

# Section 7

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## FINANCIAL SECTOR & INVESTMENT

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**Table (31): Capital Market Main Indicators<sup>1/</sup>**

	Jun-11 <sup>1/</sup>	Jun-12	Jun-13	Jun-14	Jun-15	May-16	Jun-16	Jul-16	Aug-16
<b>EGX-30 Index (Previously CASE-30)<sup>2/</sup></b>	5373	4709	4752	8,162	8,372	7,484	6,943	7,983	8,158
Monthly Return (%)	-2.7	0.5	-12.6	-1.0	-4.7	-3.7	-7.2	15.0	2.2
Market Volatility <sup>3/</sup>	1.2	2.6	1.9	1.8	0.7	1.3	1.6	1.8	0.9
<b>Market Capitalization<sup>4/</sup> (LE Billion)</b>	400	340	322	478	485	402	383	414	413
In % of GDP <sup>5/</sup>	29.2	20.5	17.5	22.7	20.0	14.5	13.8	12.8	12.7
Number of Companies	211	212	210	214	221	222	222	221	222
<b>Traded Shares and Securities</b>									
Value (In LE millions) <sup>1/</sup>	20,515	11,838	10,836	41,863	11,755	26,588	13,900	13,788	20,847
Monthly Change (%)	12.8	-64.3	8.5	46.5	-35.7	32.1	-47.7	-0.8	51.2
Annual Change (%)	-55.9	-42.3	-8.5	286.3	-72.0	45.0	18.0	-25.0	3.0
<b>Listed Bonds (LE Million)</b>	224,837	285,311	328,030	446,907	602,401	746,097	756,722	761,315	--
Government <sup>6/</sup> , of which:	206,891	270,685	315,090	436,367	592,787	735,321	7,450,700	750,170	--
Bonds of the primary dealers	206,767	270,567	314,978	436,260	592,690	735,255	745,005	750,105	--
Companies	6,718	4,285	3,474	2,445	1,500	2,458	2,458	2,458	--
Securitization <sup>7/</sup>	6,228	5,341	4,466	3,095	3,114	3,318	4,194	3,687	--
<b>Net Foreigners Purchases</b>									
Value (In US\$ millions)	-166	-62	60	351	17	82	47	-33	-52
Volume (In thousand shares)	-59,994	-166,930	83,149	559,109	-20,239	200,124	-218	-66	-43
In % of Overall Trade	20	19	32	20	25	17	19	20	24
<b>Other Indicators</b>									
Price / Earning Ratio <sup>8/ 9/</sup>	13.0	10.9	11.0	15.4	22.3	10.0	9.6	10.4	17.4
Dividend Yield (%) <sup>9/10/</sup>	7.5	8.4	8.5	6.1	7.2	8.7	8.8	8.2	11.1
Turnover Ratio (%)	3.7	1.5	1.5	3.8	1.7	3.1	2.3	2.6	3.7

Source: The Egyptian Stock Exchange, the Capital Market Authority and the Central Bank of Egypt.

-- Data unavailable.

1/ It is worth noting that the Egyptian Exchange was closed from 28/1/2011 to 22/3/2011 due to the uprisings in Egypt.

2/ The biggest 30 companies in terms of liquidity and value. Index = 1000 on 1/1/1998.

3/ Calculated as standard deviation of daily returns during the period.

4/ Calculated by multiplying outstanding number of shares by their prevailing market prices.

5/ The Ministry of Planning Monitoring and Administrative Reform has revised the time series of GDP starting FY11/12 until FY13/14 in accordance with FY12/13 economic census that enhanced comprehensiveness and improved estimates for informal sector activity. It is also worthy to note that GDP estimates for FY14/15 have been revised to LE 2429.8 billion in light of these recent developments. Noteworthy, quarterly ratios are calculated based on full year GDP figures. GDP estimates for FY15/16 have been revised recently to reach LE 2771.3 billion compared to a previous estimate of LE 2833.4 billion in light of recent developments in macroeconomic indicators during July-December FY15/16.

