  |
| Various amounts due to shareholders and partners                        | -            | -            |  |
| Suppliers of goods and services   | 1,445        | 1,649        |  |
| Various other creditors   | 30           | 109          |  |
| Regularisation accounts   | 38,278       | 11,826       |  |
| Adjustment accounts for off-balance sheet transactions                  | -            | -            |  |
| Currency and securities gap accounts                                    | -            | 1,978        |  |
| Results on hedging derivative products                                  | 27,588       | -            |  |
| Liaison accounts between headquarters, branches and agencies in Morocco | -            | -            |  |
| Accrued expenses and deferred income                                    | 10,400       | 9,559        |  |
| Other regularisation accounts   | 290          | 290          |  |
| TOTAL   | 271,396      | 34,157       |  |

| PROVISIONS <small>(In thousand MAD)</small>                   |                          |             |           |                  |                          |  |
|---|--------------------------|-------------|-----------|------------------|--------------------------|--|
|   | Outstanding Dec 31, 2021 | Allocations | Reversals | Other variations | Outstanding Dec 31, 2022 |  |
| PROVISIONS DEDUCTED FROM ASSETS ON :                          | 17,475                   | 613         | 1,275     | -                | 16,813                   |  |
| Receivables on credit institutions and similar                | -                        | -           | -         | -                | -                        |  |
| Receivables on customers                                      | 6,020                    | 613         | 514       | -                | 6,118                    |  |
| Investment securities   | -                        | -           | -         | -                | -                        |  |
| Equity securities and similar assets                          | -                        | -           | -         | -                | -                        |  |
| Fixed assets leased and rented                                | -                        | -           | -         | -                | -                        |  |
| Other assets  | 11,455                   | -           | 760       | -                | 10,695                   |  |
| PROVISIONS RECORDED UNDER LIABILITIES :                       | 51,705                   | 24,100      | 3,095     | -                | 72,709                   |  |
| Provisions for risks of implementing commitments by signature | -                        | -           | -         | -                | -                        |  |
| Provisions for exchange risks                                 | -                        | -           | -         | -                | -                        |  |
| Provisions for general risks                                  | 51,705                   | 24,100      | 3,095     | -                | 72,709                   |  |
| Provisions for retirement pensions and similar obligations    | -                        | -           | -         | -                | -                        |  |
| Provisions for other risks and expenses                       | -                        | -           | -         | -                | -                        |  |
| Regulated provisions  | -                        | -           | -         | -                | -                        |  |
| GRAND TOTAL   | 69,180                   | 24,713      | 4,370     | -                | 89,522                   |  |

| SUBSIDIES, ALLOCATED PUBLIC FUNDS AND SPECIAL GUARANTEE FUNDS <small>(In thousand MAD)</small> |                  |              |                     |                  |                     |  |
|--|------------------|--------------|---------------------|------------------|---------------------|--|
|  | Economic purpose | Total amount | Amount Dec 31, 2021 | Use Dec 31, 2022 | Amount Dec 31, 2022 |  |
| Subsidies  |                  |              |                     |                  |                     |  |
| Allocated public funds   |                  |              |                     |                  |                     |  |
| Special guarantee funds  |                  |              |                     |                  |                     |  |
| TOTAL  |                  |              |                     |                  |                     |  |

| SUBORDINATED DEBTS <small>(In thousand MAD)</small> |                                |           |      |          |   |  |  |
|---|--------------------------------|-----------|------|----------|---|--|--|
| Currency of the loan                                | Amount in currency of the loan | Price (1) | Rate | Term (2) | Prepayment, subordination and convertibility conditions (3) | Amount of the loan in national currency (MAD equivalent) |  |
| Dirhams   | 200,000                        | 2.30%     | 10   |          |   | 200,000  |  |
| Dirhams   | 800,000                        | 2.35%     | 10   |          |   | 800,000  |  |
| TOTAL   | 1 000 000                      |           |      |          |   | 1,000,000  |  |

(1) Bank Al-Maghrib price at 31/12/N  
(2) Eventually undetermined  
(3) Refer to the subordinated debt contract

| EQUITY CAPITAL <small>(In thousand MAD)</small> |                                |                        |                  |                                |  |
|---|--------------------------------|------------------------|------------------|--------------------------------|--|
| EQUITY CAPITAL                                  | Outstanding as of Dec 31, 2021 | Allocation of earnings | Other variations | Outstanding as of Dec 31, 2022 |  |
| Revaluation differences                         | -                              | -                      | -                | -                              |  |
| Reserves and premiums related to capital        | 2,994,185                      | 328,481                | -                | 3,322,666                      |  |
| Legal reserve                                   | -                              | -                      | -                | -                              |  |
| Other reserves                                  | 2,994,185                      | 328,481                | -                | 3,322,666                      |  |
| Issuance, merger and contribution premiums      | -                              | -                      | -                | -                              |  |
| Capital   | 1,000,000                      | -                      | -                | 1,000,000                      |  |
| Called up capital                               | -                              | -                      | -                | -                              |  |
| Uncalled capital                                | -                              | -                      | -                | -                              |  |
| Investment certificates                         | -                              | -                      | -                | -                              |  |
| Allowance fund                                  | 1,000,000                      | -                      | -                | 1,000,000                      |  |
| Shareholders - Unpaid capital                   | -                              | -                      | -                | -                              |  |
| Retained earnings (+/-)                         | -                              | -                      | -                | -                              |  |
| Net earnings pending allocation (+/-)           | -                              | -                      | -                | -                              |  |
| Net earnings of the fiscal year (+/-)           | 328,481                        | 328,481                | 337,895          | 337,895                        |  |
| TOTAL   | 4,322,666                      | -                      | 337,895          | 4,660,561                      |  |

| FINANCING AND GUARANTEE COMMITMENTS <small>(In thousand MAD)</small>              |              |              |  |
|---|--------------|--------------|--|
| COMMITMENTS   | Dec 31, 2022 | Dec 31, 2021 |  |
| Financing and guarantee commitments given   | 5,185,755    | 5,556,371    |  |
| Financing commitments in favor of credit institutions and similar                 | -            | -            |  |
| Import documentary credits  | -            | -            |  |
| Payment acceptances or commitments  | -            | -            |  |
| Opening of confirmed credit   | -            | -            |  |
| Substitution commitments on issuing of securities                                 | -            | -            |  |
| Irrevocable leasing commitments   | -            | -            |  |
| Other financing commitments given   | -            | -            |  |
| Financing commitments in favor of customers                                       | 5,185,755    | 5,556,371    |  |
| Import documentary credits  | -            | -            |  |
| Payment acceptances or commitments  | -            | -            |  |
| Opening of confirmed credit   | 5,185,755    | 5,556,371    |  |
| Substitution commitments on issuing of securities                                 | -            | -            |  |
| Irrevocable leasing commitments   | -            | -            |  |
| Other financing commitments given   | -            | -            |  |
| Commitments to guarantee orders from credit institutions and similar entities     | -            | -            |  |
| Confirmed export documentary credits  | -            | -            |  |
| Payment acceptances or commitments  | -            | -            |  |
| Credit guarantees given   | -            | -            |  |
| Other sureties, endorsements and guarantees given                                 | -            | -            |  |
| Non-performing commitments  | -            | -            |  |
| Customer order guarantee commitments  | -            | -            |  |
| Credit guarantees given   | -            | -            |  |
| Bonds and guarantees in favor of the public administration                        | -            | -            |  |
| Other deposits and guarantees given   | -            | -            |  |
| Non-performing commitments  | -            | -            |  |
| Financing and guarantee commitments received                                      | 2,781,831    | 6,458,741    |  |
| Financing commitments received from credit institutions and similar               | 2,781,831    | 6,458,741    |  |
| Opening of confirmed credit   | 2,781,831    | 6,458,741    |  |
| Substitution commitments on issuing of securities                                 | -            | -            |  |
| Other financing commitments received  | -            | -            |  |
| Guarantee commitments received from credit institutions and similar               | -            | -            |  |
| Credit guarantees   | -            | -            |  |
| Other guarantees received   | -            | -            |  |
| Guarantee commitments received from the State and various guarantee organizations | -            | -            |  |
| Credit guarantees   | -            | -            |  |
| Other guarantees received   | -            | -            |  |

