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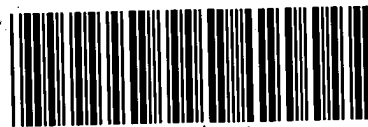
DON'T
STAPLE**OS AA01**Statement of details of parent law and other
information for an overseas company

Companies House

✓ **What this form is for**
You may use this form to
accompany your accounts
disclosed under parent law.

✗ **What this form is for**
You cannot use this form
for an alteration of material
with accounting requirements.

THURSDAY



A16 23/03/2023 #23
COMPANIES HOUSE

please
house

Part 1 Corporate company nameCorporate name of
overseas company ①

MASHREQBANK PSC

UK establishment
number

B R 0 0 1 2 2 3

→ **Filling in this form**Please complete in typescript or in
bold black capitals.All fields are mandatory unless
specified or indicated by *① This is the name of the company in
its home state.**Part 2 Statement of details of parent law and other
information for an overseas company****A1****Legislation**Please give the legislation under which the accounts have been prepared and
audited.

Legislation ②

IFRS

② This means the relevant rules or
legislation which regulates the
preparation of accounts.**A2****Accounting principles**

Accounts

Have the accounts been prepared in accordance with a set of generally accepted
accounting principles?

Please tick the appropriate box.

☐ **No. Go to Section A3.**☒ **Yes. Please enter the name of the organisation or other
body which issued those principles below, and then go to Section A3.**③ Please insert the name of the
appropriate accounting organisation
or body.Name of organisation
or body ③

IFRS FOUNDATION & IAS BOARD (IASB)

OS AA01

Statement of details of parent law and other information for an overseas company

A3

Audited accounts

Audited accounts

Have the accounts been audited in accordance with a set of generally accepted auditing standards?

Please tick the appropriate box.

☐ No. Go to Part 3 'Signature'.

☒ Yes. Please enter the name of the organisation or other body which issued those standards below, and then go to Part 3 'Signature'.

① Please insert the name of the appropriate accounting organisation or body.

Name of organisation or body ①

IFRS FOUNDATION & IAS BOARD (IASB)

Part 3

Signature

I am signing this form on behalf of the overseas company.

Signature

Signature

X



X

This form may be signed by: COUNTRY MANAGER
Director, Secretary, Permanent representative.

OS AA01

Statement of details of parent law and other information for an overseas company



Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **RANJEEWA WEERAWARDANA**

Company name **MASHREQBANK PSC**

Address **3RD FLOOR**

48-54 MOORGATE

Post town **LONDON**

County/Region

Postcode **E C 2 R 6 E J**

Country **UNITED KINGDOM**

DX

Telephone **0207 382 4012**



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☒ The company name and, if appropriate, the registered number, match the information held on the public Register.
- ☒ You have completed all sections of the form, if appropriate.
- ☒ You have signed the form.



Important information

Please note that all this information will appear on the public record.



Where to send

You may return this form to any Companies House address:

England and Wales:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

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139 Fountainbridge, Edinburgh, Scotland, EH3 9FF.
DX ED235 Edinburgh 1

Northern Ireland:

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Second Floor, The Linenhall, 32-38 Linenhall Street,
Belfast, Northern Ireland, BT2 8BG.
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This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Mashreqbank PSC Group

Report and consolidated financial statements for the year ended 31 December 2022

These audited consolidated financial statements are subject to approval of the Central Bank of U.A.E. and adoption by shareholders at the annual general meeting.

Mashreqbank PSC Group

Report and consolidated financial statements for the year ended 31 December 2022

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Board of Directors' report

The Board of Directors has pleasure in submitting their report and the audited consolidated financial statements for the year ended 31 December 2022.

Incorporation and registered offices

Mashreqbank PSC was incorporated in the Emirate of Dubai in 1967 under a decree issued by The Ruler of Dubai. The address of the registered office is P.O. Box 1250, Dubai, United Arab Emirates.