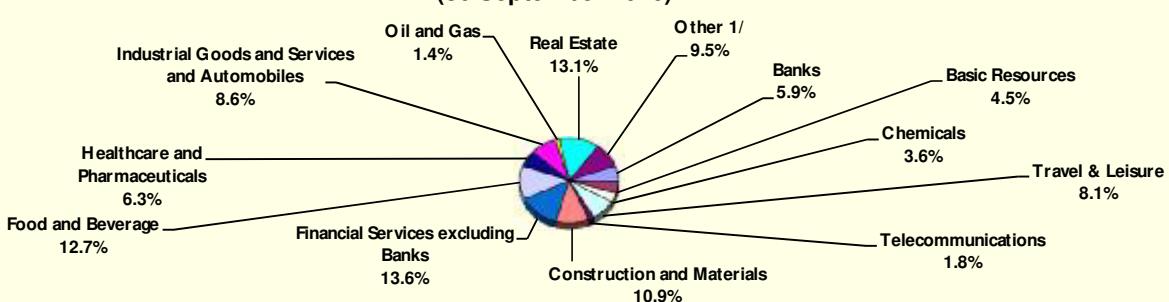
6/ Including Treasury bonds (encompassing primary dealers), housing bonds and development bonds.

7/ Securitization bonds were listed on the Egyptian Exchange as of September 2006.

8/ Price / earning ratio, also known as the " Multiple", is calculated by dividing the market price of each stock by its annual earnings.

9/ Calculated for the most active 50 companies.

10/ Annual dividends / current stock price.

**Fig ( 21 ): Listed Companies by Sector  
(30 September 2016)**

Source: The Egyptian Stock Exchange Monthly Bulletin.

1/ Includes Electrical Equipment and Engineering, Media, Trade, Information Technology, Agriculture and Fishing, Paper, Packaging and Plastics, Mills and Storage, Miscellaneous Services, Retailers and Consumer Household Goods.