| COMMITMENTS ON SECURITIES <small>December 31, 2022 (In thousand MAD)</small> |        |  |
|--|--------|--|
| COMMITMENTS  | Amount |  |
| Commitments given  |        |  |
| Securities purchased with a repurchase option                                | -      |  |
| Other securities to be delivered   | -      |  |
| Commitments received   |        |  |
| Securities sold with a repurchase option                                     | -      |  |
| Other securities to be received  | -      |  |

| FORWARD EXCHANGE TRANSACTIONS AND COMMITMENTS ON DERIVATIVE PRODUCTS <small>(In thousand MAD)</small> |                      |              |                    |              |
|---|----------------------|--------------|--------------------|--------------|
|   | Hedging transactions |              | Other transactions |              |
|   | Dec 31, 2022         | Dec 31, 2021 | Dec 31, 2022       | Dec 31, 2021 |
| Forward exchange transactions   | 191,967              | 222,297      | -                  | -            |
| Currencies to be received   | -                    | -            | -                  | -            |
| Dirhams to be delivered   | 219,556              | 222,297      | -                  | -            |
| Currencies to be delivered  | -                    | -            | -                  | -            |
| Dirhams to be received  | 27,588               | -            | -                  | -            |
| Of which financial currency swaps   | -                    | -            | -                  | -            |
| Commitments on derivative products  | -                    | -            | -                  | -            |
| Commitments on regulated interest rate markets  | -                    | -            | -                  | -            |
| Commitments on over-the-counter interest rate markets   | -                    | -            | -                  | -            |
| Commitments on regulated exchange rate markets  | -                    | -            | -                  | -            |
| Commitments on over-the-counter exchange rate markets   | -                    | -            | -                  | -            |
| Commitments on regulated markets for other instruments  | -                    | -            | -                  | -            |
| Commitments on over-the-counter markets for other instruments   | -                    | -            | -                  | -            |



| VALUES GAINS OR LOSSES ON DISPOSALS OR WITHDRAWALS OF FIXED ASSETS |                |  |  | December 31, 2022 |
|--|----------------|--|--|-------------------|
|  |                |  |  | (In thousand MAD) |
| Values and sureties received as guarantee                          | Net book value | Receivables or commitments by signature given posted to assets or to off balance sheet   | Amounts of receivables or commitments by signature given and covered |                   |
| Treasury bills and similar values                                  | -              | -  | -  |                   |
| Other securities   | -              | -  | -  |                   |
| Mortgages  | 380,000        | Account 2313   | 380,000  |                   |
| Other real values and sureties                                     | -              | -  | -  |                   |
| <b>TOTAL</b>   | <b>380,000</b> |  | <b>380,000</b>   |                   |
| Values and sureties given as guarantee                             | Net book value | Debts or commitments by signature received posted to liabilities or to off balance sheet | Amounts of debts or commitments by signature received and covered    |                   |
| Treasury bills and similar values                                  |                |  |  |                   |
| Other securities   |                |  |  |                   |
| Mortgages  |                |  |  |                   |
| Other real values and sureties                                     |                |  |  |                   |
| <b>TOTAL</b>   |                |  |  |                   |

| BREAKDOWN OF USES AND RESOURCES BY RESIDUAL DURATION |                |                        |                       |                      |                   |                   | December 31, 2022 |
|--|----------------|------------------------|-----------------------|----------------------|-------------------|-------------------|-------------------|
|  |                |                        |                       |                      |                   |                   | (In thousand MAD) |
|  | D ≤ 1 month    | 1 month < D ≤ 3 months | 3 months < D ≤ 1 year | 1 year < D ≤ 5 years | D > 5 years       | TOTAL             |                   |
| <b>ASSETS</b>  |                |                        |                       |                      |                   |                   |                   |
| Receivables from credit institutions and similar     | 54,203         | -                      | -                     | -                    | -                 | 54,203            |                   |
| Receivables from customers                           | 41,714         | 907,699                | 1,575,736             | 9,743,871            | 13,830,653        | 26,099,673        |                   |
| Debt securities                                      | -              | -                      | -                     | -                    | -                 | -                 |                   |
| Subordinated receivables                             | -              | -                      | -                     | -                    | -                 | -                 |                   |
| Leasing and similar                                  | -              | -                      | -                     | -                    | -                 | -                 |                   |
| <b>TOTAL</b>   | <b>95,917</b>  | <b>907,699</b>         | <b>1,575,736</b>      | <b>9,743,871</b>     | <b>13,830,653</b> | <b>26,153,876</b> |                   |
| <b>LIABILITIES</b>                                   |                |                        |                       |                      |                   |                   |                   |
| Debts to credit institutions and similar             | 133,179        | 141,937                | 587,446               | 4,289,780            | 7,408,335         | 12,560,676        |                   |
| Debts to customers                                   | -              | -                      | -                     | -                    | -                 | -                 |                   |
| Receivables securities issued                        | 133,333        | 133,333                | 476,267               | 4,827,733            | 4,263,867         | 9,834,533         |                   |
| Subordinated loans                                   | -              | -                      | -                     | -                    | 1,000,000         | 1,000,000         |                   |
| <b>TOTAL</b>   | <b>266,512</b> | <b>275,270</b>         | <b>1,063,713</b>      | <b>9,117,513</b>     | <b>12,672,201</b> | <b>23,395,209</b> |                   |

| CONCENTRATION OF RISKS ON A SINGLE BENEFICIARY |                       |  |                     |   | December 31, 2022 |
|--|-----------------------|--|---------------------|---|-------------------|
|  |                       |  |                     |   | (In thousand MAD) |
| Number   | Total amount of risks | Amount of risk exceeding 10% of capital equity |                     |   |                   |
|  |                       | Credit by disbursement                         | Credit by signature | Amount of securities held in the capital of the beneficiary |                   |
| 2  | 6,017,929             | 5,534,039                                      | 483,890             | -   |                   |

