

SODIC Investor Relations

Press Release

Eastown Petition at CRC

Cairo, Egypt

June 18th 2012, In response to the article published in “El Shorouk” Newspaper dated 15 June 2012, issue number 1231 alleging the rejection of SODIC’s petition at the Conflict Resolution Committee (CRC), SODIC has to date not received any official notification from the stated authority.

On 1 December 2011, SODIC submitted a petition to GAFI's CRC requesting NUCA to provide infrastructure to the perimeter of the site and issue all pending approvals. The CRC is a fast track forum to settle investors' disputes and its decisions are binding on NUCA but not SODIC.

While SODIC’s petition was still under review and 4 months later, on 29 March 2012, SODIC received a withdrawal notice from NUCA regarding its plot of land in New Cairo (Eastown 0.86 mln Sqm).

NUCA has to date failed to meet its obligations to deliver infrastructure to the site. NUCA has also failed to meet various other obligations preventing SODIC from developing this plot. The petition submitted to the CRC challenged NUCA to the following points:

- Lack of availability of infrastructure as evidenced by letters from water authority and NUCA letters
- Impossibility of developing the land due to explosive missiles evidenced by a letter from SCAF dated 15 July 2010 and 27 February 2012
- Failure by NUCA to issue infrastructure master plan approvals, detailed master plan approvals and permits
- And other legal arguments

According to NUCA bi-laws and judgments by the State Council, NUCA does not have the right to withdraw lands until it has fulfilled its obligations to provide infrastructure.

In all events SODIC shall vigorously defend its rights against a negative decision and refer the matter to Egypt's highest court, the State Council, as well as the Prime Minister and any other concerned authority. SODIC has reserved all its rights and will pursue a damages claim against NUCA and seek injunctive relief to prevent any physical action being taken in addition to any other remedies recommended by its lawyers.

SODIC has already obtained various legal opinions confirming the strength of its case and is in the process of updating these.

-End-

Market Data

Index Inclusion:	EGX 100
EGX:	OCDI
Bloomberg:	OCDI EY
Reuters:	OCDI.CA

No. Shares Outstanding (mln):	90.7
Share Price at 14th June (EGP):	15.07
Market Cap (EGP mln):	1,365
Market Cap (USD mln):	225

*FX Rate: 1.00 USD = 6.05 EGP

*Figures adjusted for July '11 Stock Split

Investor Relations Contact

Abdelfattah Allam
Investor Relations Manager
Email: aallam@sodic.com
ir@sodic.com
Tel: (+202) 38571251/3/4
Mobile: +2 0100 58 00156

SODIC Head Quarters
Km.38 Cairo/Alexandria Desert Rd.
Sheikh Zayed City, 6th of October, Egypt
P.O Box: 119 Sheikh Zayed
Tel.: +202 3857 1251/3/4
Fax: +202 3857 0060
www.sodic.com