1. BACKGROUND AND RATIONALE

Remgro Limited, the South African listed investment company, has announced the proposed distribution of ordinary shares in Richemont SA and depositary receipts in respect of ordinary shares in British American Tobacco (BAT) Plc to Remgro shareholders. The purpose of the proposed distribution is to enable Remgro to generate capital gains and market appreciation of its investments in Richemont and BAT, which is expected to increase Remgro’s share price over the long term.

2. THE PROPOSED TRANSACTION

The Remgro distribution is subject to the necessary approvals being obtained for the implementation of the transaction. The Remgro distribution will consist of:

- Issuance of 302 555 410 ordinary shares in Richemont to Remgro shareholders. Richemont is a global luxury goods company, with brands such as Cartier, Chloé, Dunhill, and others.
- Issuance of 439 479 751 ordinary shares in BAT to Remgro shareholders. BAT is a leading tobacco company, with brands such as Camel, Pall Mall, and others.

Remgro shareholders will receive one of the above ordinary shares from Richemont or BAT for every 20 Remgro ordinary shares held.

3. KEY CHARACTERISTICS OF REMGRO

Remgro has proposed a resolution for the general meeting to authorise the distribution of ordinary shares in Richemont and BAT to Remgro shareholders. The distribution will take place on or about Tuesday 21 October 2008.

4. FINANCIAL INFORMATION RELATING TO THE TRANSACTION

The following table provides pro forma historical financial information of Remgro, reflecting the proposed distribution of ordinary shares in Richemont and BAT:

<table>
<thead>
<tr>
<th>Financial Unaudited</th>
<th>Before the proposed distribution</th>
<th>After the proposed distribution</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tangible NAV per share</td>
<td>12 024</td>
<td>8 258</td>
</tr>
<tr>
<td>Portion of BEE costs</td>
<td>1 657</td>
<td>710</td>
</tr>
<tr>
<td>Portion of BEE costs</td>
<td>1 701</td>
<td>743</td>
</tr>
</tbody>
</table>

5. WASSEYN JACOBS & CO. ACCOUNTANTS

Wasseyn Jacobs & Co. Accountants has been appointed as independent reporting auditors for Remgro. Their appointment is subject to the approval of the general meeting of Remgro shareholders.

6. WITHDRAWAL OF CAUTIONARY ANNOUNCEMENT

Remgro has announced the withdrawal of its previous cautionary announcement, dated 19 November 2007, regarding the proposed distribution of ordinary shares in Richemont and BAT to Remgro shareholders.

7. INFORMATION FOR ALL

Remgro shareholders should consult their professional advisers as to whether they require any governmental or other action in their own particular circumstances to enable them to participate in the Remgro distribution.

8. THE EXCHANGE AND CLEARANCE OF SHARE CERTIFICATES

Remgro shareholders are required to forward their share certificates to Computershare Investor Services (Pty) Ltd. (the transfer secretaries) before the last day to trade in Remgro ordinary shares in order to participate in the Remgro distribution.