| BREAKDOWN OF TOTAL ASSETS, LIABILITIES AND OFF-BALANCE SHEET ITEMS IN FOREIGN CURRENCY |                  | December 31, 2022 |
|--|------------------|-------------------|
|  |                  | (In thousand MAD) |
| BALANCE SHEET  | Amount           |                   |
| <b>ASSETS</b>  |                  |                   |
| Cash value, Central banks, Public treasury, Postal checks service                      | -                |                   |
| Receivables from credit institutions and similar                                       | -                |                   |
| Receivables from customers   | -                |                   |
| Trading, placement and investment securities   | -                |                   |
| Other assets   | -                |                   |
| Participation securities and similar uses  | -                |                   |
| Subordinated receivables   | -                |                   |
| Leased and rented fixed assets   | -                |                   |
| Intangible and tangible fixed assets   | -                |                   |
| <b>LIABILITIES</b>   | <b>2,954,032</b> |                   |
| Central Banks, Public Treasury, Postal Checks Service                                  | -                |                   |
| Debt to credit institutions and similar  | 2,954,032        |                   |
| Customer deposits  | -                |                   |
| Receivables securities issued  | -                |                   |
| Other liabilities  | -                |                   |
| Subsidies, allocated public funds and special guarantee funds                          | -                |                   |
| Subordinated debts   | -                |                   |
| <b>OFF-BALANCE SHEET</b>   | <b>Montant</b>   |                   |
| <b>COMMITMENTS GIVEN</b>   | -                |                   |
| <b>COMMITMENTS RECEIVED</b>  | <b>2,281,831</b> |                   |

| INTEREST MARGIN  |                  |                  | (In thousand MAD) |
|--|------------------|------------------|-------------------|
|  | Dec 31, 2022     | Dec 31, 2021     |                   |
| <b>Interest perceived</b>  | <b>1,257,049</b> | <b>1,256,736</b> |                   |
| Interest and similar income on transactions with credit institutions   | 1,872            | 1,890            |                   |
| Interest and similar income on transactions with customers             | 1,255,077        | 1,254,846        |                   |
| Interest and similar income on receivables securities                  | -                | -                |                   |
| <b>Interest served</b>   | <b>595,522</b>   | <b>619,088</b>   |                   |
| Interest and similar expenses on transactions with credit institutions | 255,315          | 252,685          |                   |
| Interest and similar expenses on transactions with customers           | -                | -                |                   |
| Interest and similar expenses on receivables securities issued         | 340,207          | 366,403          |                   |
| <b>TOTAL</b>   | <b>661,527</b>   | <b>637,647</b>   |                   |

| INCOME FROM PROPERTY SECURITIES     |                 | December 31, 2022 |
|-------------------------------------|-----------------|-------------------|
|                                     |                 | (In thousand MAD) |
| CATEGORY OF SECURITIES              | Income received |                   |
| Investment securities               |                 |                   |
| Equity securities                   |                 |                   |
| Investments in affiliated companies |                 |                   |
| Portfolio activity securities       |                 |                   |
| Similar uses                        |                 |                   |
| <b>TOTAL</b>                        |                 |                   |

NONE

| COMMISSIONS  |            | December 31, 2022 |
|--|------------|-------------------|
|  |            | (In thousand MAD) |
| COMMISSIONS  | Amount     |                   |
| <b>Commissions received</b>                                | <b>156</b> |                   |
| On transactions with credit institutions                   | -          |                   |
| On transactions with customers                             | -          |                   |
| On exchange transactions                                   | -          |                   |
| Related to interventions on primary securities markets     | -          |                   |
| On derivative products                                     | -          |                   |
| On securities transactions under management and on deposit | -          |                   |
| On payment methods   | -          |                   |
| On advisory and assistance activities                      | -          |                   |
| On sales of insurance products                             | -          |                   |
| On other services  | 156        |                   |
| <b>Paid commissions</b>                                    | <b>222</b> |                   |
| On transactions with credit institutions                   | 60         |                   |
| On transactions with customers                             | -          |                   |
| On exchange transactions                                   | -          |                   |
| Related to interventions on primary securities markets     | -          |                   |
| On derivative products                                     | -          |                   |
| On securities transactions under management and on deposit | 162        |                   |
| On payment methods   | -          |                   |
| On advisory and assistance activities                      | -          |                   |
| On sales of insurance products                             | -          |                   |
| On other services  | -          |                   |

| RESULT OF MARKET OPERATIONS  |              |              | (In thousand MAD) |
|--|--------------|--------------|-------------------|
|  |              |              |                   |
| INCOME AND EXPENSES  | Dec 31, 2022 | Dec 31, 2021 |                   |
| <b>Income</b>  | -            | -            |                   |
| Gains on trading securities  | -            | -            |                   |
| Value gain on disposal of investment securities                    | -            | -            |                   |
| Reversal of provision for depreciation of investment securities    | -            | -            |                   |
| Gains on derivative products                                       | -            | -            |                   |
| Gains on exchange transactions                                     | -            | -            |                   |
| <b>Expenses</b>  |              |              |                   |
| Losses on trading securities                                       | -            | -            |                   |
| Value loss on investment securities                                | -            | -            |                   |
| Allocation to provisions for depreciation of investment securities | -            | -            |                   |
| Losses on derivative products                                      | -            | -            |                   |
| Losses on exchange transactions                                    | -            | -            |                   |
| <b>RESULT</b>  | -            | -            |                   |

| GENERAL OPERATING EXPENSES  |               | December 31, 2022 |
|---|---------------|-------------------|
|   |               | (In thousand MAD) |
|   | Montant       |                   |
| Staff expenses  | 47,319        |                   |
| Taxes and duties  | 840           |                   |
| External expenses   | 5,375         |                   |
| Other general operating expenses  | 3,613         |                   |
| Allocations to depreciation and provisions for tangible and intangible fixed assets | 3,075         |                   |
| <b>TOTAL</b>  | <b>60,222</b> |                   |

| OTHER INCOME AND EXPENSES  |               | December 31, 2022 |
|--|---------------|-------------------|
|  |               | (In thousand MAD) |
|  | Amount        |                   |
| <b>Other banking income and expenses</b>                                 |               |                   |
| Other banking income   | -             |                   |
| Other banking expenses   | 222           |                   |
| <b>Non-banking operating income and expenses</b>                         |               |                   |
| Non-banking operating income   | 1,712         |                   |
| Non-banking operating expenses   | 178           |                   |
| <b>Allocations to provisions and losses on uncollectible receivables</b> | <b>24,713</b> |                   |
| <b>Reversals of provisions and recoveries of written-off receivables</b> | <b>4,370</b>  |                   |
| <b>Non-current income and expenses</b>                                   |               |                   |
| Non-current income   | 5             |                   |
| Non-current expenses   | 28,409        |                   |

| BREAKDOWN OF RESULTS BY BUSINESS LINE OR ACTIVITY POLE AND BY GEOGRAPHICAL ZONE |                    |                          |                  | December 31, 2022 |
|---|--------------------|--------------------------|------------------|-------------------|
|   |                    |                          |                  | (In thousand MAD) |
| BREAKDOWN BY ACTIVITY POLE  |                    |                          |                  |                   |
| Activity pole   | Net banking income | Gross operating earnings | Pre-tax earnings |                   |
| Bank activity   | 661,461            | 602,772                  | 554,026          |                   |
| Other activities  | -                  | -                        | -                |                   |
| <b>TOTAL</b>  | <b>661,461</b>     | <b>602,772</b>           | <b>554,026</b>   |                   |
| BREAKDOWN BY GEOGRAPHICAL ZONE  |                    |                          |                  |                   |
| Geographical zone   | Net banking income | Gross operating earnings | Pre-tax earnings |                   |
| Morocco   | 661,461            | 602,772                  | 554,026          |                   |
| Other zones   | -                  | -                        | -                |                   |
| <b>TOTAL</b>  | <b>661,461</b>     | <b>602,772</b>           | <b>554,026</b>   |                   |