Principal activities

The principal activities of the Bank are retail banking, commercial banking, investment banking, Islamic banking, brokerage and asset management. These activities are carried out through its branches in the United Arab Emirates, Bahrain, Kuwait, Egypt, Hong Kong, India, Qatar, the United Kingdom and the United States of America.

Financial position and results

The financial position and results of the Group for the year ended 31 December 2022 are set out in the accompanying consolidated financial statements.

Dividend

The Board of Directors has proposed a cash dividend of 90% for the year ended 31 December 2022 at the meeting held on 30 January 2023.

Directors

The following are the Directors of the Bank as at 31 December 2022

Chairman:	H.E. Abdul Aziz Abdulla Al Ghurair
Vice Chairman:	Ali Rashed Ahmad Lootah
Directors:	Rashed Saif Saeed Al Jarwan Al Shamsi
	Rashed Saif Ahmed Al Ghurair
	John Gregory Iossifidis
	Iyad Mazher Saleh Malas
	Saeed Saif Ahmed Majid Al Ghurair

Auditors

The consolidated financial statements for the year ended 31 December 2022 have been audited by PricewaterhouseCoopers.

By order of the Board of Directors



H.E. Abdul Aziz Abdulla Al Ghurair
Chairman
30 January 2023



Independent auditor's report to the shareholders of Mashreqbank PSC Group

Report on the audit of the consolidated financial statements

Our opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Mashreqbank PSC (the "Bank") and its subsidiaries (together the "Group") as at 31 December 2022, and its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards.

What we have audited

The Group's consolidated financial statements comprise:

- the consolidated statement of financial position as at 31 December 2022;
- the consolidated statement of profit or loss for the year then ended;
- the consolidated statement of comprehensive income for the year then ended;
- the consolidated statement of changes in equity for the year then ended;
- the consolidated statement of cash flows for the year then ended; and
- the notes to the consolidated financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the consolidated financial statements* section of our report.

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

Independence

We are independent of the Group in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code) and the ethical requirements that are relevant to our audit of the consolidated financial statements in the United Arab Emirates. We have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

PricewaterhouseCoopers (Dubai Branch), License no. 102451
Emaar Square, Building 5, P O Box 11987, Dubai - United Arab Emirates
T: +971 (0)4 304 3100, F: +971 (0)4 346 9150, www.pwc.com/me

Jacques Fakhoury, Douglas O'Mahony, Murad Alnsour and Rami Sarhan are registered as practicing auditors with the UAE Ministry of Economy



Independent auditor's report to the shareholders of Mashreqbank PSC Group (continued)

Our audit approach

Overview

Key Audit Matters

- Measurement of Expected Credit Losses

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the consolidated financial statements. In particular, we considered where the Directors made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters, consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

We tailored the scope of our audit in order to perform sufficient work to enable us to provide an opinion on the consolidated financial statements as a whole, taking into account the structure of the Group, the accounting processes and controls, and the industry in which the Group operates.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Independent auditor's report to the shareholders of Mashreqbank PSC Group (continued)

Our audit approach (continued)

Key audit matters (continued)

Key audit matter	How our audit addressed the key audit matter
Measurement of Expected Credit Losses The Group applies Expected Credit Losses (ECL) on all of its financial assets measured at amortised cost, debt instruments measured at fair value through other comprehensive income and financial guarantee contracts including financing commitments. The Group exercises significant judgements and makes a number of assumptions in developing its ECL models, which includes probability of default computation separately for retail and corporate portfolios, determining loss given default and exposure at default for both funded and unfunded exposures, forward looking adjustments and staging criteria.	We performed the following audit procedures on the computation of the ECL included in the Group's consolidated financial statements for the year ended 31 December 2022: ➤ We tested the completeness and accuracy of the data used in the calculation of ECL. ➤ For a sample of exposures, we checked the appropriateness of the Group's application of the staging criteria. ➤ We involved our internal experts to assess the following areas: • Conceptual framework used for developing the Group's impairment policy in the context of its compliance with the requirements of IFRS 9. • ECL modelling methodology and calculations used to compute the Probability of Default (PD), Loss Given Default (LGD), and exposure at default (EAD) for the Group's classes of financial assets. The appropriateness of the model methodology was assessed, giving specific consideration to the macro-economic environment. • Reasonableness of the assumptions made in developing the modelling framework including assumptions used for estimating forward looking scenarios and significant increase in credit risk.



