

**MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)**

**LIMITED REVIEW REPORT AND  
INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED 31 March 2023**

**MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.) AND ITS SUBSIDIARIES**

**Interim condensed consolidated financial statements  
For the Three-months period ended 31 March 2023**

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## *Limited review report on the interim condensed consolidated financial statements*

*To the Board of Directors of Middle East Glass Manufacturing Company (S.A.E.)*

### *Introduction*

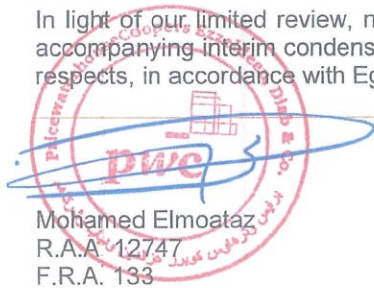
We have conducted a limited review for the accompanying interim condensed consolidated statement of financial position of Middle East Glass Manufacturing Company (S.A.E.) (the "Company") and its subsidiaries (together the "Group") as of 31 March 2023 and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three-month period then ended. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with Egyptian Accounting Standard 30 "Interim financial statements", and our responsibility is limited to expressing a conclusion on these interim condensed consolidated financial statements based on our limited review.

### *Scope of limited review*

We have conducted our limited review in accordance with the Egyptian Standard on Review Engagements No. 2410 "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these interim condensed consolidated financial statements.

### *Conclusion*

In light of our limited review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with Egyptian Accounting Standard 30 "Interim financial statements".



29 May 2023  
Cairo

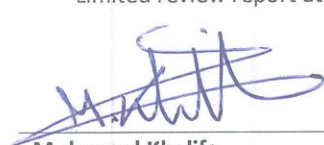
MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.) AND ITS SUBSIDIARIES

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - AS OF 31 MARCH 2023

(All amounts in Egyptian Pounds)

	Note	31 March 2023	31 December 2022
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	6	1,870,489,387	1,748,230,139
Prepayments of Property, plant and equipment		101,284,952	50,018,391
Intangible assets		260,791,442	261,025,962
Deferred tax asset		212,428,665	67,458,128
<b>Total non-current assets</b>		<b>2,444,994,446</b>	<b>2,126,732,620</b>
<b>Current assets</b>			
Inventory		643,160,188	547,067,601
Trade and other receivables	7	1,363,829,610	1,058,967,645
Financial assets at amortized cost		113,017,550	132,625,897
Cash and cash equivalents		743,097,714	598,950,218
<b>Total current assets</b>		<b>2,863,105,062</b>	<b>2,337,611,361</b>
<b>Total assets</b>		<b>5,308,099,508</b>	<b>4,464,343,981</b>
<b>Equity</b>			
Issued and paid-up capital		62,627,993	62,627,993
Reserves		674,052,337	674,052,337
Retained earnings		64,071,990	142,822,822
<b>Total equity</b>		<b>800,752,320</b>	<b>879,503,152</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Bank borrowings	9	2,060,118,295	1,649,428,044
Retirement benefits obligations		14,703,988	13,488,076
Deferred tax liabilities		10,793,879	3,779,322
<b>Total non-current liabilities</b>		<b>2,085,616,162</b>	<b>1,666,695,442</b>
<b>Current liabilities</b>			
Provisions		40,785,216	44,897,977
Trade and other payables	8	1,008,074,606	940,343,476
Income tax liability		220,922,127	132,660,178
Bank Borrowings – current portion	9	1,025,675,744	751,071,927
Interest payable		126,273,333	49,171,829
<b>Total current liabilities</b>		<b>2,421,731,026</b>	<b>1,918,145,387</b>
<b>Total liabilities</b>		<b>4,507,347,188</b>	<b>3,584,840,829</b>
<b>Total equity and liabilities</b>		<b>5,308,099,508</b>	<b>4,464,343,981</b>

- The accompanying notes from 1 to 11 form an integral part of these interim condensed consolidated financial statements.
- Limited review report attached.