**Table (32): Recent Acquisitions in the Egyptian Market**  
**( August 2009 - July 2016 )**

Date	Acquirer	Security	Value (LE Million)	Percent Acquired (%)
Jul-16	TVM Healthcare Acquisition III Limited	AMECO Medical Industries	23.8	36.9
Apr-16	Pioneers Holding Company for Financial Investment	Universal for Paper and Packaging Materials (Unipack)	26.4	44.0
Feb-16	Bavaguthu Raghuram Shetty	Alexandria New Medical Center	1.7	1.3
Dec-15	Omega Real Estate Development	Marseilia Real Estate Investments	36.0	20.0
Dec-15	O CI N V	Orascom Construction Industries	52.2	30.0
Dec-15	Pioneers Holding	Cairo Investment & Real Estate Development	233.4	45.7
Nov-15	ACT Financial	Beltone Financial Holding	82.4	13.0
Nov-15	Orascom Telecom Media & Technology Holding	Beltone Financial Holding	551.6	87.0
Apr-15	TRIQ UERA B.V.	Minapharm Pharmaceutical S.A.E.	128.2	46.0
Mar-15	Pioneers Holding	Arab Dairy	255.7	60.2
Mar-15	MT TELECOM	Egyptian Company for Mobile Services (Mobinil)	1403.5	98.9
Feb-15	O CI MENA B.V.	Orascom Construction Industries	12480.9	23.4
Jan-15	Kellogg Company	Egyptian Company for Foods - Bisco Misr	888.0	86.0
Dec-14	TV M Healthcare Acquisitions LTD 3	AMECO Medical Industries	32.5	57.8
Sep-14	MTM Packaging 2	Middle East Glass Manufacturing (MEGM)	153.9	19.4
Jul-14	Crede Healthcare LTD	Cairo Medical Center	106.8	52.0
Apr-14	Social Impact Capital LTD	Cairo Investment & Real Estate Development	111.0	50.0
Feb-14	El Arafa Textiles Investments	Golden Textiles & Clothes Wool	30.7	43.9
Jul-13	O CI N V	Orascom Construction Industries	11488.1	21.5
Mar-13	Qatar National Bank	National Societe Generale Bank (NSGB)	16649.7	97.0
Dec-12	El Rateem for Development and Housing	Ruber Plastics	48.2	61.8
Jul-12	Olympic Group Financial Investments	Delta Industrial Co. - IDEAL	104.6	6.5
May-12	MT Telecom SCRL	Egyptian Company for Mobile Services (Mobinil)	19019.0	93.9
Jan-12	Electrolux Counteracting Akitebolag	Olympic Group Financial Investments	37.7	1.5
Dec-11	Rawasy for Real Estate Investment	Namaa for Development and Real Estate Investment Co.	216.9	32.6
Dec-11	Kafela for Trade and Distribution	B-Tech	21.4	9.2
Dec-11	Orascom for Telecommunication, Media	Mobinil	866.0	20.0
Nov-11	Rawasy for Real Estate Investment	Namaa for Development and Real Estate Investment Co.	445.0	66.9
Nov-11	Kafela for Trade and Distribution	B-Tech	203.8	87.8
Sep-11	Electrolux Counteracting Akitebolag	Olympic Group Financial Investments	2398.4	98.3
Jan-11	Group of Investors	Pyramids Capital Securities Brokerage	2.0	10.0
Jan-11	Group of Investors	Beltone Financial Holding	64.8	89.2
Dec-10	National Development Bank	El Kahera El Watania Investment	33.9	24.8
Aug-10	Egyptian Holding Co. for Natural Gas (EGAS)	Natural Gas & Mining Project (Egypt Gas)	674.2	80.0
Aug-10	Sharm Dreams Holding for Tourism & Hotels	Rowad Misr Tourism Investment	62.9	10.1
Jul-10	Egyptian Company for Tourism & Hotels	Tourism Urbanization	56.6	65.3
Jan-10	Ahli United Bank-Bahrain	Ahli United Bank-Egypt	984.9	44.4
Jan-10	Soliman Group Holding for Financial Investments <sup>1/</sup>	Lord Import & Export	82.5	100.0
Jan-10	Soliman Group Holding for Financial Investments <sup>1/</sup>	Lord Precision Industries	95.7	96.9
Jan-10	Soliman Group Holding for Financial Investments <sup>1/</sup>	Lord International	65.1	100.0
Dec-09	Samcrete For Engineering Investment	Samcrete Misr	4071.0	99.6
Dec-09	Beltone Partners Holding Ltd	Beltone Financial Holding	72.6	99.8
Dec-09	El Gouna Transportation	International Hotels Holdings	1944.4	99.7
Dec-09	Group of Investors	Alkan Holding	12.5	12.7
Nov-09	Lafarge Building Materials Trading Egypt	Lafarge Cement -Egypt	15466.0	53.7
Aug-09	Olympic Group Financial Investments <sup>2/</sup>	Cairo Feeding Industries	66.4	98.8

Source: The Egyptian Stock Exchange Monthly Bulletin.

1/ Value in US Dollars

2/ A swap Deal.