| Transition from Net Book Earnings to Net Fiscal Earnings                                       |  |         | December 31, 2022<br>(In thousand MAD) |  |
|--|--|---------|--|--|
| Titles   |  | Amount  | Amount                                 |  |
| I- Net book earnings   |  | 337,895 |  |  |
| Net gain   |  | 337,895 |  |  |
| Net loss   |  |         |  |  |
| II- Tax reintegrations   |  | 269,851 |  |  |
| 1- Current   |  | 25,544  |  |  |
| Expenses on previous years   |  | 358     |  |  |
| Non-operating expenses   |  | 473     |  |  |
| Allocation to provisions for general risks   |  | 24,100  |  |  |
| Allocation to provisions for NPLs  |  | 613     |  |  |
| 2- Non-current   |  | 244,307 |  |  |
| Corporate income tax   |  | 216,131 |  |  |
| Social solidarity contribution   |  | 28,173  |  |  |
| Other non-current expenses   |  | 3       |  |  |
|  |  | -       |  |  |
|  |  | -       |  |  |
| III- Tax deductions  |  | 23,610  |  |  |
| 1- Current   |  | 23,610  |  |  |
| Reversals of provisions for general risks  |  | 3,095   |  |  |
| Reversals of provisions for NPLs   |  | 514     |  |  |
| 1/5 Contribution to the Special Fund for the management of the Coronavirus (Covid-19) pandemic |  | 20,000  |  |  |
|  |  | -       |  |  |
| 2- Non-current   |  | -       |  |  |
|  |  | -       |  |  |
|  |  | -       |  |  |
|  |  | -       |  |  |
| TOTAL  |  | 607,746 | 23,610                                 |  |
| IV- Gross fiscal earnings  |  | 584,137 |  |  |
| Gross fiscal profit (A)  |  | 584,137 |  |  |
| Gross fiscal deficit (B)   |  |         |  |  |
| V- Deferred tax deficit ( C )*   |  |         |  |  |
| Fiscal year N-4  |  |         |  |  |
| Fiscal year N-3  |  |         |  |  |
| Fiscal year N-2  |  |         |  |  |
| Fiscal year N-1  |  |         |  |  |
| VI- Net fiscal earnings  |  | 584,137 |  |  |
| Net fiscal profit (A - C)  |  | 584,137 |  |  |
|  |  |         |  |  |
| Net fiscal deficit (B)   |  |         |  |  |
| VII- Cumulative fiscal deferred depreciation   |  |         |  |  |
| VIII- Cumulative fiscal deficits to be carried forward   |  |         |  |  |
| Fiscal year N-4  |  |         |  |  |
| Fiscal year N-3  |  |         |  |  |
| Fiscal year N-2  |  |         |  |  |
| Fiscal year N-1  |  |         |  |  |

(\*) Within the limit of the amount of gross fiscal profit (A)

| Determination of Current Earnings After-Tax  |  | December 31, 2022<br>(In thousand MAD) |
|--|--|--|
| I- Earnings Determination  |  | Amount                                 |
| Current earnings according to the statement of income and expenses   |  | 582,429                                |
| (+ ) Tax reintegrations on current transactions  |  | 25,544                                 |
| (- ) Tax deductions on current transactions  |  | 23,610                                 |
| (=) Current earnings theoretically taxable   |  | 584,363                                |
| (- ) Theoretical tax on current income   |  | 216,214                                |
| (=) Current earnings after tax   |  | 368,149                                |
| II. INDICATIONS OF THE TAX SYSTEM AND THE BENEFITS GRANTED BY THE INVESTMENT CODES OR BY SPECIFIC LEGAL PROVISIONS |  |  |

| Detail of Value Added Tax      |   |   |                                    | December 31, 2022<br>(In thousand MAD)          |
|--------------------------------|---|---|------------------------------------|---|
| Nature                         | Balance at the beginning of the fiscal year (1) | Accounting transactions for the fiscal year (2) | VAT claims for the fiscal year (3) | Balance at the end of the fiscal year (4=1+2-3) |
| A- VAT collected               | 10,632  | 160,946   | 161,814                            | 9,764   |
| B- VAT to be recovered         | 14,336  | 67,040  | 66,798                             | 14,578  |
| On expenses                    | 14,335  | 66,979  | 66,738                             | 14,576  |
| On fixed assets                | 1   | 62  | 60                                 | 3   |
| C- VAT due or VAT credit (A-B) | - 3,704   | 93,906  | 95,016                             | - 4,814   |

| SHARE CAPITAL DISTRIBUTION                    |         |                       |              |                           | December 31, 2022<br>(In thousand MAD) |  |
|---|---------|-----------------------|--------------|---------------------------|--|--|
| Amount of capital :                           |         | 1,000,000             |              |                           |  |  |
| Amount of uncalled subscribed share capital : |         | -                     |              |                           |  |  |
| Nominal value of the shares :                 |         |                       |              |                           |  |  |
| Name of the main shareholders or partners     | Address | Number of shares held |              | Share of capital held (%) | Percentage of voting rights (%)        |  |
|   |         | Previous fiscal year  | Current year |                           |  |  |
| STATE   |         |                       |              | 100                       | 100                                    |  |
| TOTAL   |         |                       |              | 100                       | 100                                    |  |

| Statement of Non Performing Loans and Related Provisions<br>AT December 31, 2022 |  |             |                   |             |            | (In thousand MAD) |
|--|--|-------------|-------------------|-------------|------------|-------------------|
| December 31, 2022  |  |             | December 31, 2021 |             |            |                   |
|  |  | Receivables | Provisions        | Receivables | Provisions |                   |
| Conventional loans   |  |             |                   |             |            |                   |
| pre-doubtful loans   |  | 10,584      | 419               | -           | -          |                   |
| doubtful loans   |  | 2,125       | 194               | -           | -          |                   |
| compromised loans  |  | 5,927       | 5,344             | 8,387       | 5,812      |                   |
| Subtotal 1   |  | 18,635      | 5,957             | 8,387       | 5,812      |                   |
| MEN loans  |  |             |                   |             |            |                   |
| pre-doubtful loans   |  | -           | -                 | -           | -          |                   |
| doubtful loans   |  | -           | -                 | -           | -          |                   |
| compromised loans  |  | 995         | 162               | 1,227       | 208        |                   |
| Subtotal 2   |  | 995         | 162               | 1,227       | 208        |                   |
| GRAND TOTAL  |  | 19,631      | 6,118             | 9,614       | 6,020      |                   |