Mohamed Khalifa  
Chief Financial Officer



Peter Carpenter  
Director



Abdul Galil Beshar  
Chairman

29 May 2023

**MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.) AND ITS SUBSIDIARIES**  
**FOR THE THREE-MONTHS PERIOD ENDED 31 MARCH 2023**

**Interim condensed consolidated statement of profit or loss**

(All amounts in Egyptian Pounds)

	Note	31 March 2023	31 March 2022
Revenue from contracts with customers		894,559,160	602,630,063
Cost of sales		(487,975,495)	(403,002,192)
<b>Gross profit</b>		<b>406,583,664</b>	<b>199,627,861</b>
Selling and marketing expenses		(24,445,413)	(17,857,269)
General and administrative expenses		(38,347,021)	(27,922,116)
Other operating income	5/a	150,499,830	145,345,491
Other operating expenses	5/b	(23,612,775)	(10,656,247)
<b>Profit from operations</b>		<b>470,678,345</b>	<b>288,538,820</b>
Finance costs		(82,317,725)	(34,352,684)
Unrealized foreign exchange loss		(513,364,154)	(254,000,002)
Finance income		13,344,766	7,328,317
<b>Net finance costs</b>		<b>(582,337,113)</b>	<b>(281,024,369)</b>
<b>(loss)/ Profit before tax</b>		<b>(111,658,768)</b>	<b>7,514,451</b>
Income tax	5/c	32,907,936	28,072,858
<b>Net (loss)/ profit for the period</b>		<b>(78,750,832)</b>	<b>35,587,309</b>
<b>Basic losses per share</b>		<b>(2.31)</b>	<b>(0.10)</b>

- The accompanying notes from 1 to 11 form an integral part of these interim condensed consolidated financial statements.

**MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.) AND ITS SUBSIDIARIES**  
**FOR THE THREE-MONTHS PERIOD ENDED 31 MARCH 2023**

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**Interim condensed consolidated statement of other comprehensive income**

(All amounts in Egyptian Pounds)	<u>31 March</u> <u>2023</u>	<u>31 March</u> <u>2022</u>
<b>Net (loss)/ profit for the period</b>	(78,750,832)	35,587,309
Other comprehensive income		-
<b>Total other comprehensive (loss)/ income for the period</b>	<b>(78,750,832)</b>	<b>35,587,309</b>
<b>Total other comprehensive (loss)/ income for the period is attributable to:</b>		
Owners' equity	(78,750,832)	35,587,309
	<b>(78,750,832)</b>	<b>35,587,309</b>

- The accompanying notes from 1 to 11 form an integral part of these interim condensed consolidated financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY S.A.E.

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

Condensed consolidated statement of changes in equity

(All amounts in Egyptian Pounds)

	Issued and paid-up capital	Reserves				Retained earnings	Total owners' equity
		Legal reserve	Share premium reserve	Other reserve	Payment under capital increase		
<b>Balance at 1 January 2022</b>	50,322,580	25,161,260	172,217,162	13,129,007	432,825,002	89,586,208	783,241,219
Total other comprehensive income for the period	-	-	-	-	-	35,587,309	35,587,309
<b>Balance at 31 March 2022</b>	50,322,580	25,161,260	172,217,162	13,129,007	432,825,002	125,173,517	818,828,528
<b>Balance at 1 January 2023</b>	62,627,993	31,313,997	629,609,334	13,129,007	-	142,822,822	879,503,152
Total other comprehensive loss for the period	-	-	-	-	-	(78,750,832)	(78,750,832)
<b>Balance at 31 March 2023</b>	62,627,993	31,313,997	629,609,334	13,129,007	-	64,071,990	800,752,320

- The accompanying notes from 1 to 11 form an integral part of these interim condensed consolidated financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY S.A.E.