Independent auditor's report to the shareholders of Mashreqbank PSC Group (continued)

Our audit approach (continued)

Key audit matters (continued)

Key audit matter	How our audit addressed the key audit matter
For defaulted exposures, the Group exercises judgements to estimate the expected future cash flows related to individual exposures, including the value of collateral. The Group's impairment policy under IFRS 9 is presented in Note 3.14 to the consolidated financial statements. Measurement of ECL is considered as a key audit matter as the Group applies significant judgments and makes a number of assumptions which have significantly increased as a result of the macro-economic environment, affecting the staging criteria applied to the financial assets as well as in developing ECL models and assumptions for calculating its impairment provisions.	For a sample of exposures, we checked the appropriateness of determining EAD, including the consideration of repayments and collateral. ➤ In addition, for the Stage 3 corporate portfolio, the appropriateness of provisioning assumptions were independently assessed for a sample of exposures selected on the basis of risk and the significance of individual exposures. An independent view was formed on the levels of provisions recognised, based on the detailed loan and counterparty information available in the credit file. For the Stage 3 retail portfolio, assumptions were independently assessed for each product category and an independent view was formed on the levels of provisions recognised. ➤ We assessed the consolidated financial statement disclosures to ensure compliance with IFRS 7 and IFRS 9 and the disclosures made relating to the impact of the macro-economic environment on ECL.



Independent auditor's report to the shareholders of Mashreqbank PSC Group (continued)

Other information

The Directors are responsible for the other information. The other information comprises the Board of Directors' report (but does not include the consolidated financial statements and our auditor's report thereon) which we obtained prior to the date of this auditor's report, and the Chairman's Report, Corporate Governance Report and Financial Highlights, which are expected to be made available to us after that date.

Our opinion on the consolidated financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the Chairman's Report, Corporate Governance Report and Financial Highlights, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of management and those charged with governance for the consolidated financial statements

The Directors are responsible for the preparation and fair presentation of the consolidated financial statements in accordance with International Financial Reporting Standards and their preparation in compliance with the applicable provisions of the UAE Federal Decree Law No. 32 of 2021, and for such internal control as the Directors determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.



Independent auditor's report to the shareholders of Mashreqbank PSC Group (continued)

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.



Independent auditor's report to the shareholders of Mashreqbank PSC Group (continued)

Auditor's responsibilities for the audit of the consolidated financial statements (continued)

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

Further, as required by the UAE Federal Decree Law No. 32 of 2021, we report that:

- (i) we have obtained all the information we considered necessary for the purposes of our audit;
- (ii) the consolidated financial statements have been prepared and comply, in all material respects, with the applicable provisions of the UAE Federal Decree Law No. 32 of 2021;
- (iii) the Group has maintained proper books of account;
- (iv) the financial information included in the Directors' report is consistent with the books of account of the Group;
- (v) note 7 to the consolidated financial statements discloses the shares purchased by the Group during the year ended 31 December 2022;
- (vi) note 37 to the consolidated financial statements discloses material related party transactions, and the terms under which they were conducted;



Independent auditor's report to the shareholders of Mashreqbank PSC Group (continued)

Report on other legal and regulatory requirements (continued)

- (vii) Note 32 to the consolidated financial statements discloses the social contributions made during the year ended 31 December 2022; and
- (viii) based on the information that has been made available to us, nothing has come to our attention which causes us to believe that the Group has contravened during the financial year ended 31 December 2022 any of the applicable provisions of the UAE Federal Decree Law No. 32 of 2021, or in respect of the Bank, its Articles of Association, which would materially affect its activities or its financial position as at 31 December 2022.

