

Translation
Originally issued in Arabic

Housing & development Bank
(Egyptian Joint Stock company)
Consolidated Financial Statements
For the three months ended March 31, 2017
And limited review Report of consolidated financial statements

Translation
Originally issued in Arabic

BT Wahid Abdel Ghaffar & CO. E&Y Allied for Accounting & Auditing Accountability State Authority
Public Accountants & Consultants Public Accountants & Consultants

Report on limited review of consolidated interim financial statements
To The Boards of Directors of
Housing & Development Bank (Egyptian Joint Stock Company)

Introduction

We have performed a limited review of the accompanying consolidated balance sheet of Housing and Development Bank (Egyptian Joint Stock Company) as of March 31, 2017 and the related consolidated statements of income, cash flows and changes in shareholder's equity for the three months period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these consolidated interim financial statements in accordance with rules of preparation and presentation of the bank's financial statements and basis of recondition and measurement issued by the Central Bank of Egypt on December 16, 2008 and with the requirements of applicable Egyptians laws and regulations. Our responsibility is to express a conclusion on these consolidated interim financial statements based on our limited review.

Scope of limited review

We conducted our limited review in accordance with the Egyptian Standard on Review Engagements (2410) "Limited Review of Interim Financial Statements Performed by the independent Auditor of the Entity". A limited review of consolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters in the bank, 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 consolidated interim financial statements.

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial statements do not present fairly, in all material respects, the consolidated financial position of the bank as at March 31, 2017 and of its financial performance and its cash flows for the three months period then ended in accordance with rules of preparation and presentation of the bank's financial statements and basis of recondition and measurement issued by the Central Bank of Egypt on December 16, 2008 and with the requirements of applicable Egyptians laws and regulations.

Cairo: May 29, 2017

Tarek Salah



BT Wahid Abdel Ghaffar & CO.

Public Accountants & Consultants

BAKER TILLY

WAHID ABDEL GHAFFAR & CO.
PUBLIC ACCOUNTANTS & CONSULTANTS

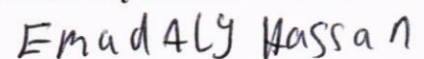
Sherif ElKelany



E&Y Allied for Accounting & Auditing

Public Accountants & Consultants

Emad Aly Hassan Abo Ghazala



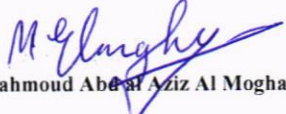
Accountability State Authority

Member in Egyptian society of
Accountants & Auditors

Housing & Development Bank
(Egyptian Joint Stock Company)
Consolidated Statement Of Financial Position
As of March 31, 2017

	<u>Note</u>	<u>31/03/2017</u>	<u>31/12/2016</u>
	<u>NO.</u>	<u>EGP</u>	<u>EGP</u>
Assets			
Cash and balances with central Bank	16	1 589 770 161	2 162 978 341
Due from banks	17	3 433 517 164	3 471 060 892
Treasury bills	18	8 456 533 704	9 032 922 171
Trading financial assets	19	1 917 698 351	2 408 647 887
Loans and facilities to customers	20	10 007 764 932	9 313 556 225
Financial Investments			
Available for sale	21	54 939 234	54 939 234
Held to maturity	21	2 526 829 074	2 430 414 227
Investment in Associated companies	22	1 284 146 330	1 131 849 851
Housing projects	23	1 912 885 909	1 984 313 608
Real Estate investments	24	123 583 779	125 288 463
Intangible assets	25	48 310 886	53 669 168
Other assets	26	1 458 486 257	1 548 850 875
Fixed assets	27	379 223 357	332 231 976
Total Assets		33 193 689 138	34 050 722 918
Liabilities and Equity			
Liabilities			
Due to banks	28	3 019 896 304	670 975 779
Customers' deposits	29	14 392 835 272	13 448 090 739
Other loans	30	3 029 447 313	2 807 537 352
Dividends payable		266 403 300	305 426
Other liabilities	31	8 299 775 889	13 184 851 168
Provisions	32	237 846 207	213 649 701
Current income tax obligations		183 213 163	149 506 983
Deffered tax liabilities	33	2 175 547	2 518 341
Retirement benefit obligations	34	31 161 582	31 691 371
Total Liabilities		29 462 754 577	30 509 126 860
Equity			
Paid in capital	35	1 265 000 000	1 265 000 000
Reserves	36	1 197 484 463	897 000 164
Retained earnings (including net profit of the period / year)		1 200 534 047	1 313 775 376
Total Equity		3 663 018 510	3 475 775 540
Non Controlling Interests		67 916 051	65 820 518
Total Liabilities, Equity and Non Controlling Interests		33 193 689 138	34 050 722 918

The accompanying notes are integral part of these consolidated interim financial statements and to be read there with.
Limited Review Report "attached".


Mahmoud Abdel Aziz Al Moghayer

Chairman of the Financial
Affairs Sector


Fathy El Sebai Mansour

Chairman & Managing Director