## PALM HILLS DEVELOPMENTS

## **Press Release**

Palm Hills Developments' General Assembly Unanimously Approves Increasing The Company's Issued Capital By EGP 1.648 Billion. Public Subscription Notice To Be Published As Soon As Possible Post Finalizing Official Procedures

**Palm Hills:** Such Increase To Be Well-Used To Finance Expansion Plans In Both Housing, Commercial Sectors

Cairo/London, February 9, 2015: During its meeting yesterday, Palm Hills Development's extraordinary general assembly approved increasing the company's issued capital from EGP Two billion & Six hundred & Ninety Six million & Six hundred & Forty thousand Egyptian Pounds, to Four billion & Three hundred & Forty Four million & Six hundred & Forty thousand Egyptian Pounds, with a total increase of One billions & Six hundred & Forty Eight million Egyptian Pounds, through issuing 824 million shares, and inviting original shareholders to subscribe to a rights issue at the nominal value of the share amounting to EGP 2, in addition to the issuance expenses of (3.5 piasters).

Tarek Abdel Rahman, Co-CEO of Palm Hills Developments, stated, "We are seeking to increase the company's capital to finance the expansion plans in both residential and commercial sectors, which allows reaping distinctive returns to the shareholders, by developing new projects or diversifying and increasing the company's current commercial land portfolio which now exceeds 300 thousand square meters."

Abdel Rahman added, "Palm Hills is always striving to achieve exceptional results and expand its projects while maintaining the quality standards that set it apart in the Egyptian real estate market. It confirms its commitment to moving forward, while keeping its Building On brand promise in the real estate sector by developing fully integrated urban communities, as well as increasing investments to provide nearly 200,000 job opportunities for young Egyptians during the next 5 years."

Palm Hills Development is working on finalizing all governmental and regulatory requirements and procedures with the Egyptian and International Authorities, to enable publishing the Public Subscription Notice and continue on the capital increase procedures as soon as possible, and we expect remarkable appetite from original shareholders along with Local, Arab and Foreign investors on the issuance, given the expected distinctive returns on offered investments.

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