

Press Release

Orascom Development Egypt (ODE) is pleased to announce that the Ordinary General Assembly Meeting (OGM) held on June 24th, 2018; has approved all the proposal put forth by the company which include the following:

- **The sale of ODE’s stake in Tamweel Group, from a total equity valuation of EGP 360.0 million to a consortium of investors.**
- **The sale of a 7,955 sqm land plot in El Gouna to “Business Park One Company’ for a total value of USD 1.0 million (USD 130.0 per sqm) to build the first phase of the destination’s business park.**

Cairo, June 25th, 2018 – The OGM, held on June 24th, 2018; has approved the sale of ODE’s stake in Tamweel Group from a total equity valuation of EGP 360.0 million to a consortium of investors, a higher value than the one issued by the Independent valuator which stood at EGP 352.0 million.

ODE will only be selling its stake in Tamweel Group, which will result in total cash proceeds of EGP 305.4 million. This sale will enable ODE to deconsolidate the related debt of Tamweel Group, which stood at EGP 1.1 billion as of 31.3.2018.

In addition, the OGM has approved the sale of 7,955 sqm land plot in El Gouna to “Business Park One Company” for a total value of USD 1,034,221 (USD 130.0 per sqm). Business Park One Company will construct the first office building in El Gouna and lease it to a German based company. The company will move their business process outsourced from Bavaria, Germany to El Gouna, Egypt with more than 400 employees of different nationalities.

The execution of the above agreement will be another successful initiative under the Group’s strategy towards making El Gouna an all year-round destination through the establishment of its first business park after G-Space. This park will position El Gouna as a regional business hub encouraging more local and international companies to consider having their headquarters in El Gouna.

About Orascom Development Egypt (ODE):

Orascom Development Egypt (ODE) is the largest subsidiary of Orascom Development Holding (ODH). ODE is an integrated developer of resort towns in Egypt, with a vertically-integrated business model involving the development of residential units, hotels, and recreational facilities such as golf courses, town centers, and marinas, in addition to supporting infrastructure, such as hospitals, schools, and utilities. ODE currently owns a land bank of 49.1 million square meter and 24 hotels with a total of 4,923 rooms within four operating destinations. El Gouna, on the Egyptian Red Sea Coast in Hurghada, Taba Heights, on the Sinai Peninsula, Makadi in Hurghada and Byoum in Fayoum.

Contact for Investors:

Sara El Gawahergy

Head of Investor Relations

Tel: +202 246 18961

Tel: +41 418 74 17 11

Email: ir@orascomdh.com

Disclaimer & Cautionary Statement

The information contained in this e-mail, its attachment and in any link to our website indicated herein is not for use within any country or jurisdiction or by any persons where such use would constitute a violation of law. If this applies to you, you are not authorized to access or use any such information. Certain statements in this e-mail and the attached news release may be forward-looking statements, including, but not limited to, statements that are predicated on or indicate future events, trends, plans or objectives. Forward-looking statements include statements regarding our targeted profit improvement, return on equity targets, expense reductions, pricing conditions, dividend policy and underwriting claims improvements. Undue reliance should not be placed on such statements because, by their nature, they are subject to known and unknown risks and uncertainties and can be affected by other factors that could cause actual results and Orascom Development Egypt's plans and objectives to differ materially from those expressed or implied in the forward-looking statements (or from past results). Factors such as (i) general economic conditions and competitive factors, particularly in our key markets; (ii) performance of financial markets; (iii) levels of interest rates and currency exchange rates; and (vii) changes in laws and regulations and in the policies of regulators may have a direct bearing on Orascom Development Egypt's results of operations and on whether Orascom Development Egypt will achieve its targets. Orascom Development Egypt undertakes no obligation to publicly update or revise any of these forward-looking statements, whether to reflect new information, future events or circumstances or otherwise. It should further be noted, that past performance is not a guide to future performance. Please also note that interim results are not necessarily indicative of the full-year results. Persons requiring advice should consult an independent adviser.