

**EFSA's BOD Decision  
No. (45) Of 2011  
Dated 15/6/2011**

**Regarding the Regulations set to calculate the Maximum ratio of Obligations to the  
Rights of Ownership for Financial Leasing Companies**

**EFSA's chairman**

After reviewing Financial Leasing Law promulgated by law no. 95 of 1995 and its Executive Regulation, and Law no. 10 of 2009 for Regulating Non-Banking Financial Markets and Instruments, and EFSA's statute issued by the Presidential Decree no. 192 of 2009 and Decision no. 2864 of 2003 issued by the Chairman of the General Authority for Investment and Free Zones, and BOD decision no. 1 of 2011 regarding the regulations set to calculate the maximum ratio of obligations to the rights of ownership for financial leasing companies, EFSA's BOD approval in its sixth session dated 15/6/2011,

Decided

**Article (1)**

Article (1) of decision no. 1 of 2011 shall be amended to be as follows:

“Financial leasing company shall finance its operations through signing a tripartite lending agreement with the bank and financial lessee. In accordance to this agreement the bank shall lend the company to finance the financial lessee.

The company should only play the role of collecting the fees from the lessee and play only the role of a safeguard agent instead of the bank. Therefore the lessee shall be committed to the bank without the right to return to the company.”

**Article (2):** The decision shall be published in the Egyptian Gazette and shall be applicable from the day following its publication.

**Dr. / Ashraf ElSharkawy  
Board Chairman**