Further, as required by Article (114) of the Decretal Federal Law No. (14) of 2018, we report that we have obtained all the information and explanations we considered necessary for the purpose of our audit.

PricewaterhouseCoopers
30 January 2023

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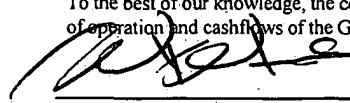
Murad Alnsour
Registered Auditor Number: 1301
Place: Dubai, United Arab Emirates

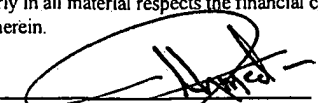
Mashreqbank PSC Group

Consolidated statement of financial position

	Notes	As at 31 December			
		2022	2021	2022	2021
		AED'000	USD'000 Equivalent	AED'000	USD'000 Equivalent
ASSETS					
Cash and balances with central banks	5	31,435,930	8,558,652	17,507,751	4,766,608
Deposits and balances due from banks	6	28,846,448	7,853,648	28,805,095	7,842,389
Other financial assets measured at fair value	7	10,429,765	2,839,577	16,441,123	4,476,211
Other financial assets measured at amortised cost	7	16,422,947	4,471,262	10,277,824	2,798,210
Loans and advances measured at amortised cost	8	75,630,344	20,590,891	66,432,570	18,086,733
Islamic financing and investment products measured at amortised cost	9	14,672,897	3,994,799	15,053,454	4,098,408
Acceptances		9,310,974	2,534,978	14,340,671	3,904,348
Other assets	10	6,799,304	1,851,158	3,290,085	895,749
Reinsurance contract assets	20	3,128,009	851,622	2,699,966	735,085
Investment in associate		43,633	11,879	34,809	9,477
Investment properties	11	464,840	126,556	462,829	126,008
Property and equipment	12	1,395,485	379,930	1,426,096	388,265
Intangible assets	13	230,667	62,802	281,336	76,596
Total assets		198,811,243	54,127,754	177,053,609	48,204,087
LIABILITIES AND EQUITY					
LIABILITIES					
Deposits and balances due to banks	14	28,399,456	7,731,951	19,566,486	5,327,113
Repurchase agreements with banks	15	1,926,182	524,417	2,729,147	743,029
Customers' deposits	16	98,827,322	26,906,431	87,150,902	23,727,444
Islamic customers' deposits	17	14,978,941	4,078,122	14,332,087	3,902,011
Acceptances		9,310,974	2,534,978	14,340,671	3,904,348
Other liabilities	18	8,253,044	2,246,949	6,028,308	1,641,249
Medium-term loans	19	5,223,565	1,422,152	7,315,119	1,991,593
Subordinated debt	47	1,831,027	498,510	-	-
Insurance contract liabilities	20	5,642,093	1,536,099	4,566,602	1,243,290
Total liabilities		174,392,604	47,479,609	156,029,322	42,480,077
EQUITY					
Capital and reserves					
Issued and paid up capital	21(a)	2,006,098	546,174	2,006,098	546,174
Tier 1 capital notes	46	1,101,900	300,000	-	-
Statutory and legal reserves	21(b)	1,027,494	279,742	1,012,320	275,611
General reserve	21(c)	312,000	84,944	312,000	84,944
Currency translation reserve	21(d)	(130,804)	(35,612)	(116,116)	(31,613)
Investments revaluation reserve	21(e)	(1,813,781)	(493,815)	(547,489)	(149,058)
Retained earnings		21,038,417	5,727,857	17,561,412	4,781,218
Equity attributable to owners of the Group		23,541,324	6,409,290	20,228,225	5,507,276
Non-controlling interests	22	877,315	238,855	796,062	216,734
Total equity		24,418,639	6,648,145	21,024,287	5,724,010
Total liabilities and equity		198,811,243	54,127,754	177,053,609	48,204,087

To the best of our knowledge, the consolidated financial statements present fairly in all material respects the financial condition, results of operation and cashflows of the Group as of, and for, the periods presented therein.


