

Translation
Originally issued in Arabic

Housing & development Bank
(Egyptian Joint Stock company)
Separate Financial Statements
For the six months ended June 30, 2017
And limited review Report on thereon

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 separate 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 separate balance sheet of Housing and Development Bank (Egyptian Joint Stock Company) as of June 30, 2017 and the related separate statements of income, cash flows and changes in shareholders' equity for the six 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 separate 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 separate interim financial statements based on our limited review.

Scope of limited review

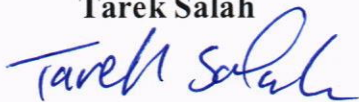
We conducted our limited review in accordance with the Egyptian Standard on Review Engagements (2410) "Limited Review of Interim Financial Statements Performed by the independent Auditor of the Entity". A limited review of separate interim financial statements consists of making inquiries, primarily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

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying separate interim financial statements do not present fairly, in all material respects, the separate financial position of the Bank as at June 30, 2017 and of its financial performance and its cash flows for the six 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.

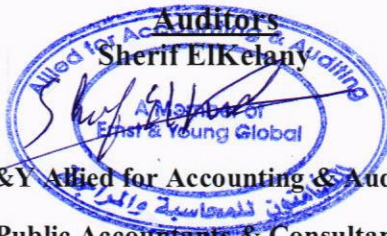

Cairo: August 14, 2017

Tarek Salah



BT Wahid Abdel Ghaffar & CO.

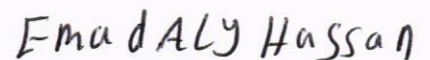
Public Accountants & Consultants



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)
Separate Statement Of Financial Position
As of June 30, 2017

	<u>Note</u> <u>No.</u>	<u>30/06/2017</u> <u>EGP</u>	<u>31/12/2016</u> <u>EGP</u>
Assets			
Cash and balances with central Bank	(16)	1 949 769 348	2 162 837 265
Due from banks	(17)	4 347 701 589	3 357 982 675
Treasury bills	(18)	6 627 353 686	8 726 807 084
Trading financial assets	(19)	1 915 650 248	2 397 149 864
Loans and facilities to customers	(20)	10 561 085 003	9 313 556 225
Financial Investments			
Available for sale	(21)	41 928 342	41 928 342
Held to maturity	(21)	2 445 659 212	2 420 414 227
Investment in Associated & Subsidiaries companies	(22)	1 282 311 658	1 275 911 658
Housing projects	(23)	963 415 455	1 007 769 191
Real Estate investments	(24)	117 201 266	119 785 463
Intangible assets	(25)	49 152 147	53 669 168
Other assets	(26)	929 399 416	779 930 518
Fixed assets	(27)	381 049 034	327 680 365
Total Assets		31 611 676 404	31 985 422 045
Liabilities and Equity			
Liabilities			
Due to banks	(28)	1 604 086 931	670 975 779
Customers' deposits	(29)	17 549 673 048	13 642 295 151
Other loans	(30)	3 381 121 789	2 807 537 352
Dividends payable		206 397	305 426
Other liabilities	(31)	5 744 672 921	11 721 332 860
Provisions	(32)	174 789 148	165 199 427
Current income tax obligation		37 910 836	103 739 350
Deffered tax obligation	(33)	2 400 373	2 352 620
Retirement benefit obligations	(34)	30 486 846	31 691 371
Total Liabilities		28 525 348 289	29 145 429 336
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)	(36)	623 843 652	677 992 545
Total Equity		3 086 328 115	2 839 992 709
Total Liabilities and Equity		31 611 676 404	31 985 422 045

The accompanying notes from (1) to (43) form an integral part of these financial statements and to be read there with.


Mohamoud Abdel Aziz El Mognayer
Chairman of the financial affairs sector


Fathy El Sebai Mansour
Chairman & Managing Director

limited review report of a separate financial statements "attached"