| ALLOCATION OF EARNINGS THAT OCCURED             |         |                        |         | December 31, 2022 |
|---|---------|------------------------|---------|-------------------|
| DURING THE FISCAL YEAR                          |         |                        |         | (In thousand MAD) |
| A- Origin of the allocated earnings             | Amount  | B- Earnings allocation | Amount  |                   |
| Decision of the Board of Directors : 05/31/2022 |         |                        |         |                   |
| Retained earnings                               | -       | Legal reserves         | -       |                   |
| Net earnings being allocated                    | -       | Dividends              | -       |                   |
| Net earnings for the fiscal year                | 328,481 | Other allocations      | 328,481 |                   |
| Deduction from profits                          | -       |                        |         |                   |
| Other deductions                                | -       |                        |         |                   |
| TOTAL A   | 328,481 | TOTAL B                | 328,481 |                   |

| Earnings and Other Elements for the Last Three Fiscal Years<br>(In thousand MAD)   |              |              |              |
|--|--------------|--------------|--------------|
|  | Dec 31, 2022 | Dec 31, 2021 | Dec 31, 2020 |
| Capital equity and similar   | 4,660,561    | 4,322,666    | 3,994,185    |
| To be deducted Amount concerning the Fonds d'Accompagnement des Collectivités Territoriales (Support Fund for Territorial Communities) | -            | -            | -            |
| Net capital equity and similar   | 4,660,561    | 4,322,666    | 3,994,185    |
| Operations and earnings for the fiscal year  |              |              |              |
| Net banking income   | 661,461      | 637,426      | 622,712      |
| Pre-tax earnings   | 554,026      | 536,964      | 446,846      |
| Earnings taxes   | 216,131      | 208,484      | 203,085      |
| Distributed profits  | -            | -            | -            |
| Retained earnings (placed in reserves or pending allocation)   | 337,895      | 328,481      | 243,762      |
| Earnings per share (in MAD)  |              |              |              |
| Net earnings per share or unit   |              |              |              |
| Earnings distributed per share   |              |              |              |
| Staff  |              |              |              |
| Gross remuneration for the fiscal year   | 40,887       | 40,366       | 39,695       |
| Average number of employees during the fiscal year   | 91           | 92           | 96           |

| Dating and Subsequent Events<br>(In thousand MAD) |            |
|---|------------|
| I. DATING   |            |
| Closing date (1)                                  | 12/31/2022 |
| Date of preparation of the summary statements (2) | March 2023 |

(1) Justification in case of change in the closing date of the fiscal year  
(2) Justification in case of exceeding the three-month regulatory deadline for the preparation of the summary statements

| Events Occurring After the End of the Fiscal Year and Not Related to the Fiscal Year<br>and Known Before the First External Communication of the Summary Statements |                      |
|---|----------------------|
| Dates   | Indication of events |
|   | Favorables           |
|   | Unfavorable          |

NONE

| Staff<br>(In number)                                      |              |              |
|---|--------------|--------------|
| STAFF   | Dec 31, 2022 | Dec 31, 2021 |
| Paid staff  | 91           | 91           |
| Staff used  | 91           | 91           |
| Full-time equivalent staff                                | 91           | 91           |
| Administrative and technical staff (full-time equivalent) | -            | -            |
| Staff assigned to banking tasks (full-time equivalent)    | -            | -            |
| Executives (full-time equivalent)                         | 84           | 83           |
| Employees (full-time equivalent)                          | 7            | 8            |
| Of which, staff employed abroad                           | -            | -            |

| Securities and Other Assets Under Management<br>or on Deposit<br>(In thousand MAD) |                    |              |              |
|--|--------------------|--------------|--------------|
| Titles   | Number of accounts |              | Amount       |
|  | Dec 31, 2022       | Dec 31, 2021 | Dec 31, 2022 |
| Securities for which the institution is custodian                                  |                    |              |              |
| Securities managed under a management mandate                                      |                    |              |              |
| Securities of UCITS for which the institution is custodian                         |                    |              |              |
| Securities of UCITS managed under a management mandate                             |                    |              |              |
| Other assets of which the institution is custodian                                 |                    |              |              |
| Other assets managed under a management mandate                                    |                    |              |              |

NONE

| Network<br>(In number)                  |              |              |
|---|--------------|--------------|
| TITLES                                  | Dec 31, 2022 | Dec 31, 2021 |
| Permanent branches                      |              |              |
| Temporary branches                      |              |              |
| Automatic teller machines and Bank ATMs |              |              |
| Branches and agencies abroad            |              |              |
| Representative offices abroad           |              |              |

NONE

| Customer Accounts<br>(In number)             |              |              |
|--|--------------|--------------|
| CUSTOMER ACCOUNTS                            | Dec 31, 2022 | Dec 31, 2021 |
| Current accounts                             |              |              |
| Checking accounts of Moroccans living abroad |              |              |
| Other checking accounts                      |              |              |
| Factoring accounts                           |              |              |
| Savings accounts                             |              |              |
| Term accounts                                |              |              |
| Cash vouchers                                |              |              |
| Other deposit accounts                       |              |              |

NONE

# GLOBAL RISK MANAGEMENT MECHANISM



# 1. Integrated Risk Management

## 1.1 Risk Management Control and Governance Principles

The governance of risk management at the Fonds d'Equipeement Communal is based on:

- the Board of Directors' commitment to prioritizing risk management ;
- the strong involvement of the entire Institution's management in the process ;
- clearly defined procedures and responsibilities within the organization ;
- the allocation of appropriate resources for risk management and the development of risk sensitivity among all stakeholders.

## 1.2 Structure and Governance of Risk Management

The bodies described below ensure governance and risk management :

### Administrative Body

The Board of Directors is chaired by the Head of Government or by the Government Authority delegated by him for this purpose.

It also includes the following members:

- 2 representatives of the Ministry of the Interior;
- 2 representatives of the Ministry of the Economy and Finance;
- 1 representative of the Ministry of Health and Social Protection;
- 1 representative of the Ministry of Equipment and Water;
- 1 representative of the Ministry of Energy Transition and Sustainable Development;
- the General Manager of the Caisse de Dépôt et de Gestion ;
- members representing elected officials: 8 communal councillors appointed from among the communal councillors appearing on a list drawn up for this purpose.

The Board of Directors meets when convened by its Chairman as often as the needs of the FEC require and at least twice a year.

The Government Commissioner appointed to the FEC, in accordance with the texts in force, attends the meetings of the Board of Directors in an advisory capacity.

### Audit and Risk Committee

An Audit and Risk Committee (ARC) assist the Board of Directors, in accordance with legal and regulatory provisions, relating to the internal control of credit institutions.

The Audit and Risk Committee includes, in addition to the General Manager of the Caisse de Dépôt et de Gestion, Chairman :

- the Wali, Inspector General of Territorial Administration (Ministry of the Interior) ;
  - the Director of the Treasury and External Finances (Ministry of the Economy and Finance).
- The Audit and Risk Committee is particularly in charge of assessing the quality of the internal control system and the consistency of the risk measurement, monitoring and control systems.

### Governing Body

The General Management of the FEC evaluates the effectiveness of the risk management process and conducts a regular review of policies, strategies and key initiatives in terms of risk management.

The General Management makes presentations to the Audit and Risk Committee, emanating from the Board of Directors, on the main aspects and major changes in the risk management strategy.

The ARC reports on its work regularly to the Board of Directors at each of its meetings.

### Credit Committee

The Credit Committee is in charge of reviewing and granting loans under the conditions set by the Board of Directors.

