

Section 7

FINANCIAL SECTOR & INVESTMENT

Table (31) Capital Market Main Indicators-----	55
Table (32) Recent Acquisitions in the Egyptian Market-----	56
Table (33) Main Privatized and - or Liquidated Companies-----	57
Table (33- continued) Privatization Proceeds -----	57
Table (34) Performance of Emerging Markets IFCG Indices-----	58
Table (35) Distribution of Outstanding Treasury Bills by Holder-----	59
Table (36) Securities Held by Banks-----	60
Table (37) Net Foreign Direct Investments By Countries-----	61

Table (31): Capital Market Main Indicators ^{1/}

	Jun-10	Jun-11 ^{1/}	Jun-12	Jun-13	Jun-14	Jul-14	Aug-14	Sep-14	Oct-14
EGX-30 Index (Previously CASE-30) ^{2/}	6,033	5,373	4,709	4,752	8,162	8,826	9,447	9,811	9,116
Monthly Return (%)	-7.9	-2.7	0.5	-12.6	-1.0	8.1	7.0	3.9	-7.1
Market Volatility ^{3/}	1.3	1.2	2.6	1.9	1.8	0.9	0.8	0.8	1.7
Market Capitalization ^{4/} (LE Billion)	410	400	340	322	478	501	524	526	504
In % of GDP ^{5/}	34.0	29.2	21.6	18.4	23.9	21.6	22.6	22.7	21.7
Number of Companies	215	211	212	210	214	216	214	214	213
Traded Shares and Securities									
Value (In LE millions)	46,507	20,515	11,838 ^{11/}	10,836	41,863	17,264	21,641	17,925	16,835
Monthly Change (%)	60.9	12.8	-64.3	8.5	46.5	-58.8	25.4	-17.2	-6.1
Annual Change (%)	-22.9	-55.9	-42.3	-8.5	286.3	40.8	50.3	21.5	51.0
Listed Bonds (LE Million)	171,665	224,837	285,311	328,030	446,907	459,245	473,298	--	--
Government ^{6/} , of which:	159,890	206,891	270,685	315,090	436,367	449,653	463,740	--	--
Bonds of the primary dealers	159,767	206,767	270,567	314,978	436,260	449,547	463,634	--	--
Companies	5,423	6,718	4,285	3,474	2,445	1,700	1,700	--	--
Securitization ^{7/}	6,352	6,228	5,341	4,466	3,095	2,898	2,858	--	--
Net Foreigners Purchases									
Value (In US\$ millions)	43	-166	-62	60	351	158	84	56	61
Volume (In thousand shares)	93,610	-59,994	-166,930	83,149	559,109	23,122	101,212	30,145	90,551
In % of Overall Trade	22	20	19	32	20	15	13	26	22
Other Indicators									
Price / Earning Ratio ^{8/ 9/}	12.6	13.0	10.9	11.0	15.4	20.1	21.6	21.2	20.3
Dividend Yield (%) ^{9/10/}	7.5	7.5	8.4	8.5	6.1	5.9	6.7	8.6	8.7
Turnover Ratio (%)	4.5	3.7	1.5	1.5	3.8	2.0	3.1	3.0	2.4

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/ According to the Ministry of Planning, GDP (at market prices) for 2013/2014 was revised to reach LE 1997.6 billion compared to LE 1753 billion in 2012/2013. It is also worthy to note that GDP estimates for 2014/2015 have been revised to LE 2321.1 billion in light of 2013/2014 actuals.

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.

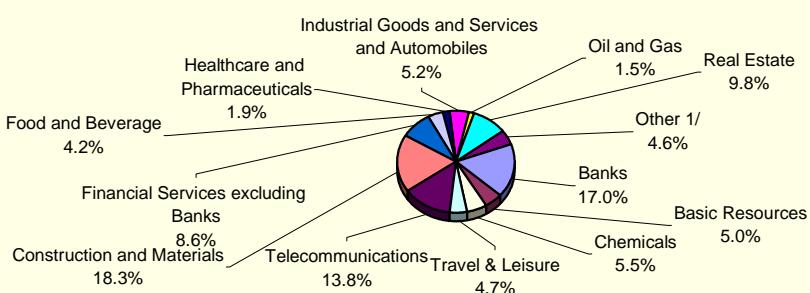
8/ Price / earning ratio, also known as the "Multiple", is calculated by dividing the market price of each stock by its annual earnings.