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

(All amounts in Egyptian Pounds)

	Note	31 March 2023	31 March 2022
<b>Cash flows from operating activities</b>			
Net (loss)/ profit for the period before tax		(111,658,768)	7,514,452
<b>Adjusted by:</b>			
Interest expense		81,362,381	31,767,608
Depreciation and amortisation		42,766,111	42,052,611
Loss on sale of property, plant and equipment		27,963	4,327,367
Provision formed		5,673,598	-
Interest income		(13,344,756)	(7,328,317)
Provisions no longer required		(293,553)	(298,077)
Retirement benefit obligations provision		1,605,000	968,052
Unrealized foreign exchange loss		513,364,154	254,000,002
<b>Operating profit before changes in working capital</b>		<b>519,502,110</b>	<b>333,003,698</b>
<b>Change in working capital</b>			
Inventory		(101,739,129)	(5,958,495)
Trade and other receivables		(321,381,553)	(117,075,128)
Trade and other payables		84,219,083	90,482,330
Provisions used		(4,112,751)	(931,745)
<b>Cash flows generated from operations</b>		<b>176,487,750</b>	<b>299,520,660</b>
Interest paid		(20,748,830)	(3,565,445)
Payment of employees' retirement benefits		(389,088)	-
<b>Net cash flows generated from operating activities</b>		<b>155,349,832</b>	<b>295,855,215</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	6	(166,057,370)	(56,526,245)
Advance payment for Property, plant and equipment suppliers		(51,265,551)	(13,637,182)
Proceeds from sale of financial assets		138,700,636	113,885,057
Payments for purchase of financial assets		(129,888,235)	(167,292,387)
Proceeds from sale of property, plant and equipment		1,238,563	798,307
Interest income received		24,140,712	10,223,439
<b>Cash flows used in investing activities from continuing operations</b>		<b>(183,132,250)</b>	<b>(112,549,011)</b>
<b>Cash flows from financing activities</b>			
Short term credit facilities		171,929,914	(24,255,769)
<b>Net cash flows generated from/ (used in) financing activities</b>		<b>171,929,914</b>	<b>(24,255,769)</b>
<b>Net increase in Cash and cash equivalents</b>		<b>144,147,496</b>	<b>159,050,435</b>
Cash and cash equivalents at beginning of the period		598,950,218	533,847,209
<b>Cash and cash equivalents at end of the period</b>		<b>743,097,714</b>	<b>692,897,644</b>

- The accompanying notes from 1 to 11 form an integral part of these interim condensed consolidated financial statements.



## MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

#### 1. General information

Middle East Glass Manufacturing Group S.A.E. (the Group) was established in 1979 as an Egyptian joint stock Group under the provisions of Law No. 43 of 1974 as amended by Law No. 230 of 1989 as amended by Law No. 8 of 1997, and is registered in the commercial register under number 193770 Cairo. The address of the Group's registered office is Nasr City, 6 Mokhayam El-Daem Street 6th District, Industrial Zone, Cairo – Arab Republic of Egypt.

These financial statements are consolidated financial statements for the group consisting of Middle East Glass Manufacturing Group S.A.E. and its subsidiaries

The Company is listed on the Egyptian Stock Exchange (EGX).

The Group and its subsidiaries together comprise "the Group".

The Group's main activity is manufacturing all kinds of glass containers and the acquisition of other entities that operate in the same field.

The ultimate parent of the Group is MENA Glass Holdings Limited with 52.90% ownership. The Group is ultimately controlled by Mr. Abdul Galil Beshar.

These consolidated financial statements have been approved for issuance by the board of directors of the Group on 29 May 2023.

#### Percentage of ownership in subsidiaries

The group consists of the below companies as of 31 March 2023 unless otherwise was noted, and the percentage of the Group's share of the companies is direct ownership of the ordinary shares of the paid-up capital only.