The FEC's Credit Committee includes, in addition to the Governor, General Manager of the FEC, Chairman:

- 2 representatives appointed by the Ministry of the Interior;
- 2 representatives appointed by the Ministry of the Economy and Finance;
- 1 representative appointed by the General Manager of Caisse de Dépôt et de Gestion.

The Credit Committee meets when convened by its Chairman as often as necessary and at least once a month.

### Internal Risk Committee

The Internal Risk Committee, chaired by the Governor, General Manager of the FEC, is particularly in charge of:

- ensuring the implementation of the FEC's global risk management strategy;
- ensuring compliance of internal procedures with current legal and regulatory requirements as well as professional and ethical norms and standards;
- monitoring and evaluating the risk prevention measures put in place by the FEC;
- ensuring the implementation of recommendations from the Audit and Risk Committee and external control stakeholders regarding risk prevention;
- reviewing risk management information and ensuring its reliability before transmitting it to third parties.

### ALCO Committee

The ALCO Committee, chaired by the Governor, General Manager of the FEC, is in charge of:

- developing and implementing the Bank's Asset-Liability management policy, in its various components (refinancing, investment, transformation, hedging, Return On Equity (ROE)...), in accordance with the strategic orientations of the Board of Directors and the legislative and regulatory provisions;
- assessing the pricing policy applied to customers;
- defining the necessary limits for managing interest rate and liquidity risks;
- monitoring the Bank's balance sheet stability;
- assessing the impact of the launch of new products, or any new activity involving an interest rate risk or liquidity risk, on the Bank's financial situation ;
- monitoring the Bank's risk profile (liquidity, interest rate and foreign exchange risk) according to the internal and regulatory limits set by the Bank ;
- validating the conventions and the rate flow methods.

### Risks and Permanent Control Division

The Risks and Permanent Control Division is particularly in charge of ensuring the reliability and security of operations carried out by the FEC as well as the implementation of effective processes for measuring, controlling and monitoring risks.

### Internal Audit

Internal Audit is in charge of audit operations relating to the organization, procedures and operation of the FEC.

This entity ensures the performance of audit assignments as well as the preparation and follow-up of the meetings of the Audit and Risk Committee.

Internal Audit is also in charge of providing the necessary assistance to external control stakeholders and monitoring the implementation of their recommendations.

### Compliance function

The Compliance function is in charge of monitoring the compliance of operations and acts of the FEC with regard to the legal and regulatory provisions applicable to the FEC.

It is also in charge of implementing and monitoring the code of ethics applicable to FEC's staff.

# 2. Risk exposure

The risks associated with the activities of the Fonds d'Equipeement Communal are as follow :

**Credit risk:** the risk that a counterparty may not be able to honor its contractual obligations.

**Liquidity risk:** refers to the risk that the FEC will not be able to meet liquidity demands and meet its obligations as they become due. Requests for liquidity may arise upon maturity of a debt and as a result of a credit agreement.

**Interest rate risk:** Interest rate risk is the effect that fluctuations in interest rates could have on the FEC's margins, revenues and economic value.

**Operational risks:** risk of losses resulting from deficiencies or failures due to procedures, human resources, internal systems or external events.

**Non-compliance risk:** corresponds to the risk of an institution's exposure to a risk of reputation, financial loss or sanctions due to non-compliance with legal and regulatory provisions, standards and practices applicable to its activities or codes of conduct.

**Currency risk:** due to fluctuations in exchange rates.

## 2.1 Credit Risk

The FEC is exposed to credit risk due to its lending activity.

### General loan policy

The FEC requires its clients to self-finance at least 20% of the investment cost, except for justified exceptions approved by the Credit Committee.

The rates applied are either fixed rates or revisable rates.

The FEC's loans are repaid in annual installments, comprising principal and interest.

### Decision-making

The Risk and Permanent Control Division is in charge of approving the project to be financed and assessing the level of risk involved by the granting of the new loan as well as the client's ability to carry out his project.

The Credit Committee decides on the granting of the loan. The latter is authorized by a joint decree signed by the Ministers of the Interior and the Economy and Finance.

### Credit risk management process

Upon receipt of a request for financing a project and depending on its size, the Operations' Pole carries out the evaluation of the project and analyzes the client's financial quality.

The evaluation of the project to be financed is based on an in-depth knowledge of the client, the nature of the investment to be made and the financial package put in place.

The analysis of the client's financial situation covers the budgetary data of the budget execution balance sheets for the last three years, and the approved relative budgets as well as the data of the current year's provisional budget.

A retrospective analysis is first established in order to identify the trends in the main budget headings of the Territorial Community.

Secondly, a prospective analysis is carried out on the basis of the trends observed in order to measure, over time, the evolution of the Territorial Community's borrowing capacity.

The calculation of the borrowing capacity incorporates the following principles:

- the repayment capacity of the Community depends on the level of the generated savings;
  - the maximum savings convertible into an annuity must not exceed 80% of the gross savings ;
  - the maximum debt ratio must not exceed 40%, unless expressly waived by the Board of Directors.
- Prior to any loan approval, the Risk and Permanent Control Division is in charge of assessing the level of risk involved in the granting of the new loan based on:
- Analysis of the content of the client's file: general and legal data, financial and technical data.
  - The analysis of the retrospective and prospective financial situation of the client, which allows to determine the intrinsic financial quality of the latter and to assess various debt and solvency ratios as well as self-financing capacity.
  - The assessment of the quality of the client based on the background of repayments of loans already contracted and the situation of its arrears regarding the FEC.
  - The Assessment of project evaluation based on commonly accepted technical ratios by type of project.
  - The Assessment of the need to match the loan to be granted to the provision of guarantees and proposal of risk correction measures to be implemented.

### General conditions for granting loans

As with the other debts of the Territorial Communities, the FEC's loan annuities are subject to the legal requirement of being included in their budgets.

The FEC's loan contracts include:

- a suspension clause for disbursements in the event of a deterioration in the borrower's financial situation;
- a suspensive clause for disbursements in the event of late payment exceeding 30 days.

### Solvency profile

At the end of December 2022:

The weighted net risks carried by the FEC reached 7,271,719 thousand MAD and consist of 83% of credit risk and 17% of operational risk.

In compliance with prudential requirements, the solvency ratio reached 77.80%, while the Tier One ratio reached 64.08%, thus reflecting the good level of solvency of the Institution.

### Analysis of the credit portfolio

Customer receivables, consisting of 99.89% of commitments for the benefit of Territorial Communities, have totalled 26,855,766 thousand MAD at December 31, 2022.

The financing commitments given by the FEC in favor of the clients amounted, on December 31, 2022 to 5,185,755 thousand MAD.

The analysis of the situation of off-balance sheet commitments as of December 31, 2022 shows that 61.35% of the overall volume corresponds to recent loans committed for less than 3 years.

### Provisions, provisioning policy and credit risk coverage

The Accounting & Reporting Division is in charge of the process of classifying and provisioning non-performing loans.

Receivables from Territorial Communities are assigned a weighting rate of 20%.

The classification and provisioning policy complies with the provisions of Bank Al-Maghrib's Circular No. 19/G/2002.

### Risk Division Coefficient

The FEC constantly monitors compliance with the maximum ratio of 20% between the total risks incurred on the same client and its equity.