9/ Calculated for the most active 50 companies.

10/ Annual dividends / current stock price.

11/ The month of study has witnessed the execution of a deal on Egyptian Company for Mobile Services (Mobinil), with a total volume of LE 93.9 million shares worth LE 19 million.

**Fig (21): Market Capitalization by Sector
(31 October 2014)**



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 2008 - September 2014)

Date	Acquirer	Security	Value (LE Million)	Percent Acquired (%)
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	OCI NV	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	Trouism 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 ^{1/}	Lord Import & Export	82.5	100.0
Jan-10	Soliman Group Holding for Financial Investments ^{1/}	Lord Precision Industries	95.7	96.9
Jan-10	Soliman Group Holding for Financial Investments ^{1/}	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 ^{2/}	Cairo Feeding Industries	66.4	98.8
Jun-09	Orascom for Fertilizers Factories Maintenance ^{1/}	Egyptian Fertilizers Company	3468.8	100.0
Apr-09	Global Investment And Management Group Limited	Mansoura for Resins and Chemicals Industries Co.	29.1	69.1
Apr-09	National Development Bank	National Glass & Crystal Co.	182.5	88.3
Mar-09	International Finance Corporation (IFC)	Bank of Alexandria	1106.8	9.8
Mar-09	An Indian Investor	Alexandria Medical Services	96.7	86.4
Dec-08	Red Sea Company for Steel	Misr National Steel-Ataqa	14.8	4.0
Dec-08	Red Sea Company for Steel	Misr National Steel-Ataqa	355.8	96.0
Dec-08	Group of Investors	General Engineering & Motor Company	2.6	42.6
Oct-08	Naeem Holding	Naeem Financial Investments	9.5	38.0
Sep-08	Mac Holding for Industries	Egyptian Sponge	19.2	28.8
Sep-08	Beltone Partners Holding Ltd	Beltone Financial Holding	68.6	99.9
Sep-08	Prime Industrial Holding	National Glass & Crystal Co.	192.1	88.3
Aug-08	Abu Dhabi Financial Services Co.	El Salam Brokerage Co.	21.0	70.0

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 31 October 2014)**

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

Source: Ministry of Investment and Stock Market Exchange Bulletin.

-- Data unavailable.

Table (33- continued): Privatization Proceeds
(1991/1992- 2009/2010*)

(LE Million)

	Law 203 Sales ^{1/}		Joint Venture Sales ^{2/}		Other Public Sector Sales		Total	
	Number	Value	Number	Value	Number	Value	Number	Value
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.

* Preliminary. It is noteworthy that the classical privatization program was put on hold most of the fiscal year 2008/2009 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.

1/ Includes sale of unused land.

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

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

(Number of Traded Shares)					
The 10 Most Active Companies in Terms of Volume Traded - as of end 31 October 2014					
	Company Name	Volume	High Price (LE)	Low Price (LE)	Closing Price (LE)
Total of Most 10 Active		2,423,591,222			
1 Orascom Telecom Media and Technology Holding		994,584,200	1.17	0.98	1.17
2 Amer Group Holding		576,752,039	1.16	0.99	1.13
3 Palm Hills Development Company		193,907,036	4.32	3.72	4.04
4 Egyptian for Tourism Resorts		146,458,253	1.48	1.16	1.24
5 Arabia Investments, Development, Fin. Inv. Holding Comp.-Cash		136,155,558	1.72	1.31	1.66
6 Citadel Capital - Common Shares		103,668,340	4.34	3.75	3.99
7 Global Telecom Holding		73,581,914	5.05	4.12	4.35
8 Arab Real Estate Investment CO.-ALICO		68,257,280	1.20	1.01	1.10
9 Upper Egypt Contracting		68,196,078	2.67	2.12	2.26
10 Arab Cotton Ginning		62,030,524	5.23	4.23	4.58
Total Trading of the Entire Market		3,308,061,061			
Top 10 as % of the Entire Market		73.26			
(LE Million)					
Most Active 10 Companies in Terms of Value Traded - as of end 31 October 2014					
	Company Name	Value	High Price (LE)	Low Price (LE)	Closing Price (LE)
Total of Most 10 Active Companies		6,651.1			
1 Commercial International Bank (Egypt)		1,154.7	50.54	44.94	48.28
2 Orascom Telecom Media and Technology Holding		1,075.6	1.17	0.98	1.17
3 Palm Hills Development Company		763.9	4.32	3.72	4.04
4 Egyptian Financial Group-Hermes Holding Company		686.3	18.49	15.25	16.83
5 Amer Group Holding		611.8	1.16	0.99	1.13
6 Heliopolis Housing		587.7	64.00	48.43	55.25
7 TMG Holding		524.6	11.29	9.44	10.51
8 Six of October Development & Investment (SODIC)		443.5	17.36	13.83	16.09
9 Citadel Capital - Common Shares		414.1	4.34	3.75	3.99
10 Medinet Nasr Housing		388.8	46.26	37.10	40.77
Total Trading of the Entire Market		12310.8			
Top 10 as % of the Entire Market		54.03			

