

Gentlemen at the Egyptian Stock Exchange

Disclosure Department



After Greetings,

Concerning previous disclosures regarding the issuance of the decree of the Minister of Education No. 183 of 2019 regarding setting a maximum percentage of foreign and dual investors' ownership in schools by limiting them to 20% only, and we have pledged to disclose all that is new in this regard, per the principle of disclosure and transparency.

Please note that on 12/12/2020, the Ministerial decree No.305 issued on 11/14/2019 was amended, which includes the amendment of Article 18 of Ministerial Resolution 420 issued on 09/09/2014 and published in the 16th edition of the Egyptian journal (The Egyptian Gazette) on 01/20/2021 concerning private education and for the achievement of the public interest. This decree is deemed effective on 01/21/2021.

The decree has been amended as follows:

First: The school owner must be a legal person who has an Egyptian nationality, and it is permissible for the legal person to be a dual nationality holder given that one of them is an Egyptian nationality, a companies and funds owner, or any legal person who is subject to Investment Law No. 72 of 2017 and Capital Market No. 95 of 1992 and its implementing regulations. In this case, the procedures established for legal persons owned by Egyptians shall apply to it, and in the event of objection by any concerned party, the matter is referred to a special committee at the Ministry of Education to decide on the final decision on whether this condition has been met by the legal person or not.

Second: To be able to fulfill the school's financial obligations.

Third: That his goal is to serve education following the standards of educational quality and accreditation.

Fourth: That his main goal should not be trafficking or a tendency to exploitation.

This decree is considered to have a positive impact on the company, as there are no obstacles to issuing new school licenses. The company commends the issuance of this decree due to its positive impact on investment and developing the quality of education in Egypt.

Yours sincerely,

Managing Director

Mr. Mohamed El-Kalla

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