**Table (33): Main Privatized and - or Liquidated Companies  
(From 1993-1994 until 30 September 2016)**

Method of Privatization	Number of Companies	Percentage Sold	Sales Proceeds (LE Million)
<b>Total</b>	<b>282</b>		<b>53,644</b>
<b>Majority through Public Offering, of which:</b>	<b>38</b>		<b>6,064</b>
Helwan Portland Cement		52%	1,202
Ameriyah Cement		71%	768
Paints & Chemicals Industries Pachin		62%	692
Industrial & Engineering Projects		90%	299
<b>Minority through Public Offering, of which:</b>	<b>23</b>		<b>11,003</b>
Telecom Egypt		20%	5,122
Sidi Krir Petrochemicals		20%	1,626
Talaat Moustafa Group		4%	932
Eastern Tobacco		34%	549
<b>Liquidation</b>	<b>34</b>		--
<b>Asset Sale</b>	<b>44</b>		<b>3,437</b>
<b>Anchor Investor, of which:</b>	<b>85</b>		<b>32,208</b>
Bank of Alexandria		80%	9,274
Fertilized Egypt		46%	1,971
Suez Cement		33%	1,800
Assiut Cement		100%	1,380
<b>Employee Shareholder Association, of which:</b>	<b>33</b>		<b>932</b>
Wadi Kom Ombo for Land Reclamation		100%	70
Arab Company for Land Reclamation		100%	61
General Company for Land Reclamation		100%	60
Gharbiyah Rice Mills		90%	51
<b>Leasing</b>	<b>25</b>		--

Source: Ministry of Investment and Stock Market Exchange Bulletin.

-- Data unavailable

**Table ( 33- continued ) : Privatization Proceeds  
(1991/1992- 2009/2010)<sup>1/</sup>**

	Law 203 Sales <sup>2/</sup> Number	Law 203 Sales <sup>2/</sup> Value	Joint Venture Sales <sup>3/</sup> Number	Joint Venture Sales <sup>3/</sup> Value	Other Public Sector Sales Number	Other Public Sector Sales Value	Total Number	Total Value	(LE Million)
1991 - June 1994	11	418	-	-	-	-	11	418	
1994/1995	14	867	-	-	-	-	14	867	
1995/1996	12	977	-	-	-	-	12	977	
1996/1997	29	4595	-	-	-	-	29	4595	
1997/1998	23	2487	-	-	-	-	23	2487	
1998/1999	33	1824	-	-	-	-	33	1824	
1999/2000	39	4694	1	14	1	14	40	4708	
2000/2001	11	252	7	118	-	-	18	370	
2001/2002	7	73	3	879	-	-	10	952	
2002/2003	6	49	1	64	-	-	7	113	
2003/2004	9	428	4	115	-	-	13	543	
2004/2005	16	824	12	4819	-	-	28	5643	
2005/2006	47	1843	17	7647	1	5122	65	14612	
2006/2007	45	2774	7	1559	1	9274	53	13607	
2007/2008	20	745	16	3238	-	-	36	3983	
2008/2009	15	1130	2	83	-	-	17	1213	
2009/2010	-	-	4	50	-	-	4	50	

Source: Ministry of Investment.

1/ It is noteworthy that the classical privatization program was put on hold most of FY08/09 due to the preparation of the "Citizen Ownership Program", that has been recently postponed in light of the impact of the global financial crisis on the market.

2/ Includes sale of unused land.

3/ All joint venture figures represent value of public sector stake.

**Table ( 34 ) : Most Active 10 Companies and Sectors in Terms of Volume Traded in The Egyptian Stock Market**

The 10 Most Active Companies in Terms of Volume Traded - as of 31/10/2016					
	Company Name	Volume (Million Shares)	Value (LE Million)	Open Price (LE) *	Close Price (LE) **
1	Orascom Telecom Media and Technology Holding	667.9	370.1	0.5	0.6
2	Citadel Capital - Common Shares	455.8	329.4	0.8	0.7
3	Global Telecom Holding	383.9	1,893.5	4.2	4.8
4	Amer Group Holding	304.5	77.2	0.3	0.2
5	Porto Group	291.9	68.7	0.3	0.2
6	Palm Hills Development Company	280.0	662.8	2.4	2.3
7	Emaar Misr for Development	165.7	355.3	2.2	2.2
8	Egyptian Financial Group-Hermes Holding Company	133.7	1,888.9	12.5	15.7
9	Egyptian for Tourism Resorts	101.5	72.6	0.7	0.7
10	T M G Holding	88.0	485.2	5.4	5.7

\* Close price at the end of the previous month (LE)

\*\* Close price at the end of the month (LE)