Abdul Aziz Abdulla Al Ghurair
Chairman


Ahmed Abdelaziz
Group Chief Executive Officer

The accompanying notes form an integral part of these consolidated financial statements

Mashreqbank PSC Group

Consolidated statement of profit or loss

		For the year ended 31 December			
		2022		2021	
	Notes	AED'000	USD'000 Equivalent	AED'000	USD'000 Equivalent
Interest income	24	6,414,941	1,746,513	4,251,824	1,157,589
Income from Islamic financing and investment products	25	671,640	182,859	475,253	129,391
Total interest income and income from Islamic financing and investment products		7,086,581	1,929,372	4,727,077	1,286,980
Interest expense	26	(2,254,895)	(613,911)	(1,505,704)	(409,939)
Distribution to depositors – Islamic products	27	(259,728)	(70,713)	(175,884)	(47,886)
Net interest income and income from Islamic products net of distribution to depositors		4,571,958	1,244,748	3,045,489	829,155
Fee and commission income	28	4,044,130	1,101,043	3,418,086	930,598
Fee and commission expenses	28	(2,302,954)	(626,995)	(1,841,287)	(501,303)
Net fee and commission income		1,741,176	474,048	1,576,799	429,295
Net investment income	29	91,894	25,018	176,807	48,137
Other income, net	30	1,090,991	297,030	1,006,977	274,157
Operating income		7,496,019	2,040,844	5,806,072	1,580,744
General and administrative expenses	32	(3,066,256)	(834,810)	(2,622,957)	(714,119)
Operating profit before impairment		4,429,763	1,206,034	3,183,115	866,625
Allowances for impairment, net	31	(497,478)	(135,442)	(2,058,626)	(560,475)
Profit before tax		3,932,285	1,070,592	1,124,489	306,150
Tax expense	45	(146,088)	(39,773)	(48,778)	(13,280)
Profit for the year		3,786,197	1,030,819	1,075,711	292,870
Attributable to:					
Owners of the Parent		3,706,293	1,009,064	1,002,203	272,857
Non-controlling interests		79,904	21,755	73,508	20,013
		3,786,197	1,030,819	1,075,711	292,870
Earnings per share	33	AED 18.48	USD 5.03	AED 5.00	USD 1.36

Mashreqbank PSC Group

Consolidated statement of comprehensive income

	For the year ended 31 December			
	2022		2021	
	AED'000	USD'000 Equivalent	AED'000	USD'000 Equivalent
Profit for the year	3,786,197	1,030,819	1,075,711	292,870
Other comprehensive income/(loss)				
<i>Items that will not be reclassified subsequently to profit or loss:</i>				
Changes in fair value of financial assets measured at fair value through other comprehensive income (equity instruments) [Note 7(k)]	83,739	22,799	58,631	15,963
<i>Items that may be reclassified subsequently to profit or loss:</i>				
Changes in currency translation reserve	8,745	2,381	(23,150)	(6,303)
Changes in fair value of financial assets measured at fair value through other comprehensive income (debt instruments) [Note 7(k)]	(1,352,755)	(368,297)	(232,616)	(63,332)
Gain on hedging instruments designated as hedges of net investment in foreign operations	3,282	894	(1,586)	(432)
Cash flow hedges - fair value loss arising during the year [Note 21(f)]	-	-	437	120
Total other comprehensive loss for the year	(1,256,989)	(342,223)	(198,284)	(53,984)
Total comprehensive income for the year	2,529,208	688,596	877,427	238,886
Attributable to:				
Owners of the Parent	2,411,809	656,633	791,895	215,599
Non-controlling interests	117,399	31,963	85,532	23,287
	2,529,208	688,596	877,427	238,886