As part of the financing requests, the operating entities as well as the Risk and Permanent Control Division ensure compliance with the risk division coefficient, which is also monitored by the Accounting and Reporting Division.

According to the terms of Bank Al-Maghrib's Circular No. 08/G/2012, the risk division coefficient is established at 10.79% at the end of December 2022, remaining below the regulatory threshold set by BAM.

Pursuant to Bank Al-Maghrib's Directive No. 2/G/2010, relating to the practice of stress tests and in order to strengthen the tools for measuring and assessing credit risk, stress tests were carried out in order to assess the degree of aversion of the FEC to this risk.

The results from the minimum stress tests within the meaning of that directive, incorporating potential changes in the composition of the FEC's portfolio, reflect the FEC's capacity to withstand credit risk. In all scenarios, the FEC displays a solvency ratio above the regulatory threshold and a non-performing loans rate not exceeding 1%.



2.2 Asset / Liability Management

Asset/Liability Managers

The Management Control and ALM Department carries out ALM risk management within the Finance Division. The responsibilities of this department regarding ALM risk management include:

- Identification, assessment and management of liquidity, interest rate and currency risks, in accordance with regulatory requirements;
- Contributing to the definition of limits necessary for controlling interest rate and liquidity risks;
- Contributing to the evaluation of the impact of launching new products, or any new activity involving interest rate or liquidity risks, on the financial situation of the Bank.
- Development of appropriate tracking and analysis tools: dashboards to assess the structure of the balance sheet and financial risks, measurement of sensitivity and exposure to interest rate and liquidity risks, analysis of indicators tracking global interest rate risk (interest rate gap, VAN stress test...) and monitoring of the Bank's balance sheet;
- Proposal of measures to mitigate liquidity, interest rate and exchange rate risks;
- Implementation of the policy for hedging interest rate, liquidity and exchange rate risks;
- Development of regulatory and internal reports related to the scope of ALM;
- Monitoring of the implementation of recommendations from Bank Al-Maghrib and internal/external auditors regarding liquidity, interest rate and exchange rate risks;
- Participation in the organization of the ALCO committee (preparation of files, monitoring the implementation of recommendations...).

The ALCO committee, chaired by the Governor, General Manager of the FEC, is in charge of the transversal and collective monitoring of the financial risks to which the institution is exposed and for the examination of decisions that may affect Asset-Liability Management.

Asset / Liability Management

The FEC has set up a mechanism for managing balance sheet risks such as liquidity, interest rate and exchange rate risks, in order to be able to continuously monitor their evolution according to the trend of the financial markets, and to the Bank's activity.

To preserve balance sheet stability over the medium and long term, the risk management mechanism for liquidity and interest rate risks in place aims to:

- Ensure sufficient liquidity level, enabling the Bank to meet its obligations at any time and safeguarding it from potential crisis;
- Ensure that the inherent risk in foreign currency positions does not diminish the Bank's profit margin;
- Ensure stability of results against interest rate variations by preserving interest margin and optimizing the economic value of equity;
- Guide the Bank's refinancing strategy.

Liquidity risk

Liquidity risk is defined as the risk that the Bank may not be able to meet its obligations at their maturity under normal conditions.

The FEC may be exposed to liquidity risk, which may arise in one of the following forms:

- Inability of the institution to raise necessary funds to meet unexpected short-term situations, notably a significant drawdown of funding commitments given to TCS.
- Mismatched assets and liabilities or financing of medium and long-term assets by short-term liabilities.

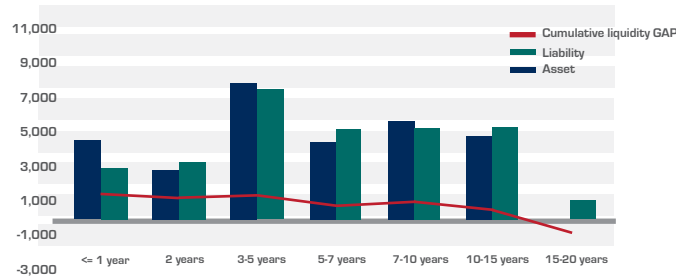
Used approach to calculate Liquidity Gaps :

The measurement of this risk is based on balance sheet items at a given closing date, classified according to their residual maturity, and to which the flow laws and the ALM conventions are applied. The static flow gap makes it possible to determine the surplus or requirement of resources in the medium to long term, assuming that there is no new production of assets and liabilities.

At December 31, 2022, the profile of liquidity gaps is as follows:

A positive liquidity gap in 2023 of 1,479 Mdh.

ANNUAL LIQUIDITY GAPS



Interest Rate Risk Management (IRRM)

Interest rate risk corresponds to the sensitivity of the balance sheet to future interest rate movements. The assessment of this risk is carried out through a series of stress test simulations, in particular in the context of six regulatory scenarios:

The analysis and assessment of interest rate risks follows a dual logic, namely the preservation of the interest margin and the economic value of equity capital.

The Bank has opted for the approach known as the static mode maturity method. This approach consists of liquidating all balance sheet positions in static mode according to their contractual or conventional characteristics.

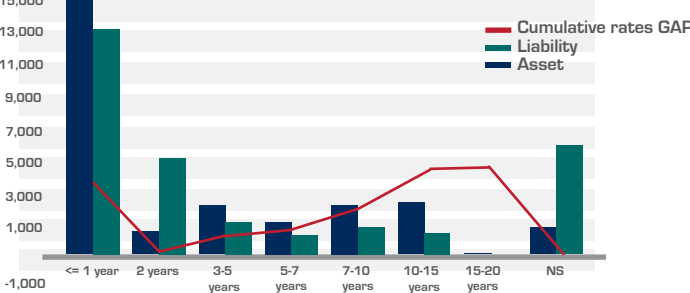
The gap method is a classic measure of exposure to interest rate risk. An interest rate gap is the algebraic difference between assets and liabilities over a given period:

- for fixed-rate loans: the flow is contractual and represents cash flows taking into account the characteristics of the assets and liabilities;
- for variable rate loans: the flows represent the cash flows until the next rate revision date.

Exposure as of December 31, 2022

As of December 31, 2022 and in the absence of any new production, the interest rate gap is positive over the first year by +3,851 Mdh. This is due to the interest rate structure of the FEC's balance sheet, which shows a clear preponderance of variable rate uses.

ANNUAL RATES GAPS



Foreign exchange risk

In order to hedge against foreign exchange risk, the FEC has set up a perfect and complete hedging on the occasion of :

- the two drawdowns made in during the 2019 fiscal year on a credit line contracted in 2018 with a foreign lender ;
- The two drawdowns of 50 million Euros in 2021 and 100 million Euros in 2022, made respectively under a credit line contracted in 2021.

As a reminder, the foreign exchange risk coverage related to the majority of the external loans mobilized by the FEC during the 1990s is taken in charge by the State (Ministry of the Economy and Finance/Treasury and External Finance Division) for remuneration, within the framework of a system specific to each credit line.