Subsidiaries	Location	Functional currency	Ownership interest held by the group 2023	Ownership interest held by the group 2022	Activity
Middle East Glass Containers Sadat	Egypt	Egyptian Pound	99.99992%	99.99992%	Manufacturing Glass Containers
MEG Misr for Glass MEG	Egypt	Egyptian Pound	99.99993%	99.99993%	Manufacturing Glass Containers
Misr for Glass Manufacturing	Egypt	Egyptian Pound	Owned 99.9997% by MEG Misr for Glass MEG	Owned 99.9997% by MEG Misr for Glass MEG	Manufacturing all kinds of Glass Bottles and the acquisition of other entities that operate in the same field

#### 2. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these interim condensed consolidated financial statements summarized below. They were applied consistently over the presented financial periods unless otherwise stated:

#### Basis of preparation of the interim condensed consolidated financial statements

This interim condensed consolidated financial statements for the Three-months reporting period ended 31 March 2023 has been prepared in accordance with Egyptian Accounting Standard (30) "Interim Financial Reporting".

## MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

#### 2. Summary of significant accounting policies (continued)

This interim condensed consolidated financial statement does not include all the notes of the type normally included in an annual financial statement. Accordingly, this interim condensed consolidated financial statement are to be read in conjunction with the annual financial statement for the year ended 31 December 2022 and any public announcements made by the Company during the interim reporting period.

#### 3. Significant changes in the current reporting period

##### Cash and cash equivalents

The company formed two bank deposits in USD equivalent to EGP 61,800,000 with an annual average interest rate of 4.5%. The total interest income recognised during the period amounted to EGP 448,972.

#### 4. Segment information

The Group's activities are organised into one segment which is wholly related to the manufacturing and sale of glass containers. This is in accordance with the presentations to the Board of Directors. Therefore, entity wide information required under EAS 41 "operating segments" are already included in the financial statements. No other information required to be disclosed.

#### 5. Profit or loss information

##### a) Other operating income

	Three-month period ended	
	31 March 2023	31 March 2022
Accrued export incentives	57,427,727	20,779,587
Insurance recovery	-	45,031,542
Scrap sales	4,695,937	4,788,985
Provision no longer required	293,564	564,378
Unrealized foreign currency exchange gain	85,954,219	74,181,999
Other income	2,128,443	-
	<b>150,499,890</b>	<b>145,346,491</b>

##### b) Other operating expense

	Three-month period ended	
	31 March 2023	31 March 2022
Consultancy Fees	532,687	275,800
Social insurance contribution	3,479,115	1,993,906
Non recurring production losses	4,571,175	2,187,479
Provision formed	5,673,598	266,305
Tax Differences	4,988,624	150,297
Loss on sale of fixed assets	1,865,764	4,327,367
Other expenses	2,501,812	1,455,093
	<b>23,612,775</b>	<b>10,656,247</b>

MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

C) Income tax

	Three-month period ended	
	31 March 2023	31 March 2022
Income tax expense	(105,048,043)	(47,258,111)
Deferred income tax	137,955,979	75,330,969
	<b>32,907,936</b>	<b>28,072,858</b>

MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

6. Property, plant and equipment

	Land	Buildings	Machinery, equipment & moulds	Vehicles and transportation	Furniture & office equipment	(computers & software	Projects under construction	Total
<b>31 December 2022</b>								
<b>Cost</b>								
Balance at beginning of the year	341,982,999	233,518,315	2,120,031,664	29,474,295	13,995,729	13,778,522	69,329,048	2,822,110,572
Additions	7,067,386	18,299,585	163,001,055	3,934,846	1,607,738	3,552,470	230,141,864	427,604,944
Disposals	-	-	(27,833,079)	(202,691)	(2,000)	-	-	(28,037,770)
Transferred from projects under construction	-	13,937,359	657,125	-	-	-	(14,594,484)	-
<b>Balance at the end of the year</b>	<b>349,050,385</b>	<b>265,755,259</b>	<b>2,255,856,765</b>	<b>33,206,450</b>	<b>15,601,467</b>	<b>17,330,992</b>	<b>284,876,428</b>	<b>3,221,677,746</b>
<b>Accumulated depreciation</b>								
Balance at beginning of the year	-	(108,637,499)	(1,169,930,579)	(20,338,334)	(11,583,049)	(9,991,998)	-	(1,320,481,459)
Depreciation expense	-	(10,581,007)	(159,295,671)	(2,909,212)	(1,020,592)	(2,071,764)	-	(175,878,246)
Disposals Depreciation	-	-	22,707,411	202,688	1,999	-	-	22,912,098
<b>Balance at the end of the year</b>	<b>-</b>	<b>(119,218,506)</b>	<b>(1,306,518,839)</b>	<b>(23,044,858)</b>	<b>(12,601,642)</b>	<b>(12,063,762)</b>	<b>-</b>	<b>(1,473,447,607)</b>
<b>Net book value at the end of the year</b>	<b>349,050,385</b>	<b>146,536,753</b>	<b>949,337,926</b>	<b>10,161,592</b>	<b>2,999,825</b>	<b>5,267,230</b>	<b>284,876,428</b>	<b>1,748,230,139</b>
<b>31 March 2023</b>								
<b>Cost</b>								
Balance at beginning of the period	349,050,385	265,755,259	2,255,856,765	33,206,450	15,601,467	17,330,992	284,876,428	3,221,677,746
Additions	-	3,854,651	52,920,424	205,201	1,156,653	1,064,812	106,855,629	166,057,370
Disposals	-	-	(19,689,749)	-	-	-	-	(19,689,749)
Transferred from projects under construction	-	721,479	4,242,249	-	-	-	(4,963,728)	-
<b>Balance at the end of the period</b>	<b>349,050,385</b>	<b>270,331,389</b>	<b>2,293,329,689</b>	<b>33,411,651</b>	<b>16,758,120</b>	<b>18,395,804</b>	<b>386,768,329</b>	<b>3,368,045,367</b>
<b>Accumulated depreciation</b>								
Balance at beginning of the period	-	(119,218,506)	(1,306,518,839)	(23,044,858)	(12,601,642)	(12,063,762)	-	(1,473,447,607)
Depreciation expense	-	(2,765,042)	(37,998,740)	(817,286)	(309,450)	(641,073)	-	(42,531,591)
Disposals Depreciation	-	-	18,423,218	-	-	-	-	18,423,218
<b>Balance at the end of the period</b>	<b>-</b>	<b>(121,983,548)</b>	<b>(1,326,094,361)</b>	<b>(23,862,144)</b>	<b>(12,911,092)</b>	<b>(12,704,835)</b>	<b>-</b>	<b>(1,497,555,980)</b>
<b>Net book value at the end of the period</b>	<b>349,050,385</b>	<b>148,347,841</b>	<b>967,235,328</b>	<b>9,549,507</b>	<b>3,847,028</b>	<b>5,690,969</b>	<b>386,768,329</b>	<b>1,870,489,387</b>

**MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023**

**(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)**

**Property, plant and equipment (continued)**

The balance of project under construction as of 31 March 2023 is represented as follows:

	<b>31 March 2023</b>	<b>31 December 2022</b>
Batch house	43,890,989	43,890,989
Machinery	126,878,345	74,406,130
Building	1,113,089	654,853
New Furnace	205,949,613	164,777,910
Others	8,936,293	1,146,546
	<b>386,768,329</b>	<b>284,876,428</b>

**7. Trade and other receivables**

	<b>31 March 2023</b>	<b>31 December 2022</b>
Net trade receivables	678,328,744	468,338,672
Contract assets	190,911,273	182,939,835
Export incentives	157,396,216	99,968,489
Due from tax authority	128,893,230	117,765,994
Debtors and other receivables	204,205,006	153,869,505
Due from related parties	4,095,141	36,085,150
	<b>1,363,829,610</b>	<b>1,058,967,645</b>

**8. Trade and other payables**

	<b>31 March 2023</b>	<b>31 December 2022</b>
Trade payables	585,467,811	521,424,327
Accrued Expenses	278,431,632	242,519,439
Contract liabilities	49,128,868	91,783,347
Social insurance authority	4,150,771	2,213,891
Creditors and other payables	79,215,744	73,959,309
Due to tax Authority	11,613,980	8,312,863
Due to related parties	65,800	130,300
	<b>1,003,074,606</b>	<b>940,343,476</b>

MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

9. Bank borrowings and overdraft

	31 March 2023	31 December 2022
<b>A. Borrowings - current portion</b>		
Bank borrowings	515,036,298	412,362,395
Short term credit facilities	510,639,446	338,709,532
<b>Total current portion</b>	<b>1,025,675,744</b>	<b>751,071,927</b>
<b>B. Borrowings non-current portion</b>		
Bank borrowings	2,060,118,295	1,649,428,044
<b>Total non-current portion</b>	<b>2,060,118,295</b>	<b>1,649,428,044</b>
<b>Total</b>	<b>3,085,794,039</b>	<b>2,400,499,971</b>

In November 2019, the Group signed medium term loan agreements with the International Finance Corporation ("IFC") and Commercial International Bank "CIB") for a total of \$100 Million to refinance its existing medium-term debt and to provide funding for capital expenditure to increase production capacity, including furnace rebuilds, new production equipment, printing machines, resource efficiency improvements and streamlining of the cullet processing operation. The full amount of the facilities was disbursed in 2020 and resulted in settlement of all existing medium-term bank borrowings.

The loans have a seven-year tenor with 18-month grace and carries interest at 6-month LIBCR plus a margin.

The loans are secured with the following security package:

- First ranking real estate mortgage over all the lands and buildings owned by the Group, with a carrying amount of 497 million EGP
- Commercial establishment mortgage over all Group movable assets (Machines, equipments, vehicles and moulds) with a carrying amount of 967 million EGP.
- Restrictions over transfers of subsidiaries' shares owned by the Group.

10. Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due, due to a shortage of funding. The Group's exposure to liquidity risk results primarily from the mismatching of the maturities of its assets and liabilities.

Management makes cash flow projections on periodic basis, and take the necessary actions to negotiate with suppliers, follow-up the collections from customers and manage inventory balances in order to ensure sufficient cash is maintained to discharge the Group's liabilities. The Group's management monitors liquidity requirements to ensure it has sufficient cash and cash equivalents to meet operational needs while maintaining sufficient cash cover to meet the cash outflows to settle the obligations of loans and borrowings to be able to maintain financial terms, guarantees and covenants at all times.

The Group limits liquidity risk by maintaining sufficient bank facilities and reserves, by monitoring cash forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. Balances due to suppliers are normally settled with an average of 120 days from the date of purchase.

MIDDLE EAST GLASS MANUFACTURING COMPANY (S.A.E.)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2023

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

10. Liquidity risk (continued)

The table below summarises the maturities of the Group's undiscounted financial liabilities at 31 March 2023 and 31 December 2022, based on contractual payment dates and current market interest rates.

	Less than 6 month	Between 6 month & 1 year	Between 1 & 2 years	Between 2 & 5 years
31 March 2023				
Trade and other payables *	911,062,345			
Short term credit facilities	510,639,446			
Loans and borrowings	257,536,298	257,500,000	515,000,000	1,545,118,295
Future interest payment	240,869,762	101,864,342	165,532,421	191,020,795
<b>Total</b>	<b>1,920,107,851</b>	<b>359,364,342</b>	<b>680,532,421</b>	<b>1,736,139,090</b>
31 December 2022				
Trade and other payables *	808,375,938	-	-	-
Short term credit facilities	338,709,532	-	-	-
Loans and borrowings	206,195,728	206,166,667	412,333,334	1,237,094,710
Future interest payment	148,083,707	92,334,187	199,213,834	150,216,159
<b>Total</b>	<b>1,501,364,905</b>	<b>298,500,854</b>	<b>611,547,168</b>	<b>1,387,310,869</b>

\* Trade and other payables presented above excludes contract liabilities, social insurance authority and tax liabilities.

11. Financial instruments by category

The Company's financial instruments are represented in cash and cash equivalents, trade receivables, debtors, investments, trade payables, notes payables, creditors, loans and credit facilities. The book value of these financial instruments does not differ significantly from fair value at the financial position date.