Mashreqbank PSC Group

Consolidated statement of changes in equity

	Issued and paid up capital AED'000	Tier 1 capital AED'000	Statutory and legal reserves AED'000	General reserve AED'000	Currency translation reserve AED'000	Investments revaluation reserve AED'000	Cash flow hedge reserve AED'000	Retained earnings AED'000	Equity attributable to owners of the Parent including noteholders of the Group AED'000	Non- controlling interests AED'000	Total AED'000
Balance at 1 January 2021	1,775,308	-	912,099	312,000	(98,332)	(358,088)	(437)	16,888,178	19,430,728	757,680	20,188,408
Profit for the year ended 31 December 2021	-	-	-	-	-	-	-	1,002,203	1,002,203	73,508	1,075,711
Other comprehensive loss/(income) for the year	-	-	-	-	(17,784)	(192,962)	437	-	(210,309)	12,024	(198,285)
Total comprehensive income/(loss) for the year	-	-	-	-	(17,784)	(192,962)	437	1,002,203	791,894	85,532	877,426
Transfer from investments revaluation reserve to retained earnings	-	-	-	-	-	3,561	-	(3,561)	-	-	-
Transfer to statutory and legal reserves	-	-	100,221	-	-	-	-	(100,221)	-	-	-
Bonus shares issued during the year	230,790	-	-	-	-	-	-	(230,790)	-	-	-
Transaction with common control entity	-	-	-	-	-	-	-	5,603	5,603	-	5,603
Transaction with non-controlling interest (NCI) (Note 22)	-	-	-	-	-	-	-	-	-	(14,325)	(14,325)
Payment of dividends (Note 22)	-	-	-	-	-	-	-	-	-	(32,825)	(32,825)
Balance at 31 December 2021	2,006,098	-	1,012,320	312,000	(116,116)	(547,489)	-	17,561,412	20,228,225	796,062	21,024,287
Profit for the year ended 31 December 2022	-	-	-	-	-	-	-	3,706,293	3,706,293	79,904	3,786,197
Other comprehensive (loss)/income for the year	-	-	-	-	(14,688)	(1,279,796)	-	-	(1,294,484)	37,495	(1,256,989)
Total comprehensive income for the year	-	-	-	-	(14,688)	(1,279,796)	-	3,706,293	2,411,809	117,399	2,529,208
Issuance of Tier 1 capital	-	1,101,900	-	-	-	-	-	-	1,101,900	-	1,101,900
Transfer from investments revaluation reserve to retained earnings	-	-	-	-	-	13,504	-	(13,504)	-	-	-
Transfer to statutory and legal reserves	-	-	15,174	-	-	-	-	(15,174)	-	-	-
Payment of dividends (Note 22)	-	-	-	-	-	-	-	(200,610)	(200,610)	(32,826)	(233,436)
Transaction with NCI	-	-	-	-	-	-	-	-	-	(3,320)	(3,320)
Balance at 31 December 2022	2,006,098	1,101,900	1,027,494	312,000	(130,804)	(1,813,781)	-	21,038,417	23,541,324	877,315	24,418,639

The accompanying notes form an integral part of these consolidated financial statements