2.3 Operational Risks

Over the past few years and in accordance with the provisions of Bank Al-Maghrib and the principles of good governance, the FEC has put in place an evolving internal control system that allows to :

- ensure the reliability and integrity of the financial and accounting information produced ;
- ensure that operations are carried out in accordance with the laws and regulations in force and according to the management guidelines and standards defined by the Management Body and the Administrative Body ;
- prevent and control the risks associated with its activity through well-defined and regularly monitored procedures.

The General Management supervises the operational risk management mechanism and monitors the actions taken to strengthen it.

General framework

The FEC has undertaken several actions to strengthen the internal control mechanism and the establishment of the necessary foundation for the construction of a robust and long-lasting operational risk management mechanism backed by best practices and in compliance with regulatory requirements :

» Signature delegation mechanism

The FEC has set up an advanced signature delegation mechanism, based on a precise definition of powers and a clear delimitation of responsibilities. This mechanism meets the following principles :

- The principle of double signature is mandatory for all transactions affecting the accounts of the FEC or other elements of its assets;
- The separation between initiation and execution on the one hand, and control on the other ;
- The replacements are systematically scheduled in the event of the absence or impediment of a person in order to ensure continuity of service.

» General procedures manual

The FEC has a general procedures manual covering all the functional processes of the Steering, Business and Support fields. The general mapping of processes and procedures has been developed according to the requirements of the ISO 9001 V2008 Quality standard.

In addition, the integration of the MEGA process modeling tool has made it possible to have a single, structured procedure referential accessible by all FEC's employees through an intranet site. This referential is subject to regular progressive maintenance.

» Manual of procedures and accounting organization

The FEC has a manual of procedures and accounting organization to ensure that:

- all operations carried out by the FEC are faithfully translated into accounting records ;
- all records comply with the Chart of Accounts for Credit Institutions and the regulations in force ;
- all internal and external financial and accounting information is reliable, complete and understandable for its users.

» Internal control manual

In accordance with the regulations in force and best practices in this area, the FEC has an internal control manual enabling it to ensure the regularity and proper application of the procedures put in place as well as the formalization of control points.

» Business Continuity Plan

In accordance with the provisions of Circular No. 4/W/2014 of the Wali of Bank Al-Maghrib on internal control of credit institutions and Directive No. 47/G/2007 of Bank Al-Maghrib on business continuity plan within credit institutions, the FEC has a Business Continuity Plan (BCP) that has been approved by the Board of Directors.

The BCP enables the FEC to ensure the Bank's operations in degraded mode and the resumption of activities, according to various crisis scenarios.

The implementation of the FEC's BCP focused in particular on the establishment of :

- Information System continuity mechanisms;
- Logistical continuity mechanisms;
- Human resources continuity mechanisms;
- Business continuity mechanisms.

In order to ensure the operational maintenance of the mechanisms put in place, the BCP documentation corpus (criticality study, continuity strategy, operational maintenance plan, crisis directory, etc.) is regularly updated and a maintenance and enhancement plan for the FEC's BCP is currently being developed.

Moreover, the FEC continues to ensure a permanent monitoring of the occurrence of any event that may require the activation of its BCP, in order to guarantee the continuity of the Bank's activity and the safety of its employees. Thus, and in the absence of any incident requiring its activation, the FEC's BCP was not activated during the second semester of the year 2022.

Operational risk management

The FEC has an operational risk map which was reconstructed in 2010 based on the Basel II typology and which is updated annually. This mapping covers the processes in the areas of credit, support and information systems and makes it possible to target the processes requiring special or reinforced monitoring.

The operational risk management mechanism deployed at the FEC, as part of the Basel II reform and in application of Directive No. 29/G/2007 issued by Bank Al-Maghrib, allows the identification and assessment of operational risks as well as the follow-up of action plans adopted for the identified major risks. This mechanism was supplemented in 2011 by an incident collection database, which provides an objective view of the risks incurred and the reassessment of these risks by the results of the collection of operational incidents.

The operational risk management mechanism is fully automated following the deployment of an IS application, making it possible to ensure:

- The identification, assessment and monitoring of operational risks through risk mapping.
- The reconciliation of the risk mapping with the general procedures manual.
- The monitoring of action plans adopted for the major risks identified.
- The collection of incidents related to operational risks.

Organization

On the organizational side, the Risk and Permanent Control Division carries out the management of the operational risk management mechanism. It is supported by operational risk correspondents (ORC) at the Business and Support entities' level.

These ORCs are in charge of reporting operational incidents, analyzing the collection base for these incidents and implementing action plans to cover major risks.

To this end, a procedure for collecting and reporting operational incidents as well as a reporting form for the occurrence of an operational incident have been developed and made available to the ORCs in order to equip the collection and reporting process for incidents.

The Internal Risk Committee ensures the governance of operational risks.

Hedging of operational risks

In accordance with the regulatory provisions relating to minimum equity requirements, the FEC has been covering operational risks since December 2011.

The equity requirement to cover operational risks is calculated using the "basic indicator" approach, which is equal to 15% of the average net banking income, calculated over the past 3 years.

2.4 Risks of Non-Compliance

In accordance with Bank Al-Maghrib's Directive No. 49/G/2007 relating to the compliance function of August 31, 2007, the FEC has adopted a compliance and a charter policy.

In order to ensure the controlled development of its activities and to fully comply with regulatory requirements in terms of risk management, a roadmap has been put in place by the FEC for the implementation of a global risk strategy broken down into policies and strategies by type of risk.

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**FONDS D'EQUIPEMENT COMMUNAL****ATTESTATION D'EXAMEN LIMITE DES COMMISSAIRES AUX COMPTES SUR LA  
SITUATION PROVISOIRE DES COMPTES SOCIAUX****EXERCICE DU 1<sup>er</sup> JANVIER AU 31 DECEMBRE 2022**

Nous avons procédé à un examen limité de la situation provisoire du Fonds d'Equipelement Communal comprenant le bilan, le compte de produits et charges, l'état des soldes de gestion, le tableau des flux de trésorerie et une sélection des états des informations complémentaires (ETIC) relatifs à l'exercice du 1<sup>er</sup> janvier au 31 décembre 2022. Cette situation provisoire qui fait ressortir un montant de capitaux propres et assimilés totalisant 5.671.351 KMAD dont un bénéfice net de 337.895 KMAD, relève de la responsabilité des organes de gestion de l'émetteur.

Nous avons effectué notre mission selon les normes de la profession au Maroc relatives aux missions d'examen limité. Ces normes requièrent que l'examen limité soit planifié et réalisé en vue d'obtenir une assurance modérée que la situation provisoire ne comporte pas d'anomalie significative. Un examen limité comporte essentiellement des entretiens avec le personnel du fonds et des vérifications analytiques appliquées aux données financières ; il fournit donc un niveau d'assurance moins élevé qu'un audit. Nous n'avons pas effectué un audit et, en conséquence, nous n'exprimons donc pas d'opinion d'audit.

Sur la base de notre examen limité, nous n'avons pas relevé de faits qui nous laissent penser que la situation provisoire, ci-jointe, ne donne pas une image fidèle du résultat des opérations de l'exercice écoulé ainsi que de la situation financière et du patrimoine du Fonds d'Equipelement Communal établis au 31 décembre 2022, conformément au référentiel comptable admis au Maroc.

Casablanca, le 22 mars 2023

**Les Commissaires aux Comptes****MAZARS AUDIT ET CONSEIL**

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