



Date: 15th July 2019

PRESS RELEASE

**EL WADY PHOSPHORIC ACID PRODUCTION PROJECT, ABU TARTOUR, EGYPT
LETTER OF INTENT FOR THE ENGINEERING, PROCUREMENT, CONSTRUCTION,
TESTING, COMMISSIONING AND PERFORMANCE GUARANTEES (EPC) WORKS
FOR THE MAIN PLANT SITE ESTABLISHMENT AND INSIDE BATTERY LIMITS,
UTILITIES & OFFSITES FACILITIES (PACKAGES 1 & 2)**

On 8th July 2019, OWNER signed the Letter of Intent (LOI) with the Chinese Joint Venture (China State Construction Engineering Corporation CSCEC and Wengfu) for the Engineering, Procurement, Construction, testing, commissioning and performance guarantees (EPC) works for the main plant and ISBL / offsites (Packages 1 & 2) of El Wady phosphoric acid production complex. The LOI is issued to the selected EPC Contractor in order to manage the relation between both parties leading to the signature of the EPC Agreement on a Lumpsum Turnkey basis.

China State Construction Engineering Corporation CSCEC is considered the largest construction contractor in China and one of the largest worldwide EPC Contractors has joined hands with Wengfu which is the 3rd largest phosphoric acid and fertilizers producer worldwide in order to execute El Wady Project. The JV partners will subcontract East China Engineering Science and Technology Co., Ltd. ECEC for the engineering works and Orascom Construction for Construction works.

Prayon and K-Technologies (Phosphoric Acid Plant Licensors) will be involved during the whole project lifecycle in order to ensure the compliance of the EPC Contractor with their requirements that warrants the Project's success.

Outotec GmbH will provide Engineering, Procurement and Site Supervision (EPS) services to the JV partners and will implement the state of the art technology in the Sulfuric Acid plants and heat recovery system. The Sulfuric Acid plant in that sense will act as a power house for the whole project to fulfill an important element of the vertical integration (power self-sufficiency).

Misr Phosphate with its vast reserves of high quality phosphate rock will supply the phosphate ore feedstock to the chemical complex during the life time of operations.

END OF TEXT

Khaled S. Salama
Project Manager