Source: The Egyptian Stock Exchange Monthly Bulletin.

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

(LE Million)

	Jun-09	Jun-10	Jun-11	Jun-12	Jun-13	May-14	Jun-14	Jul-14	Aug-14
Outstanding Balance	239,080	266,121	356,103	373,398	425,847	468,039	471,521	464,437	470,618
Foreign Customers	4,945	38,370	24,542	800	1,238	301	307	380	571
Companies dealing in Securities	988	800	1,034	1,212	762	611	569	528	509
Holding and Investment companies	5,208	5,926	8,966	17,876	11,444	15,270	14,347	14,266	15,472
Banks	194,929	176,520	250,102	257,119	302,380	349,708	352,827	350,637	354,627
Public banks	110,482	91,276	116,892	129,978	166,309	184,159	187,620	185,917	186,907
Private banks	67,570	66,530	110,319	105,451	117,408	143,263	143,512	140,283	142,973
Foreign banks- branches	9,222	10,748	9,304	16,597	11,159	17,021	16,595	17,260	17,596
National Investment Bank	2,715	2,749	820	100	0	0	0	0	0
Specialized banks	4,940	5,217	12,767	4,978	7,504	5,265	5,100	7,177	7,151
Foreign Exchange Bureaus	0	0	0	0	0	0	0	0	0
Insurance Companies	1,568	1,803	6,491	12,510	14,637	11,907	12,081	10,886	12,118
Public Sector	1,095	941	5,028	9,302	12,064	9,255	9,611	8,553	9,451
Private Sector ^{1/}	473	862	1,463	3,208	2,573	2,652	2,470	2,333	2,667
Mutual Funds	24,731	33,034	44,484	47,193	59,818	62,319	62,410	61,392	59,907
Insurance Funds	1,096	757	8,641	5,660	10,165	7,471	7,622	7,047	7,335
Housing & Construction Sector	168	197	441	686	358	490	562	541	510
Trade Sector	3.0	50.0	76.0	190.0	383.0	302	303	214	254
Manufacturing Sector	91	229	268	688	868	673	833	816	888
Financial Sector	42	531	300	127	214	128	129	126	132
Transportation, Electricity, Gas, and Health Sector	1	21	53	85	110	71	43	43	52
Household Sector	495	1,816	3,302	12,878	5,520	4,878	4,515	4,334	4,186
Oil & Mining Sector	2,010	1,922	1,898	2,405	3,685	2,007	2,367	1,714	3,068
Services Sector	94	850	1,871	1,280	509	1,604	1,600	1,741	1,347
Others ^{2/}	2,711	3,295	3,634	12,689	13,756	10,299	11,006	9,772	9,642

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 FY 2006/2007.

Table (36) : Securities Held by Banks ^{1/}

(LE Million)

