



Press Release

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Palm Hills Developments successfully raises EGP966 million in the Second Subscription Round, implying 17.3 times oversubscription

Cairo/London, June 4, 2015: Palm Hills Developments ("PHD" or "the Company"), the leading real estate developer in Egypt, announces the successful completion of the 3-days Second Subscription Round for the unsubscribed portion of the EGP1.648 billion Rights Issue of 824 million new ordinary shares ("New Shares"). The unsubscribed portion stood at 27,914,890 shares, with a total value of EGP 56 million, representing 3.39% from the total offering, which was 17.3 times oversubscribed with a net subscription value of EGP966 million excluding issuance fees of EGP17 million.

The Company is expected to call for a Board of Directors ("BoD") meeting soon to discuss and approve all regulatory steps required to list the New Shares on the EGX.

Tarek Abdelrahman, PHD's Co-CEO commented: "The multiple oversubscription of this Rights Issue is a strong evidence of the sustained trust and commitment from our shareholders and the strong interest from new investors. The Rights Issue will further strengthen our financial position and strategic outlook and pave the way for future growth".

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About Palm Hills Developments

Palm Hills Developments, a leading real estate developer in Egypt, is a joint stock company established in 1997. Palm Hills develops new urban communities and enjoys a land bank of more than 23 million square meters as well as investments in Egypt and Saudi Arabia. Palm Hills' strategy has enabled it to successfully shift from a single project company to become one of the most important and largest real estate developers in the Egyptian market, with 18 projects extending across the country. PHD is traded on the Egyptian Stock Exchange under the symbol (PHDC.CA), and on the London Stock Exchange, its GDRs are traded under the symbol (PHDC.LI). For more information visit: www.palmhillsdevelopments.com/

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