

**HOUSING AND DEVELOPMENT BANK
SEPARATE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30 SEPTEMBER 2017**

Accountability State Authority

Allied for Accounting & Auditing EY

Baker Tilly

Report on Limited Review of Separate Interim Financial Statements

To The Board of Directors of Housing and Development- Egypt (S.A.E)

Introduction

We have performed a limited review for the accompanying separate interim financial statements of Housing and Development Bank - Egypt (S.A.E) as of 30 September, 2017 which comprise of the separate statement of financial position as of 30 September, 2017 and the related separate statements of income, changes in equity and cash flows for the Nine-month 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 and basis of recognition and measurement in accordance with the Central Bank of Egypt's rules issued on 16 December , 2008, its explanatory instructions and the prevailing Egyptian laws. 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 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 separate interim financial statements.

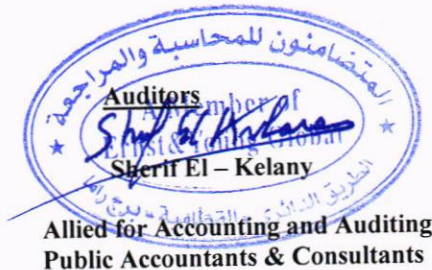
Conclusion

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 of 30 September, 2017, and its separate financial performance and its separate cash flows for the Nine-month period then ended, in accordance with the basis of recognition and measurement issued by the Central Bank of Egypt's rules issued on 16 December, 2008, its explanatory instructions and the prevailing Egyptian laws.

14 November 2017
Cairo


BAKER TILLY
WAHID ABDEL GHAFFAR & CO.
PUBLIC ACCOUNTANTS & CONSULTANTS
Tarek Salah

Baker Tilly
Public Accountants & Consultants


Auditors
Sherif El-Kelany
Member of
Chartered Accountants of Egypt
Sherif El - Kelany
Allied for Accounting and Auditing
Public Accountants & Consultants

Emad Ali Hassan Abu Ghazala
Emad ALY Hassan
Accountability State Authority

HOUSING AND DEVELOPMENT BANK
SEPARATE FINANCIAL POSITION
FOR THE PERIOD ENDED 30 SEPTEMBER 2017

	Note No.	30 September 2017 EGP	31 December 2016 EGP
ASSETS			
Cash and balances with central bank of egypt	(16)	4,819,980,964	2,162,837,265
Due from banks	(17)	14,061,986,336	3,357,982,675
Treasury bills	(18)	12,549,744,615	8,726,807,084
Financial investment held for trading	(19)	1,445,598,292	2,397,149,864
Loans and advances to customers	(20)	11,244,006,811	9,313,556,225
Financial investments			
- Available for sale	(21)	41,928,342	41,928,342
- Held to maturity	(21)	2,309,776,337	2,420,414,227
Financial investments in subsidiaries	(22)	1,347,428,001	1,275,911,658
Housing projects	(23)	949,457,762	1,007,769,191
Real estate investments	(24)	114,897,586	119,785,463
Intangible assets	(25)	46,655,668	53,669,168
Other assets	(26)	974,686,510	779,930,518
Fixed assets	(27)	397,196,159	327,680,365
TOTAL ASSETS		50,303,343,383	31,985,422,045
LIABILITIES AND EQUITY			
LIABILITIES			
Due to banks	(28)	271,261,070	670,975,779
Customers' deposits	(29)	22,549,343,287	13,642,295,151
Other loans	(30)	3,766,971,605	2,807,537,352
Dividends payable		206,397	305,426
Other Liabilities	(31)	19,994,824,423	11,721,332,860
Provisions	(32)	277,218,351	165,199,427
Current Income tax obligations		36,015,862	103,739,350
Deferred tax	(33)	2,970,002	2,352,620
Retirement benefit obligations	(34)	29,920,370	31,691,371
TOTAL LIABILITIES		46,928,731,367	29,145,429,336
EQUITY			
Issued and paid-up-capital	(35)	1,265,000,000	1,265,000,000
Reserves	(36)	1,197,484,463	897,000,164
Retained earnings	(36)	912,127,553	677,992,545
TOTAL SHAREHOLDERS'EQUITY		3,374,612,016	2,839,992,709
TOTAL LIABILITIES AND SHAREHOLDERS'EQUITY		50,303,343,383	31,985,422,045


Mahmoud Abd-Elaziz El-Mogher
Chief Financial Officer


Fathy El-Sebai Mansour
Chairman & Managing Director

- The accompanying notes, from (1) to (43) form an integral part of the separate financial statements and to be read therewith.
- Audit report attached