SODIC receives award letter for 500 acre plot in West Cairo expanding its undeveloped land bank to a total of 8 million square meters

Sixth of October Development & Investment Company SODIC (“the Company”), has received the official award letter for a 500 acre plot allocated by the New Urban Communities Authority (NUCA). SODIC participated in the offering back in December 2017 through which over 13 plots with a total of some 6,000 acres were released by NUCA, marking a landmark improvement in our operating environment, with the government providing significant visibility on land supply.

The plot, which was offered on a partnership basis, is located in the Sheikh Zayed Extension area and is only 10 minutes away from SODIC West, our flagship mixed use community in west Cairo. The project is expected to comprise over 5,000 units generating an estimated total sales of circa EGP 43 billion over a period of eight years. NUCA is entitled to total payments of EGP 14.2 billion over 11 years of which EGP 8.5 billion are fixed installments, in addition to 15% of the annual collections. The projected payments imply a land cost per sqm of EGP 2,300 on a net present value basis discounted at 16%.

The addition of this plot brings our total balance of undeveloped land¹ to circa eight million square meters and marks the timely replenishment of our ready to launch land in West Cairo as our 1,500 acre flagship development SODIC West reaches a mature stage whereby 95% of this plot is already developed into a vibrant community. With our diversified land bank of circa 8 million square meters, SODIC expects to generate sales of some EGP 150 billion over the coming 11 years putting strong visibility into our development pipeline across all our key markets.

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¹owned and controlled land
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.

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 expressed or implied by the forward-looking statements in this document in including worldwide economic trends, the economic and political climate of Egypt, the Middle East and changes in business strategy and various other factors.