

Remgro Limited

Remgro Limited
Incorporated in the Republic of South Africa
Registration number: 1968/006415/06
Share code: REM ISIN: ZAE000026480
("Remgro")

APPORTIONMENT OF COST FOR SOUTH AFRICAN INCOME TAX PURPOSES IN RESPECT OF THE UNBUNDLING OF REMGRO LIMITED'S INTEREST IN TRANS HEX GROUP LIMITED ("TRANS HEX")

1. INTRODUCTION

In the circular issued to holders of Remgro ordinary shares and "B" ordinary shares ("Remgro Shares") ("Remgro Shareholders"), on Monday, 26 July 2010 (the "Circular") and the finalisation announcement published on the securities exchange news service operated by the JSE Limited ("JSE") on Wednesday, 18 August 2010, Remgro Shareholders were informed, *inter alia*, of the unbundling by Remgro of its 28.49% shareholding in the issued share capital of Trans Hex to Remgro Shareholders recorded in the Company's register as at the close of business on Friday, 10 September 2010 (the "Unbundling Record Date") (the "Unbundling").

The Unbundling was completed in terms of section 46 of the Income Tax Act, 1962 (No. 58 of 1962), as amended ("the Tax Act"), and in compliance with section 90 of the Companies Act (No. 61 of 1973), in the ratio of 5.85 Trans Hex shares ("Trans Hex shares") for every 100 Remgro Shares held on the Unbundling Record Date.

The purpose of this announcement is to notify Remgro Shareholders of the closing prices of Trans Hex shares and Remgro Shares on the JSE on the day after the Unbundling Record Date, and the resultant cost apportionment ratio in which the cost incurred and/or the 1 October 2001 market value of the Remgro Shares must be allocated for taxation purposes (the "Apportionment Ratio") to the Trans Hex shares received in terms of the Unbundling and the Remgro Shares.

2. APPORTIONMENT RATIO AND CLOSING SHARE PRICES

Based on the closing share prices of a Remgro Share and a Trans Hex share on the JSE on Monday, 13 September 2010 of R105.51 and R3.18, respectively, 0.176% of the cost and/or 1 October 2001 market value attributed to every 100 Remgro Shares held by Remgro Shareholders on the Unbundling Record Date must be allocated to 5.85 Trans Hex shares (i.e. 0.03% per Trans Hex share) received in terms of the Unbundling for purposes of section 46 of the Tax Act. Remgro Shareholders must accordingly reduce the cost and/or 1 October 2001 market value attributed to every 100 Remgro Shares by the amounts so allocated to the 5.85 Trans Hex shares received in terms of the Unbundling.

The potential South African taxation considerations for Remgro Shareholders are set out in Annexure 5 of the Circular. Should Remgro Shareholders have any queries regarding the taxation consequences of the Unbundling, it is advised that they obtain their own tax advice in this regard.

Stellenbosch
15 September 2010

Merchant bank and sponsor
of Remgro and Trans Hex



Attorneys



Independent sponsor



Independent reporting accountants

