



Press Release

Palm Hills Developments' wholly owned subsidiary ink EGP750 million syndicated medium term loan agreement for Hacienda Bay

Cairo/London, July 16, 2015: Palm Hills Developments ("PHD" or "the Company"), the leading real estate developer in Egypt, is pleased to announce that Palm Hills Middle East for Real Estate Investments ("the Subsidiary"), 99.9% owned by PHD, the Subsidiary owning Hacienda Bay, the Company's flagship destination in the North Coast, signed a syndicated medium term loan agreement ("the Loan") for EGP750 million with Banque Misr, the National Bank of Egypt, and Arab African International Bank. The Company's Board of Directors agreed to act as guarantor of the Loan granted by the syndicate to the Subsidiary.

The Loan will be partially directed towards refinancing an existing revolving credit facility previously granted by Banque Misr to the Subsidiary by a maximum of EGP330 million. The balance will be utilized in accelerating the pace of development in Hacienda Bay, and reducing the project's completion timeline by approximately two years, to be the fourth quarter of 2017 instead of 2019.

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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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