

Translation  
Originally issued in Arabic

**Housing & development Bank**  
**(Egyptian Joint Stock company)**  
**Separate Financial Statements**  
**For the three months ended March 31, 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 March 31, 2017 and the related separate statements of income, cash flows and changes in shareholders' 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 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**

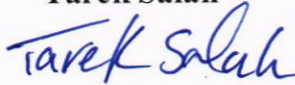
We conducted our limited review in accordance with the Egyptian Standard on Review Engagements (2410) "Limited Review of Interim Financial Statements Performed by the independent Auditor of the Entity". A limited review of separate interim financial statements consists of making inquiries, primarily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

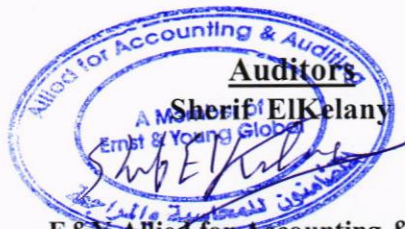
Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying separate interim financial statements do not present fairly, in all material respects, the separate financial position of the Bank as at March 31, 2017 and of its financial performance and its 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 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




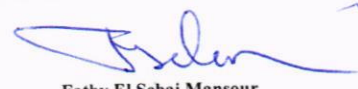
**BAKER TILLY**  
WAHID ABDEL GHAFFAR & CO.  
PUBLIC ACCOUNTANTS & CONSULTANTS

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

	<u>Note</u> <u>No.</u>	<u>31/03/2017</u> <u>EGP</u>	<u>31/12/2016</u> <u>EGP</u>
<b><u>Assets</u></b>			
Cash and balances with central Bank	(16)	1 589 629 455	2 162 837 265
Due from banks	(17)	3 322 264 616	3 357 982 675
Treasury bills	(18)	8 137 030 184	8 726 807 084
Trading financial assets	(19)	1 904 873 024	2 397 149 864
Loans and facilities to customers	(20)	10 007 764 932	9 313 556 225
<b><u>Financial Investments</u></b>			
Available for sale	(21)	41 928 342	41 928 342
Held to maturity	(21)	2 516 829 074	2 420 414 227
Investment in Associated & Subsidiaries companies	(22)	1 275 911 658	1 275 911 658
Housing projects	(23)	970 468 145	1 007 769 191
Real Estate investments	(24)	118 145 779	119 785 463
Intangible assets	(25)	48 310 886	53 669 168
Other assets	(26)	639 594 668	779 930 518
Fixed assets	(27)	373 613 274	327 680 365
<b>Total Assets</b>		<b><u>30 946 364 037</u></b>	<b><u>31 985 422 045</u></b>
<b><u>Liabilities and Equity</u></b>			
<b><u>Liabilities</u></b>			
Due to banks	(28)	3 019 896 304	670 975 779
Customers' deposits	(29)	14 590 806 079	13 642 295 151
Other loans	(30)	3 029 447 313	2 807 537 352
Dividends payable		266 403 300	305 426
Other liabilities	(31)	6 870 134 017	11 721 332 860
Provisions	(32)	172 687 532	165 199 427
Current income tax obligation		127 480 684	103 739 350
Deffered tax obligation	(33)	1 949 812	2 352 620
Retirement benefit obligations	(34)	31 161 582	31 691 371
<b>Total Liabilities</b>		<b><u>28 109 966 623</u></b>	<b><u>29 145 429 336</u></b>
<b><u>Equity</u></b>			
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)	373 912 951	677 992 545
<b>Total Equity</b>		<b><u>2 836 397 414</u></b>	<b><u>2 839 992 709</u></b>
<b>Total Liabilities and Equity</b>		<b><u>30 946 364 037</u></b>	<b><u>31 985 422 045</u></b>

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 Moghayer  
Chairman of the financial affairs sector

  
Fathy El Sebai Mansour  
Chairman & Managing Director

limited review report of a separate financial statements "attached"