



Quarterly Compliance Report based on AAOIFI Shariah Mandate (Q3-2010)

Orascom Telecom Holdings (S.A.E)

Description

Orascom Telecom Holding S.A.E. (OTH) is a mobile telecommunications company engaged primarily in network operation activities in the Middle East, Africa and South Asia. Its segments include global system for mobile communications, which covers mobile telecommunications services activities of the Company, including sale of pre-paid telephone cards, post-paid and monthly subscriptions packages, telephone packages and roaming; telecom services, which includes the sale of handsets, including ring tones and other cell phone products and activities relating to the rental of portals to allow satellite roaming calls and value added service activities, and Internet and fixed line, which includes the Internet and fixed telecommunications services of the Company. In July 2010, OTH completed the sale of its Internet services arm, LINKdotNET and Link Egypt, to the Egyptian Company for Mobile Services. In January 2011, it completed the sale of Orascom Tunisia Holding Ltd and Carthage Consortium Ltd.

Company Status

IdealRatings analysts have issued a new report regarding the company:

| | |
|--------------------------------|--------------------------------------|
| Name: | Orascom Telecom Holdings (S.A.E) |
| Ticker: | ORTE EG |
| Country: | Egypt |
| Core Business Activity: | Wireless Telecommunications Services |
| Exchange: | Cairo Stock Exchange |
| Compliance Status: | Not Shariah-compliant |

Overview

IdealRatings reviewed the most recent financial statements (Q3-2010) for Orascom Telecom Holdings (S.A.E). The report has been prepared to determine the Shariah-compliance status of the company based on the AAOIFI Shariah mandate.

Business Screening

Based on the business of the company the core business is compliant but the company has some income related to non-compliant activities and sources of income such as interest income and entertainment revenue through its internet operations.

Based on the IdealRatings estimation and research process the non-compliant income is less than 5% and

can be obtained exactly for purification purposes by IdealRatings.

Therefore the status of the company from a business activity is as follows:

| | Threshold | Company | Compliance |
|------------------------|-----------|--------------|------------|
| Non-permissible Income | 5% | Less than 5% | PASS |

Financial Screening


According to the most recent available financial statement with adequate information (2010-Q3) the financial ratios with respect to the AAOIFI Shariah mandate for the company are as follows:

| | Threshold | Company | Compliance |
|-----------------------------------|-----------|---------|------------|
| Interest-bearing Investments | 30% | 19.46% | PASS |
| Interest-bearing Debts | 30% | 114.15% | FAIL |
| Liquidity | 67% | 21.72% | PASS |
| Share Type (Preference or Common) | Common | Common | PASS |

Compliance Status

Based on the available information and the above figures according to the AAOIFI Shariah mandate Orascom Telecom Holdings (S.A.E) is to be considered **Non-Shariah-compliant**.





Disclosures

This research is for our clients only. This research is based on current public information that we consider reliable, but we do not represent it is accurate or complete, and it should not be relied on as such. The research reports are published at irregular intervals based on clients' request or as appropriate in our analysts' judgment.

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