



First Abu Dhabi Bank submits a non-binding offer for a majority stake in EGX-listed financial services institution EFG Hermes

- Non-binding offer for a minimum of 51% of the outstanding share capital of EFG Hermes, that is subject to due diligence and regulatory approvals from the relevant authorities in Egypt and the UAE
- Indicative all cash offer price of EGP 19.00 per share, valuing EFG Hermes at EGP 18.5 billion (USD 1.2 billion), representing a premium of 21% to the closing price on 08 February 2022
- Intention to launch a mandatory tender offer following the satisfactory outcome of the due diligence process
- Potential transaction is in line with FAB's long term strategic ambitions, and beneficial for both parties providing enhanced scale, specialisation and significant revenue synergies in investment banking

Abu Dhabi, 09 February 2022: First Abu Dhabi Bank (FAB) today announces that it has submitted a non-binding offer for a potential cash acquisition of a majority stake in Egyptian financial services institution EFG Hermes Holding S.A.E. (EFG Hermes).

The non-binding offer for a minimum of 51% of the outstanding share capital of EFG Hermes, is subject to due diligence and regulatory approvals from the relevant authorities in Egypt and the UAE. Following the satisfactory outcome of the due diligence process, FAB intends to make a mandatory tender offer in accordance with applicable laws and regulations.

In its non-binding offer to the Board of Directors of EFG Hermes, FAB has indicated an all-cash offer price of EGP 19.00 per share. The offer values EFG Hermes at EGP 18.5 billion (USD 1.2 billion) and represents a 21% premium to EFG Hermes' closing price of EGP 15.74 on 08 February 2022. The offer price also represents a premium of 32%, 40% and 48% respectively over the three-month, six-month and twelve-month volume-weighted average price.

Headquartered in Cairo and listed on the Egyptian Exchange (EGX), EFG Hermes is a leading diversified financial services institution serving frontier emerging markets, with a strong track record of over 35 years and an outstanding reputation across regional and international markets. EFG Hermes is recognised for its strong management team, high standards of corporate governance and its strong brand. The company is an all-encompassing financial institution, spanning investment banking, non-bank financial services, fintech and commercial banking. As of 30 September 2021, EFG Hermes' total assets were EGP 49.6 billion (USD 3.2 billion), with a net profit of EGP 1,054 million (USD 67 million) for the first nine months of 2021.

FAB believes that the non-binding offer represents an attractive liquidity event and a compelling value proposition for EFG Hermes' shareholders, reflecting the company's robust fundamentals, and strong future growth prospects. This potential transaction would represent a significant milestone for FAB, in line with the bank's long term strategic ambitions to become the reference institution for investment banking in the region. It provides enhanced scale, specialisation, growth levers and revenue synergies, strengthening FAB's offering and regional presence. This potential transaction will build on EFG Hermes' strong investment banking capabilities, track record and reputable brand.

Additional details with regards to the due diligence process or the potential transaction would be provided to the market in due course.

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About First Abu Dhabi Bank (FAB)

FAB is the UAE's largest bank and one of the world's largest and safest financial institutions. FAB's vision is to create value for its employees, customers, shareholders and communities to grow stronger through differentiation, agility and innovation.

Headquartered in Abu Dhabi, the bank's international network spans five continents, providing global relationships, expertise and financial strength to support local, regional and international businesses seeking to do business at home and abroad. FAB is a trusted adviser and regional partner to major institutions, emerging companies and individuals seeking to do business in the UAE, the MENA region and beyond. As an engine of growth for the region, it helps customers to thrive and grow stronger by managing risk, providing access to capital and facilitating trade flows across developed and emerging markets.

With total assets of over AED 1 Trillion (USD 272 Billion) as of December-end 2021, FAB is rated Aa3/AA-/AA- by Moody's, S&P and Fitch, respectively - the strongest combined ratings of any bank in the MENA region. The Bank has been ranked by Global Finance as the Safest Bank in the UAE and the Middle East, and the 32nd Safest Bank globally. The Banker's Top 1000 World Banks 2021 rankings, measured by Tier 1 capital, ranked FAB as #1 in the UAE, #3 in the Middle East and #94 across the globe. FAB is also a regional sustainability leader (MSCI ESG rating of AA, 'Leader' category), and a constituent of MSCI ESG Leaders and FTSE4Good EM indices.

For further information, visit: www.bankfab.com, or <https://www.growstronger.com/> Grow Stronger or <https://www.bankfab.com/en-ae/updates> for COVID-19 related updates.

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