The 10 Most Active Sectors in Terms of Volume Traded - as of 31/10/2016					
	Sector	Volume (Million Shares)	Value (LE Million)	P/E Ratio	Average Dividend Yield%
1	Telecommunications	1,076.4	2,478.5	5.0	8.6
2	Financial Services (Excluding Banks)	997.7	2,994.5	16.3	33.9
3	Real Estate	950.5	2,639.1	17.8	5.3
4	Construction and Materials	189.5	409.3	8.6	6.9
5	Travel and Leisure	126.6	190.5	7.3	10.1
6	Basic Resources	110.1	864.5	10.6	-
7	Food and Beverage	105.3	602.5	18.8	7.6
8	Personal and Household Products	102.6	600.8	10.0	7.4
9	Industrial Goods, Services and Automobiles	73.0	698.1	11.9	8.8
10	Banks	38.1	1,651.2	5.1	6.8

Source: The Egyptian Stock Exchange Monthly Bulletin.

- Data unavailable

**Table ( 35 ) : Distribution of Outstanding Treasury Bills by Holder**

						(LE Million)			
	Jun-11	Jun-12	Jun-13	Jun-14	Jun-15	Apr-16	May-16	Jun-16	Jul-16
<b>Outstanding Balance</b>	356,103	373,398	390,756	425,847	531,543	622,740	643,240	656,740	668,740
Foreign Customers	24,542	800	722	1,238	500	360	615	532	875
Companies dealing in Securities	1,034	1,212	1,412	762	552	641	1,055	501	819
Holding and Investment companies	8,966	17,876	13,890	11,444	15,643	15,950	15,338	15,663	14,908
Banks	250,102	257,119	263,898	302,380	420,845	486,744	492,665	506,810	518,665
Public banks	116,892	129,978	136,789	166,309	207,903	268,203	268,060	268,159	282,030
Private banks	110,319	105,451	110,129	117,408	185,693	183,659	189,547	201,366	199,017
Foreign banks- branches	9,304	16,597	13,641	11,159	22,658	24,779	25,430	26,777	26,160
National Investment Bank	820	100	0	0	200	3,615	3,611	3,511	3,511
Specialized banks	12,767	4,978	3,329	7,504	4,391	6,488	6,017	6,997	7,947
Foreign Exchange Bureaus	0	15	0	0	0	0	0	0	0
Insurance Companies	0	15	12,956	0	15,293	23,368	23,902	23,478	25,655
Public Sector	6,491	12,510	10,977	14,637	12,032	19,382	19,890	19,277	21,547
Private Sector <sup>1/</sup>	5,028	9,302	1,979	12,064	3,261	3,986	4,012	4,201	4,108
Mutual Funds	1,463	3,208	63,950	2,573	49,556	35,361	31,211	31,314	29,649
Insurance Funds	8,641	5,660	10,430	10,165	5,853	2,572	3,151	3,104	3,447
Housing & Construction Sector	44,484	47,193	466	59,818	536	1,119	765	816	823
Trade Sector	441	686	143	358	610	787	1,028	1,061	1,050
Manufacturing Sector	76	190	940	383	1,128	1,221	1,215	1,239	1,163
Financial Sector	268	688	125	868	199	132	133	146	258
Transportation, Electricity, Gas, and Health Sector	300	127	49	214	114	548	596	602	183
Household Sector	53	85	7,193	110	4,408	3,984	3,920	4,129	4,414
Oil & Mining Sector	3,302	12,878	2,646	5,520	4,827	8,400	8,445	8,051	8,115
Services Sector	1,898	2,405	488	3,685	1,357	4,462	3,504	3,538	2,456
Others <sup>2/</sup>	1,871	1,280	11,448	509	10,122	37,091	55,697	55,756	56,260

Source: Central Bank of Egypt.

1/ Includes private and foreign branches companies.

