

Cleopatra Hospitals Group completes acquisition of El Katib Hospital

The Group finalized today the acquisition of the hospital's operations and assets following the purchase of its real estate assets in December 2018

Cairo, Egypt | 5 November 2019

Cleopatra Hospital Group S.A.E. (CLHO.CA on the Egyptian Exchange), Egypt's largest private hospital group, announced today that it has finalized the acquisition of the El Katib Hospital, the latest addition to the Group's expanding hospital network. The Group having concluded the business transfer agreement with the hospital's current operating company, will now be taking over the hospital's day-to-day operations effective 6th of November 2019 after having already acquired the hospital's real estate assets in December 2018.

The transaction, which received approval at an ordinary general assembly meeting on 3 December 2018, was concluded for a total consideration of EGP 279 million for the purchase of the hospital's real estate assets and for the transfer of assets and operations based on the executed business transfer agreement with the operating company.

The El Katib Hospital, an 89-bed hospital in the centrally located Dokki neighborhood of Greater Cairo, has recently seen a series of significant upgrades to its facilities and equipment, and is particularly renowned for its kidney treatment center. CHG will build on these renovations, adding further state-of-the-art equipment, as it seeks to develop the hospital's capabilities and transform it into the Group's urology centre of excellence.

"The acquisition of El Katib Hospital will allow us to deliver on our strategy to transform the Egyptian healthcare sector by providing medical care and services of the highest quality, setting the standard for healthcare providers across the country," said Cleopatra Hospitals Group Chief Executive Officer Dr. Ahmed Ezzeldin. "As we seek to expand our footprint and develop a wide-reaching network of centres of excellence providing specialized care from leading medical professionals across the country, we hope to integrate more hospitals such as El Katib into the Group's network."

The transaction is the latest acquisition for the Group, which seeks to increase its portfolio of medical facilities and expand its geographic footprint beyond Greater Cairo.

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ABOUT CLEOPATRA HOSPITALS GROUP S.A.E.

The Group is the largest private hospital group in Egypt by number of hospital beds and number of operating hospitals. The Company holds majority stakes in six leading hospitals in the Greater Cairo Area: Cleopatra Hospital, Cairo Specialized Hospital, Nile Badrawi Hospital, Al Shorouk Hospital, Queens Hospital, and El Katib Hospital offering a full array of general and emergency healthcare services.

Shareholder Information

EGX: CLHO.CA

Listed: June 2016

Shares Outstanding: 1,600 million

For further information, please contact:

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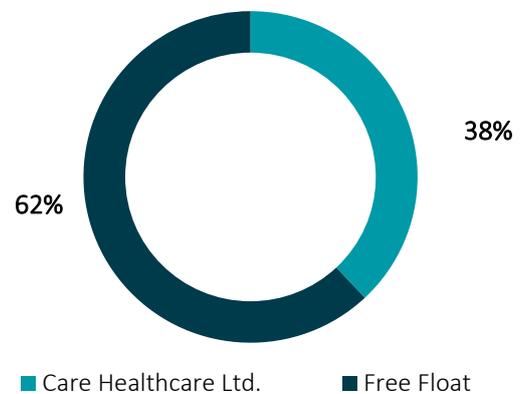
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Shareholder Structure

(as of Sept 2019)



Forward-Looking Statements

This communication contains certain forward-looking statements. A forward-looking statement is any statement that does not relate to historical facts and events, and can be identified by the use of such words and phrases as “according to estimates”, “anticipates”, “assumes”, “believes”, “could”, “estimates”, “expects”, “intends”, “is of the opinion”, “may”, “plans”, “potential”, “predicts”, “projects”, “should”, “to the knowledge of”, “will”, “would” or, in each case, their negatives or other similar expressions, which are intended to identify a statement as forward-looking. This applies, in particular, to statements containing information on future financial results, plans, or expectations regarding our business and management, our future growth or profitability and general economic and regulatory conditions and other matters affecting us.

Forward-looking statements reflect our management’s (“Management”) current views of future events, are based on Management’s assumptions and involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by these forward-looking statements. The occurrence or non-occurrence of an assumption could cause our actual financial condition and results of operations to differ materially from, or fail to meet expectations expressed or implied by, such forward-looking statements. Our business is subject to a number of risks and uncertainties that could also cause a forward-looking statement, estimate or prediction to become inaccurate. These risks include fluctuations in the prices of raw materials or employee costs required by our operations, our ability to retain the services of certain key employees, our ability to compete successfully, changes in political, social, legal or economic conditions in Egypt, worldwide economic trends, the impact of war and terrorist activity, inflation, interest rate and exchange rate fluctuations and Management’s ability to identify future risks to our business and manage the risks mentioned above in a timely and accurate manner.

Certain figures contained in this document, including financial information, have been subject to rounding adjustments. Accordingly, in certain instances, the sum or percentage change of the numbers contained in this document may not conform exactly to the total figure given.