	Jun-09	Jun-10	Jun-11	Jun-12	Jun-13	May-14	Jun-14	Jul-14	Aug-14
Total Securities	332,597	405,895	474,176	555,326	653,889	812,226	825,524	830,089	845,896
In Local Currency	297,194	338,834	442,648	494,934	571,204	703,223	716,059	720,630	735,676
In Foreign Currency	35,403	67,061	31,528	60,392	82,685	109,003	109,465	109,459	110,220
Government Sector	276,095	318,876	412,196	498,309	593,939	750,020	764,012	768,848	783,775
In Local Currency (of which):	262,044	303,297	407,814	461,821	536,155	665,429	678,512	683,616	698,073
In Foreign Currency	14,051	15,579	4,382	36,488	57,784	84,591	85,500	85,232	85,702
CBE Notes (In Local Currency)	-	-	-	-	-	-	-	-	-
Public Business Sector	1,338	1,052	980	714	505	578	527	563	606
In Local Currency	1,338	1,052	980	714	505	578	527	563	606
In Foreign Currency	-	-	-	-	-	-	-	-	-
Private Business Sector	39,287	39,991	39,239	37,018	39,044	41,507	41,087	40,415	40,963
In Local Currency	33,755	34,394	33,764	32,310	34,469	37,135	36,938	36,369	36,915
In Foreign Currency	5,532	5,597	5,475	4,708	4,575	4,372	4,149	4,046	4,048
Foreign Sector	15,877	45,976	21,761	19,285	20,401	20,121	19,898	20,263	20,552
In Local Currency	57	91	90	89	75	81	82	82	82
In Foreign Currency	15,820	45,885	21,671	19,196	20,326	20,040	19,816	20,181	20,470

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			
	2009/10	2010/11	2011/12	2012/13 [#]	2013/14 [*]	2012/2013 [#] Apr-Jun	2013/2014* Oct-Dec	2013/2014* Jan-Mar	2013/2014* Apr-Jun
Total Net Foreign Direct Investment	6758	2189	3982	3753	4119	995	1324	1005	1045
I. Inflows (Of which)	11008	9574	11768	10274	10893	2628	2992	2750	2722
USA	1425	1791	578	2183	2230	528	579	537	552
Germany	110	275	203	186	194	36	51	56	55
France	286	227	316	266	347	75	85	191	46
U.K.	4926	4307	5820	3997	5116	1063	1341	1123	1307
Spain	80.5	46.5	61.0	30.4	6	1.8	0.5	0.8	3.8
Netherlands	129	146	409	164	192	17	85	57	42
Saudi Arabia	323	206	240	192	284	62	57	125	52
U.A.E	304	411	560	481	401	227	105	148	89
Kuwait	189	59	64	46	130	14	78	21	16
Bahrain	64	66	153	263	194	42	67	25	77
Oman	10	12	13	11	13	4	3	1	9
Switzerland	111	159	125	115	95	19	22	30	19
Other Countries	3051	1871	2497	2339	1691	542	519	437	457
II. Outflows	-4250	-7386	-7786	-6520	-6774	-1633	-1668	-1745	-1677

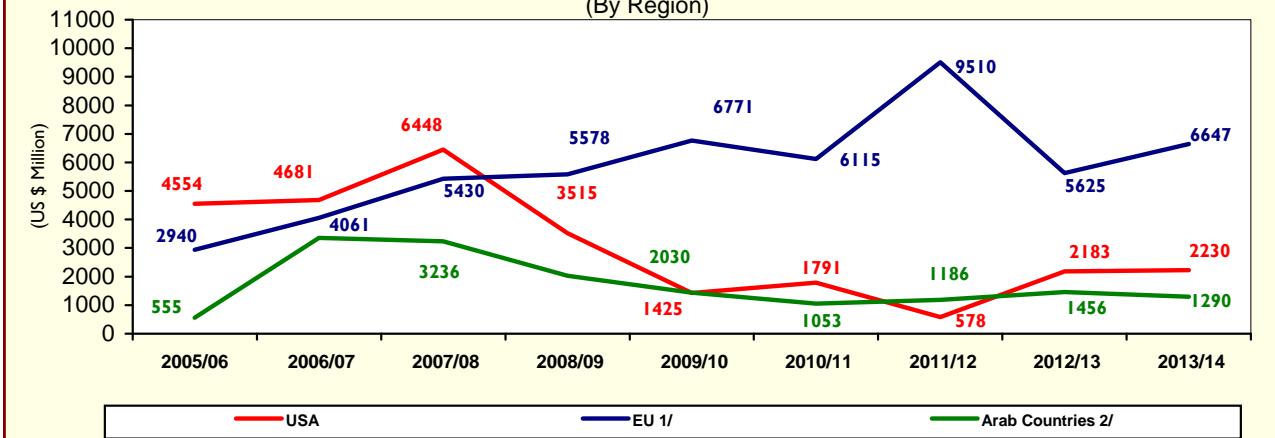
Source: Central Bank of Egypt.

Data revised.

* Preliminary.

Fig (22): FDI Inflows to Egypt

(By Region)



Source: Central Bank of Egypt.

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.