2/ Includes T-Bills worth LE 45 billion issued in favor of the Central Bank. Issuance was according to an agreement between the Central Bank of Egypt and the Ministry of Finance. This LE 45 billion T-bills were retired during first quarter of FY06/07.

Table ( 36 ) : Securities Held by Banks <sup>1/</sup>

(LE Million)

	Jun-11	Jun-12	Jun-13	Jun-14	Jun-15	Apr-16	May-16	Jun-16	Jul-16
<b>Total Securities</b>	<b>474,176</b>	<b>555,326</b>	<b>653,889</b>	<b>825,524</b>	<b>1,016,025</b>	<b>1,199,345</b>	<b>1,254,065</b>	<b>1,283,616</b>	<b>1,298,739</b>
In Local Currency	442,648	494,934	571,204	716,059	900,418	1,051,540	1,055,591	1,070,906	1,085,517
In Foreign Currency	31,528	60,392	82,685	109,465	115,607	147,805	198,474	212,710	213,222
<b>Government Sector</b>	<b>412,196</b>	<b>498,309</b>	<b>593,939</b>	<b>764,012</b>	<b>953,265</b>	<b>1,137,118</b>	<b>1,192,164</b>	<b>1,223,819</b>	<b>1,236,934</b>
In Local Currency (of which):	407,814	461,821	536,155	678,512	861,935	1,012,612	1,016,662	1,033,467	1,047,351
In Foreign Currency	4,382	36,488	57,784	85,500	91,330	124,506	175,502	190,352	189,583
<b>CBE Notes ( In Local Currency)</b>	-	-	-	-	-	-	-	-	-
<b>Public Business Sector</b>	<b>980</b>	<b>714</b>	<b>505</b>	<b>527</b>	<b>383</b>	<b>349</b>	<b>336</b>	<b>306</b>	<b>284</b>
In Local Currency	980	714	505	527	383	349	336	306	284
In Foreign Currency	-	-	-	-	-	-	-	-	-
<b>Private Business Sector</b>	<b>39,239</b>	<b>37,018</b>	<b>39,044</b>	<b>41,087</b>	<b>47,492</b>	<b>49,158</b>	<b>49,098</b>	<b>47,558</b>	<b>48,349</b>
In Local Currency	33,764	32,310	34,469	36,938	38,021	38,505	38,519	37,060	37,809
In Foreign Currency	5,475	4,708	4,575	4,149	9,471	10,653	10,579	10,498	10,540
<b>Foreign Sector</b>	<b>21,761</b>	<b>19,285</b>	<b>20,401</b>	<b>19,898</b>	<b>14,885</b>	<b>12,720</b>	<b>12,467</b>	<b>11,933</b>	<b>13,172</b>
In Local Currency	90	89	75	82	79	74	74	73	73
In Foreign Currency	21,671	19,196	20,326	19,816	14,806	12,646	12,393	11,860	13,099

Source: Central Bank of Egypt.

-- No Issuance during the period.