Mashreqbank PSC Group

Consolidated statement of cash flows

	Notes	For the year ended 31 December			
		2022		2021	
		AED'000	USD'000 Equivalent	AED'000	USD'000 Equivalent
Cash flows from operating activities					
Profit before taxation for the year		3,932,285	1,070,592	1,124,489	306,150
Adjustments for:					
Depreciation and amortisation	32	329,649	89,749	255,569	69,580
Allowances for impairment, net	31	497,478	135,442	2,058,626	560,475
(Gain)/loss on disposal of property and equipment	30	(341)	(93)	3,447	939
Unrealised loss/(gain) on other financial assets held at FVTPL	29	36,119	9,834	(8,521)	(2,320)
Fair value adjustments of investment properties	30	(2,011)	(548)	(13,114)	(3,571)
Net realized gain from sale of other financial assets measured at FVTPL	29	(38,757)	(10,552)	(28,305)	(7,706)
Dividend income from other financial assets measured at FVTOCI	29	(34,615)	(9,424)	(21,337)	(5,809)
Net realised gain from sale of other financial assets measured at amortised cost/FVTOCI	29	(53,783)	(14,643)	(117,603)	(32,018)
Share of loss/(gain) from associate		1,280	348	(7,090)	(1,930)
Unrealised gain on derivatives	30	(58,612)	(15,958)	(30,724)	(8,365)
Loss from sale of subsidiary	43	25,960	7,068		
Operating cash flows before tax paid and changes in operating assets and liabilities		4,634,652	1,261,815	3,215,437	875,425
Tax paid		(146,088)	(39,773)	(48,778)	(13,280)
Changes in operating assets and liabilities					
(Increase)/decrease in deposits with central banks		(766,513)	(208,689)	4,363,482	1,187,989
Decrease/(increase) in deposits and balances due from banks maturing after three months		4,003,557	1,089,996	(4,029,531)	(1,097,068)
Increase in loans and advances measured at amortised cost		(9,424,717)	(2,565,945)	(10,926,600)	(2,974,844)
Decrease/(increase) in Islamic financing and investment products measured at amortised cost		453,921	123,583	(984,092)	(267,926)
(Increase)/decrease in reinsurance assets		(428,043)	(116,538)	191,954	52,261
(Increase)/decrease in other assets		(3,450,608)	(939,452)	219,532	59,769
Increase in financial assets carried at FVTPL		(376,172)	(102,415)	(783,253)	(213,246)
(Decrease)/increase in repurchase agreements with banks		(802,965)	(218,613)	439,424	119,636
Increase in customers' deposits		11,676,420	3,178,987	10,774,929	2,933,550
Increase in Islamic customers' deposits		646,854	176,110	2,447,522	666,356
Increase in deposits and balances due to banks		8,832,970	2,404,838	4,722,106	1,285,626
Increase/(decrease) in insurance contract liabilities		1,075,491	292,810	(181,177)	(49,327)
Increase in other liabilities		1,881,397	512,224	120,435	32,789
Net cash generated from operating activities		17,810,156	4,848,938	9,541,390	2,597,710

Mashreqbank PSC Group

Consolidated statement of cash flows (continued)

		For the year ended 31 December			
		2022		2021	
	Notes	AED'000	USD'000 Equivalent	AED'000	USD'000 Equivalent
Cash flows from investing activities					
Purchase of property and equipment	12	(146,032)	(39,758)	(129,216)	(35,180)
Purchase on intangible assets	13	(130,282)	(35,470)	(82,298)	(22,406)
Proceeds from sale of property and equipment		27,384	7,456	1,441	393
Purchase of other financial assets measured at fair value or amortised cost		(47,397,026)	(12,904,173)	(40,877,370)	(11,129,151)
Proceeds from sale of other financial assets measured at fair value or amortised cost		46,343,690	12,617,395	34,330,239	9,346,648
Dividend income from other financial assets measured at FVTOCI	29	34,615	9,424	21,337	5,809
Investment in associate		(8,824)	(2,403)	(13,813)	(3,761)
Disposal of subsidiary	43	50,183	13,663		
Net cash used in investing activities		(1,226,292)	(333,866)	(6,749,680)	(1,837,648)
Cash flows from financing activities					
Transaction with NCI		(3,320)	(904)	(14,325)	(3,900)
Dividend paid		(233,436)	(63,555)	(32,825)	(8,937)
Medium term notes issued		139,155	37,886	-	-
Medium term notes redeemed		(2,230,710)	(607,326)	(2,300,922)	(626,442)
Subordinated notes issued		1,831,027	498,510		
Issuance of Tier 1 capital notes		1,101,900	300,000		
Net cash generated from/(used in) financing activities		604,616	164,611	(2,348,072)	(639,279)
Net increase in cash and cash equivalents					
		17,188,480	4,679,683	443,638	120,783
Net foreign exchange difference		14,688	3,999	17,784	4,842
Cash and cash equivalents at 1 January		21,302,038	5,799,629	20,840,616	5,674,004
Cash and cash equivalents at 31 December	35	38,505,206	10,483,311	21,302,038	5,799,629