

SODIC inks final agreement with Heliopolis Housing and Development Company to co-develop an integrated project over c.655 acres (c.2.7 million sqm) in East Cairo

Six of October Development & Investment Company SODIC (“the Company”) announces the signature of the final agreement with Heliopolis Housing and Development Company (“Heliopolis Housing”) to co-develop an integrated project over c.655 acres (c.2.7 million sqm) in East Cairo. The project is strategically located in New Heliopolis off Cairo Suez Road, directly adjacent to Al Shorouk city. It is in the heart of East Cairo, the natural extension to New Cairo.

The main commercial terms included in the agreement, which marks SODIC’s first revenue sharing venture, are as follows:

- The project’s total revenue is estimated at c.EGP 30.35 billion.
- SODIC’s share of the residential units revenues stands at 70% while the balance represents Heliopolis Housing share.
- SODIC’s share of the commercial/retail revenue stands at 69.8% while the balance represents Heliopolis Housing share.
- The project is expected to house around 8,600 residential units in addition to areas dedicated to commercial/retail use.
- The minimum guarantee is estimated at c.EGP 5.01 billion and payable on unequal annual installments throughout the lifetime of the project.
- The time frame to develop the project is expected to be around 10 years.

As per the agreement, SODIC will be responsible for all internal infrastructure and construction works along with sales and marketing activities for the project while Heliopolis Housing will provide all external infrastructure to the land plot. First phase of the project is expected to be launched during the first quarter of next year.

The signature of this agreement represents a significant addition to the Company’s land bank and reflects its seamless efforts to aggressively grow its land bank and projects portfolio in Egypt. Following this land acquisition, SODIC’s undeveloped land bank stands at c.6 million sqm.

-END-

About SODIC

Building on a history of almost two decades of successful operations in Egypt, SODIC is one of the country’s leading real estate development companies, bringing to the market award-winning large scale developments to meet Egypt’s ever-growing need for high quality housing, commercial and retail spaces.

Headquartered in Cairo and listed on the Egyptian stock exchange (EGX) under OCDI.CA, SODIC is one of the few non-family owned companies traded on the EGX, with a strong corporate governance framework.

Having invested over USD 1.4 billion in developing twelve diverse real estate projects, SODIC boasts a portfolio that has contributed more than 3 million square meters of built-up area to Cairo’s new urban communities.

Forward Looking Statements

Statements contained in this document that are not historical facts are based on current expectations, estimates, projections, opinions and beliefs of SODIC. Such statements involve known and unknown risks, uncertainties and other factors; undue reliance should not be placed thereon. Certain information contained herein constitutes “targets” or “forward-looking statements,” which can be identified by the use of forward-looking terminology such as “may,” “will,” “seek,” “should,” “expect,” “anticipate,” “project,” “estimate,” “intend,” “continue” or “believe” or the negatives thereof or other variations thereon or comparable terminology. Actual events or results or the actual performance of SODIC may differ materially from those reflected or contemplated in such targets or forward-looking statements. The performance of SODIC is subject to risks and uncertainties. Various factors could cause actual results to differ materially from those expressed or implied by the forward-looking statements in this document including worldwide economic trends, the economic and political climate of Egypt, the Middle East and changes in business strategy and various other factors.

**SODIC Investor Relations
Contact Information**

Ihab Abo-Taleb
iabotaleb@sodic.com
(+202) 3854 0100/200

IR website
ir.sodic.com