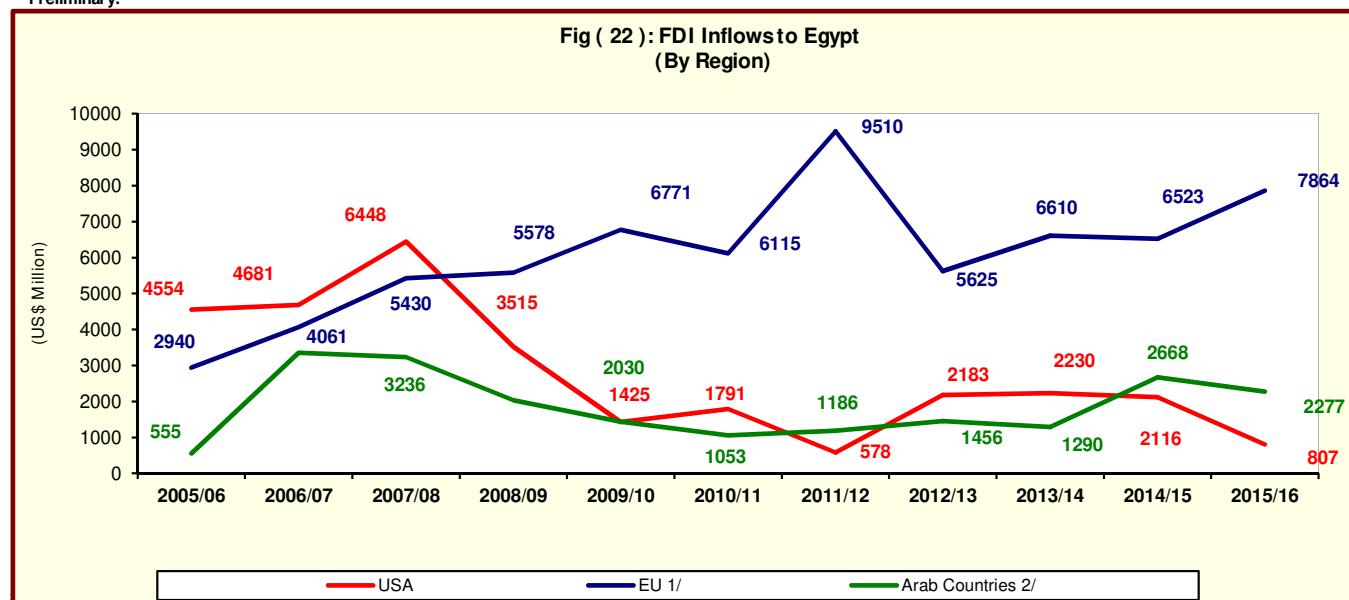
1/ Excludes securities held by the Central Bank of Egypt.

**Table ( 37 ) : Net Foreign Direct Investments By Countries**

	(US\$ Million)									
	Annual Profile					Quarterly Profile				
	2011/12	2012/13	2013/14	2014/15	2015/16	2014/2015 April-June	2015/2016* Oct-Dec	2015/2016* Jan-Mar	2015/2016* April-June	
<b>Total Net Foreign Direct Investment</b>	3982	3753	4178	6380	6838	1265	1719	2773	993	
<b>I. Inflows (Of which)</b>	<b>11768</b>	<b>10274</b>	<b>10856</b>	<b>12546</b>	<b>12434</b>	<b>2692</b>	<b>3156</b>	<b>3501</b>	<b>2876</b>	
USA	578	2183	2230	2116	807	377	238	129	207	
Germany	203	186	194	190	201	39	50	50	38	
France	316	266	347	230	249	81	103	45	52	
U.K.	5820	3997	5079	4990	5944	1197	995	1979	1603	
Spain	61	30	6	28	154	8	141	5	4	
Netherlands	409	164	192	182	246	77	19	14	9	
Saudi Arabia	240	192	284	649	313	101	95	76	82	
U.A.E	560	481	401	1383	1329	154	401	591	191	
Kuwait	64	46	130	237	133	149	57	19	28	
Bahrain	153	263	194	137	165	29	31	30	54	
Oman	13	11	13	12	12	1	2	1	1	
Switzerland	125	115	95	165	128	56	58	15	18	
Other Countries	2497	2339	1592	2229	2756	424	967	547	591	
<b>II. Outflows</b>	<b>-7786</b>	<b>-6520</b>	<b>-6678</b>	<b>-6166</b>	<b>-5596</b>	<b>-1427</b>	<b>-1438</b>	<b>-728</b>	<b>-1883</b>	

Source: Central Bank of Egypt.

\* Preliminary.



1/ Includes Austria, Belgium, Denmark, Cyprus, France, Germany, Greece, Italy, Luxembourg, Portugal, Romania, Spain, Sweden, The Netherlands and U.K.

2/ Includes Bahrain, Jordan, Kuwait, Lebanon, Libya, Oman, Qatar, Saudi Arabia, Tunisia, U.A.E. and others.